

Financial Statement

2015-16

Reliance General Insurance Company Limited

Reliance General Insurance Company Limited

MANAGEMENT REPORT ATTACHED TO THE FINANCIAL STATEMENT

AS ON 31ST MARCH 2016

- 1) We confirm the validity of the registration granted by Insurance Regulatory & Development Authority of India for carrying on general insurance business.
- 2) We certify that all the dues payable to the statutory authorities have been duly paid.
- 3) We confirm that shareholding pattern is in accordance with the statutory and regulatory requirements.
- 4) We declare that the management has not directly or indirectly invested outside India the funds of the holders of policies issued in India.
- 5) We confirm that the required solvency margins have been maintained.
- 6) We certify that the values of all the assets have been reviewed on the date of the Balance Sheet and that in the best of our belief, the assets set forth in the Balance sheet are shown in the aggregate at amounts not exceeding their realisable or market value under the headings "Investments other than debt securities", "Agents balances", "Outstanding Premium", "Interest and Dividends accrued but not due", "Balances due from other entities carrying on insurance business", "Other Advances", "Advances to Staff", "Deposits" and "Cash".
- 7) The company is exposed to various risks related to its insurance operations and financial risks related to its investment portfolio. The operational & financial risks are being closely monitored and being actively managed. The exposure to the insurance operations is managed by implementing underwriting controls and risk transfer through adequate reinsurance arrangements. Catastrophe risk exposure has been analyzed and accumulation is being monitored. Risk models have been also been used on our accumulation to get an estimate and the reinsurance protection has taken to limit our exposure to any one event to an acceptable limit.

In addition to our regular internal audits and technical audits, an important step was taken by establishing an independent Enterprise Risk Management team to oversee all the varied risk exposures and to take steps to mitigate these exposures.

- 8) We have no operations in any country outside India, except representative office at London.
- 9) The Company has a separate internal audit team which audits the operations at its offices.
- 10) We certify that the investments have been valued as per the Accounting Regulations of the IRDAI and shown in the Balance Sheet. The market value of investments has been arrived at as per the guidelines given by the Insurance Regulatory and Development Authority based on quoted market price wherever available and based on the market yield for rated securities not quoted and at book value for securities which do not have rating. The investment portfolio is also diversified within limits set under the IRDAI regulations.

Reliance General Insurance

11) Ageing analysis of claims outstanding and average claims settlement time for the five years.

Ageing of Claim Outstanding

FY 2015-16

(Rs. in '000)

Period / Class	Fire		Marine Cargo		Marine Hull		Motor OD	
	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	62	26,938	82	20,892	-	-	6,837	210,688
31 days to 6 Months	231	1,202,638	290	112,459	-	-	7,463	459,133
6 Months to 1 Year	179	484,129	108	229,519	1	39,960	1,293	159,413
1 Year to 5 Years	154	521,264	57	93,840	1	1,369	2,097	189,972
5 Years and Above	47	58,050	21	7,548	2	44	516	39,489
Grand Total	673	2,293,019	558	464,258	4	41,373	18,206	1,058,695

(Rs. in '000)

Period / Class	Motor-TP		Engineering		Liability		Public Liability	
	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	1,325	322,881	49	18,939	18	373	7	4,030
31 days to 6 Months	6,266	1,336,866	124	71,236	173	11,466	20	5,095
6 Months to 1 Year	7,526	1,585,134	585	389,066	169	18,132	26	3,892
1 Year to 5 Years	41,822	8,951,911	108	278,805	79	15,837	153	50,282
5 Years and Above	13,897	2,460,812	13	4,421	17	3,031	4	616
Grand Total	70,836	14,657,604	879	762,467	456	48,839	210	63,915

(Rs. in '000)

Period / Class	Health		Aviation		Personal Accident		All Other Misc		Total	
	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	116,932	909,958	-	-	180	43,457	142	279,584	125,634	1,837,739
31 days to 6 Months	988	68,099	1	11,153	649	99,154	195	457,353	16,400	3,834,653
6 Months to 1 Year	126	41,809	1	60,363	468	58,329	27	60,792	10,509	3,130,539
1 Year to 5 Years	415	73,059	6	2,320	1157	63,985	772	1,283,413	46,821	11,526,058
5 Years and Above	145	3,525	1	721,180	219	17,792	91	4,785	14,983	3,321,326
Grand Total	118,606	1,095,831	18	795,016	2,673	282,797	1,227	1,085,927	214,347	23,650,315

Reliance General Insurance

FY 2014-15

(Rs. in '000)

Period / Class	Fire		Marine Cargo		Marine Hull		Motor OD	
Ageing	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	51	58,252	58	10,792	-	-	5,448	208,862
31 days to 6 Months	131	410,928	112	90,519	-	-	5,264	576,131
6 Months to 1 Year	134	251,899	60	55,454	2	3,250	918	190,059
1 Year to 5 Years	202	887,535	166	442,666	2	1,474	2,812	299,460
5 Years and Above	4	14,231	8	3,318	-	-	4	233
Grand Total	522	1,622,844	404	602,750	4	4,724	14,446	1,274,745

(Rs. in '000)

Period / Class	Motor-TP		Engineering		Liability		Public Liability	
Ageing	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	1,428	292,681	42	23,882	15	1,729	9	972
31 days to 6 Months	6,627	1,307,423	125	200,043	58	5,404	28	5,718
6 Months to 1 Year	6,495	1,312,630	152	368,167	16	4,127	35	8,693
1 Year to 5 Years	46,858	9,012,841	517	672,807	47	12,879	95	29,201
5 Years and Above	8,841	1,379,224	6	643	8	1,323	5	2,715
Grand Total	70,249	13,304,799	842	1,265,542	144	25,463	172	47,299

(Rs. in '000)

Period / Class	Health		Aviation		Personal Accident		All Other Misc		Total	
Ageing	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	11,437	237,730	-	-	247	30,158	69	43,140	42,496	1,085,291
31 days to 6 Months	9,918	206,794	-	-	691	86,294	98	652,796	14,351	3,467,369
6 Months to 1 Year	3,383	91,708	2	496	503	51,511	136	307,624	8,736	2,618,467
1 Year to 5 Years	12,504	131,036	18	722,657	1,702	88,309	793	509,200	53,857	12,740,904
5 Years and Above	2	203	1	12	9	12,108	25	2,097	8,881	1,410,005
Grand Total	37,244	667,410	21	723,165	3,152	268,379	1,121	1,514,857	128,321	21,322,036

Reliance General Insurance

FY 2013-14

(Rs. in '000)

Period / Class	Fire		Marine Cargo		Marine Hull		Motor OD	
Ageing	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	89	350,690	117	22,743	-	-	5,183	285,045
31 days to 6 Months	154	376,372	121	88,609	1	1,369	5,711	756,276
6 Months to 1 Year	76	425,842	50	12,759	1	90	1,326	288,185
1 Year to 5 Years	138	303,817	170	124,004	3	2,202	2,733	401,833
5 Years and Above	-	-	-	-	-	-	3	250
Grand Total	457	1,456,721	458	248,115	5	3,660	14,956	1,731,588

(Rs in '000)

Period / Class	Motor-TP		Engineering		Liability		Public Liability	
Ageing	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	1,359	257,981	106	97,577	19	2,311	8	1,205
31 days to 6 Months	6,271	1,223,010	224	664,329	48	10,180	18	5,553
6 Months to 1 Year	7,511	1,512,317	168	419,291	26	8,814	18	4,414
1 Year to 5 Years	49,553	8,837,251	276	269,423	44	10,537	63	22,313
5 Years and Above	4,696	654,793	1	325	4	774	3	1,534
Grand Total	69,390	12,485,351	775	1,450,944	141	32,615	110	35,019

(Rs in '000)

Period / Class	Health		Aviation		Personal Accident		All Other Misc		Total	
Ageing	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	48,252	427,092	1	85	205	16,720	77	18,932	55,416	1,480,380
31 days to 6 Months	9,157	205,272	-	-	651	48,890	258	107,387	22,614	3,487,247
6 Months to 1 Year	8,222	58,043	4	1,576	476	27,537	102	91,228	17,980	2,850,096
1 Year to 5 Years	1,426	83,886	15	728,755	1,477	95,350	680	193,464	56,578	11,072,834
5 Years and Above	1	117	-	-	1	370	19	1,839	4,728	660,000
Grand Total	67,058	774,411	20	730,417	2,810	188,867	1,136	412,850	157,316	19,550,557

Reliance General Insurance

FY 2012-13

(Rs. in '000)

Period / Class	Fire		Marine Cargo		Marine Hull		Motor OD	
Ageing	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	102	233,153	81	23,645	1	762	4,846	294,086
31 days to 6 Months	94	239,330	128	41,628	-	-	6,723	874,786
6 Months to 1 Year	57	360,188	49	16,432	-	-	1,735	330,828
1 Year to 5 Years	105	401,783	104	173,743	4	7,174	2,846	376,458
5 Years and Above	-	-	-	-	-	-	-	-
Grand Total	358	1,234,454	362	255,448	5	7,936	16,150	1,876,158

(Rs. in '000)

Period / Class	Motor-TP		Engineering		Liability		Public Liability	
Ageing	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	1,479	264,018	46	27,291	23	1,768	8	1,821
31 days to 6 Months	8,281	1,485,066	144	152,770	47	13,716	35	5,566
6 Months to 1 Year	9,595	1,789,199	175	217,270	9	2,561	2	316
1 Year to 5 Years	47,354	7,182,245	115	224,215	36	6,304	25	9,404
5 Years and Above	-	-	-	-	-	-	2	1,536
Grand Total	66,709	10,720,528	480	621,545	115	24,348	72	18,643

(Rs. in '000)

Period / Class	Health		Aviation		Personal Accident		All Other Misc		Total	
Ageing	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	55,104	233,044	-	-	197	16,627	75	26,469	61,962	1,122,683
31 days to 6 Months	205,613	150,497	1	2,328	719	50,991	248	91,165	222,033	3,107,842
6 Months to 1 Year	32,752	77,816	7	1,506	486	31,610	242	97,502	45,109	2,925,227
1 Year to 5 Years	1,822	64,789	8	729,697	906	61,512	525	104,674	53,850	9,341,998
5 Years and Above	-	-	-	-	-	-	-	-	2	1,536
Grand Total	295,291	526,146	16	733,531	2,308	160,740	1,090	319,809	382,956	16,499,286

Reliance General Insurance

FY 2011-12

(Rs. in '000)

Period / Class	Fire		Marine Cargo		Marine Hull		Motor OD	
	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	60	60,988	142	14,741	1	25	5,159	293,925
31 days to 6 Months	117	454,117	151	71,287	2	549	6,469	773,110
6 Months to 1 Year	79	356,185	58	140,275	4	1,299	1,160	203,935
1 Year to 5 Years	61	331,333	22	34,238	2	5,408	218	67,968
5 Years and Above	1	2,735	-	-	-	-	-	-
Grand Total	318	1,205,358	373	260,541	9	7,281	13,006	1,338,937

(Rs. in '000)

Period / Class	Motor-TP		Engineering		Liability		Public Liability	
	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	1,012	129,022	39	31,165	12	1,665	-	-
31 days to 6 Months	3,840	499,643	109	204,529	35	6,567	12	3,825
6 Months to 1 Year	3,568	338,949	86	195,178	17	9,562	13	2,931
1 Year to 5 Years	12,292	915,131	54	220,807	29	6,245	21	2,896
5 Years and Above	-	-	-	-	-	-	-	-
Grand Total	20,712	1,882,745	288	651,679	93	24,038	46	9,652

(Rs. in '000)

Period / Class	Health		Aviation		Personal Accident		All Other Misc		Total	
	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount
30 days	84,530	99,634	9	1,623	228	29,590	127	33,691	91,319	696,069
31 days to 6 Months	74,289	74,012	-	-	479	43,117	418	134,397	85,921	2,265,152
6 Months to 1 Year	81	7,341	2	100	86	9,864	20	14,777	5,174	1,280,395
1 Year to 5 Years	24	1,745	10	924,177	13	12,047	49	22,879	12,795	2,544,873
5 Years and Above	-	-	-	-	-	-	-	-	1	2,735
Grand Total	158,924	182,731	21	925,900	806	94,618	614	205,744	195,210	6,789,225

Reliance General Insurance

Average claims settlement time

Product/Class	FY 2015-16		FY 2014-15		FY 2013-14		FY 2012-13		FY 2011-12	
	No. of Claims	Average Settlement Time (Days)	No. of Claims	Average Settlement Time (Days)	No. of Claims	Average Settlement Time (Days)	No. of Claims	Average Settlement Time (Days)	No. of Claims	Average Settlement Time (Days)
Fire	841	138	853	130	653	119	808	110	1,060	136
Marine Cargo	2,353	67	1,134	68	1,098	63	884	64	1,011	95
Marine Hull	-	-	1	1,659	1	859	4	154	9	38
Motor OD ⁴	162,794	23	143,402	21	137,308	23	123,163	26	174,296	22
Engineering	511	142	430	171	505	113	575	148	828	148
Liability	186	138	159	147	117	176	75	211	88	209
Public Liability	10	582	1	173	21	89	18	200	13	159
Health- ² Govt Approved Scheme	486,171	1	586,950	1	1,135,912	1	837,729	1	190,594	1
Health - ³ Other	59,169	21	62,845	31	58,737	32	58,772	38	64,122	33
Aviation	1	51	2	878	2	494	8	434	1	431
Public Accident	2,161	176	2,106	134	1,394	119	1,948	96	2,024	65
All Other Misc	1,036	87	1,220	147	1,147	82	1,141	78	2,613	63
Total	715,233		799,103		1,336,895		1,025,125		436,659	

Notes: 1. The above ageing does not include Motor Third Party claims which have been settled through MACT and other judicial bodies.

2. Average settlement time of Government Sponsored Schemes related to Health claims are separately shown, since they are cashless arrangements and settled on same day.

3. Average settlement time for Other Health Claims is recalculated for last four years considering cashless arrangement as same day settlement

4. Average settlement time for Motor OD claims is recalculated for last four years considering Garage Payments as same day settlement

12) A Majority of the Company's investment is in fixed income securities. The Fixed Income portion is invested mainly in Government securities and AAA or AA+ rated bonds. The primary objective when investing is Safety, Liquidity and Return. The Company monitors the cash position daily and seasonal liquidity needs are considered while planning maturities of investments. None of the fixed income investments have had any delays in servicing of interest or principal amounts. Based on the past track record, the Management has reasonable confidence in the quality and expected performance of the investments, in line with the objectives.

13) We also confirm:

- a) in the preparation of financial statements, the applicable accounting standards, principles and policies have been followed along with proper explanations relating to material departures, if any;
- b) the management has adopted accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the operating profit or loss and of the profit of the company for the year;
- c) the management has taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the applicable provisions of the Insurance Act 1938 (4 of 1938) / Companies Act, 2013(18 of 2013) , for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the management has prepared the financial statements on a going concern basis;
- e) the management has ensured that an internal audit system commensurate with the size and nature of the business exists and is operating effectively.

14) Details of payments during the financial year to individuals, firms, companies and organisations in which Directors are interested, including reimbursement-

(Rs '000)

Sr No.	Name Of Director	Entity in which Director is Interested	Interested As	Nature Of Payment	Amount
1	Mr. Rajendra P. Chitale	Reliance Capital Limited	Director	Claim Paid	10
				Reimbursement paid for expenses (Rent, Communication, Electricity, Professional fees, Maintenance Charges)	12,338
				Management fees	60,000

Reliance General Insurance

Sr No.	Name Of Director	Entity in which Director is Interested	Interested As	Nature Of Payment	Amount
				Reimbursement paid for IT services	33,492
		Reliance Life Insurance Company Limited	Director	Claim Paid	28
				Term Insurance Policy	7,719
				Gratuity	36,885
		Ambuja Cements Limited	Director	Claims Paid	78
		Reliance Defence & Engineering Limited	Director	Claims Paid	2,812
		Hinduja Global Solutions Limited	Director	Claims Paid	5,432
2	Mr. Soumen Ghosh	Reliance Life Insurance Company Limited	Director	Claim Paid	28
				Term Insurance Policy	7,719
				Gratuity	36,885
		Reliance Capital Limited	CEO/ Whole Time Director	Claims Paid	10
				Reimbursement paid for expenses (Rent, Communication, Electricity, Professional fees, Maintenance Charges)	12,338
				Management fees	60,000
				Reimbursement paid for IT services	33,492
3	Mrs. Chhaya Virani	Reliance Capital Limited	Director	Claim Paid	10
				Reimbursement paid for expenses (Rent, Communication, Electricity, Professional fees, Maintenance Charges)	12,338
				Management fees	60,000

Reliance General Insurance

Sr No.	Name Of Director	Entity in which Director is Interested	Interested As	Nature Of Payment	Amount
				Reimbursement paid for IT services	33,492

For and on behalf of the Board of Directors

Rajendra Chitale

Director (DIN No.: 0015986)

H. Ansari

Director (DIN No.: 2155529)

Chhaya Virani

Director (DIN No.: 6953556)

Soumen Ghosh

Director (DIN No.: 1262099)

Rakesh Jain

Executive Director and CEO

(DIN No.: 3645324)

Hemant K. Jain

Chief Financial Officer

Mohan Khandekar

Company Secretary (Membership No. A8515)

Place: Mumbai

Date: 29 April 2016

Pathak H.D. & Associates
Chartered Accountants
814-815, Tulsiani Chambers,
212, Nariman Point,
Mumbai - 400 021

Singhi & Co
Chartered Accountants
B2, 402B, Marathon Innova,
Off Ganpatrao Kadam Marg,
Lower Parel,
Mumbai - 400 013

INDEPENDENT AUDITORS' REPORT

**TO THE MEMBERS OF
RELIANCE GENERAL INSURANCE COMPANY LIMITED**

Report on the Financial Statements

1. We have audited the accompanying financial statements of Reliance General Insurance Company Limited (the "Company") which comprise the Balance Sheet as at March 31, 2016, the Revenue Accounts, the Profit and Loss Account and the Receipts and Payments Account for the year then ended, and a summary of significant accounting policies and other explanatory information, annexed thereto.

Management's Responsibility for the Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and receipts and payments of the Company in accordance with the requirements of the Insurance Act, 1938 as amended by Insurance Laws (Amendment) Act, 2015 (the "Insurance Act"), read with Insurance Regulatory and Development Act, 1999 (the "IRDA Act"), Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 ("the Regulations"), order/ directions, circulars, guidelines issued by the Insurance Regulatory and Development Authority of India (IRDAI) in this regard and in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014 to the extent applicable and in the manner so required. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. We have taken into account the provisions of the Insurance Act, the IRDA Act, the Regulations, the Companies Act and the Rules made there under including the accounting standards to the extent applicable and auditing standards and matters which are required to be included in the audit report.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements are prepared in accordance with the requirements of the Insurance Act, the IRDA Act, the Regulations and the Act to the extent applicable and in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, as applicable to insurance companies:
 - (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
 - (b) in the case of the Revenue Accounts, of the net surplus/deficit for the year ended on that date;
 - (c) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
 - (d) in the case of the Receipts and Payments Account, of the receipts and payments for the year ended on that date.

Emphasis of Matter

9. We draw attention to Note no.27 of Schedule 17 of Notes to financial statements, regarding provision for claims outstanding towards incurred but not reported (IBNR) and incurred but not enough reported (IBNER) and expected claim cost for Premium Deficiency Reserve creation as at March 31, 2016, which has been certified by a consulting actuary instead of the appointed actuary as required by the IRDAI Regulations, for the reasons stated therein.

Our opinion is not qualified in respect of matter described in Emphasis of Matter paragraph.

Other Matters

10. The actuarial valuation of liabilities with respect to incurred but not reported (IBNR) and incurred but not enough reported (IBNER) as on March 31, 2016 is the responsibility of the Company's Appointed Actuary (the "Appointed Actuary"). However, the Company's Appointed Actuary had resigned from the company on August 28, 2015 and the Company has made provision based on the report from an external consulting actuary and said actuary has certified actuarial valuation of liability including assumption for such valuation are in accordance with the guidelines and norms issued by the Insurance Regulatory and Development Authority of India ("IRDAI") and Institute of Actuaries of India. We have relied on the external consulting actuary and management of the Company in this regard for forming our opinion on the financial statements of the Company.

Report on Other Legal and Regulatory Requirements

11. As required by the Regulations, we have issued a separate certificate dated April 29, 2016 certifying the matters specified in paragraphs 3 and 4 of Schedule C to the Regulations.
12. Further, to our comments in the Certificate referred to in Paragraph 10 above, as required under the Regulations, read with Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and have found them to be satisfactory;
 - (b) In our opinion and to the best of our information and according to the explanations given to us, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) As the Company's financial accounting system is centralized at Head Office, no returns for the purposes of our audit are prepared at the branches and other offices of the Company;

- (d) The Balance Sheet, the Revenue Accounts, the Profit and Loss Account and the Receipts and Payments Account dealt with by this Report are in agreement with the books of account;
- (e) In our opinion and to the best of our information and according to the explanations given to us, investments have been valued in accordance with the provisions of the Insurance Act, 1938 and the Regulations and / or orders / directions/circulars/guidelines issued by the IRDAI in this behalf;
- (f) In our opinion and to the best of our information and according to the explanations given to us, the accounting policies selected by the Company are appropriate and are in compliance with the Accounting Standards referred to in Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, to the extent they are not inconsistent with the accounting principles prescribed in the Regulations and orders / directions issued by the IRDAI in this behalf;
- (g) In our opinion and to the best of our information and according to the explanations given to us, the Balance Sheet, the Revenue Accounts, the Profit and Loss Account and the Receipts and Payments Account dealt with by this report comply with the Accounting Standards referred to in Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 to the extent they are not inconsistent with the accounting principles prescribed in the Regulations and orders/directions issued by IRDAI in this regard; and
- (h) On the basis of the written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- (i) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 1".
- (j) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements as referred to in Note 1 of Schedule 17 to the financial statements;
 - ii. The Company has made provision, as required under the applicable laws or accounting standards, for material foreseeable losses, wherever applicable, on long-term contracts. Further, the Company does not have any derivative contracts.

iii. There are no amounts which are required to be transferred, to the Investor Education and Protection Fund by the Company for the year ended March 31, 2016.

For Pathak H.D. & Associates,
Chartered Accountants
Firm Registration No. 107783W

For Singhi & Co.,
Chartered Accountants
Firm Registration No. 302049E

Mukesh Mehta
Partner
Membership No. 043495

S. Chandrasekhar
Partner
Membership No. 007592

Place: Mumbai
Date: April 29, 2016

Pathak H.D. & Associates
Chartered Accountants
814-815, Tulsiani Chambers,
212, Nariman Point,
Mumbai - 400 021

Singhi & Co
Chartered Accountants
B2, 402B, Marathon Innova,
Off Ganpatrao Kadam Marg,
Lower Parel,
Mumbai - 400 013

INDEPENDENT AUDITORS' CERTIFICATE

To the Members of Reliance General Insurance Company Limited

(Referred to in paragraph 11 of our Report on Other Legal and Regulatory Requirements forming part of the Independent Auditors' Report dated April 29, 2016)

This certificate is issued to comply with the provisions of paragraphs 3 and 4 of Schedule C of the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations 2002, (the "Regulations") read with regulation 3 of the Regulations.

The Company's Board of Directors is responsible for complying with the provisions of The Insurance Act, 1938 as amended by Insurance Laws (Amendment) Act, 2015 (the "Insurance Act"), the Insurance Regulatory and Development Authority Act, 1999 (the "IRDA Act"), the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 (the "Regulations"), orders/directions issued by the Insurance Regulatory and Development Authority of India (the "IRDAI"). This includes collecting, collating and validating data and designing, implementing and monitoring of internal controls suitable for ensuring compliance as aforesaid.

Our responsibility, for the purpose of this certificate, is limited to certifying matters contained in paragraphs 3 and 4 of Schedule C of the Regulations. We conducted our examination in accordance with the Guidance Note on Audit Reports and Certificates for Special Purposes issued by the Institute of Chartered Accountants of India (the 'ICAI').

In accordance with the information and explanations given to us and to the best of our knowledge and belief and based on our examination of the books of accounts and other records maintained by **RELIANCE GENERAL INSURANCE COMPANY LIMITED** (the "Company") for the year ended March 31, 2016, we certify that:

- 1) We have reviewed the Management Report attached to the financial statements for the year ended March 31, 2016 and have found no apparent mistake or material inconsistency with the financial statements;
- 2) Based on management representations and the compliance certificate submitted to the Board of Directors by the officers of the Company charged with compliance and the same being noted by the Board, nothing has come to our attention that causes us to believe that the Company has not complied with the terms and conditions of registration as per sub section 4 of section 3 of the Insurance Act, 1938;

- 3) We have verified the cash balances, to the extent considered necessary and securities relating to Company's loans and investments as at March 31, 2016, by actual inspection and on the basis of certificates/confirmations received from the third parties/Custodians and/Depository Participants appointed by the Company, as the case may be;
- 4) The Company is not a trustee of any trust; and
- 5) No part of the assets of the Policyholders' Funds has been directly or indirectly applied in contravention of the provisions of the Insurance Act, 1938 relating to the application and investments of the Policyholders' Funds.

For Pathak H.D. & Associates,
Chartered Accountants
Firm Registration No.107783W

For Singhi & Co.,
Chartered Accountants
Firm Registration No. 302049E

Mukesh Mehta
Partner
Membership No. 043495
Place: Mumbai
Date: April 29, 2016

S. Chandrasekhar
Partner
Membership No. 007592

ANNEXURE 1 TO THE INDEPENDENT AUDITORS' REPORT

[Referred to in paragraph 12 (i) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of Reliance General Insurance Company Limited on the financial statements for the year ended March 31, 2016]

Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Reliance General Insurance Company Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing specified under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

Other Matters

The actuarial valuation of liabilities with respect to claims But Not Reported (IBNR) and claims Incurred But Not Enough Reported (IBNER) as on March 31, 2016 is required to be certified by the Appointed Actuary. However, the Company's Appointed Actuary had resigned from the Company on August 28, 2015 and the Company has made provision based on the certificate from an external consulting actuary and said actuary has certified actuarial valuation of liability including assumption for such valuation are in accordance with the guidelines and norms issued by the Insurance Regulatory and Development Authority ("IRDA") and Institute of Actuaries of India in concurrence with IRDA. Accordingly while giving our opinion with regards to adequacy and operating effectiveness of the Internal Financial Control system over financial reporting, in so far as it relates to the actuarial valuation of liabilities, we have placed reliance on the certificate from an external consulting actuary and the management of the Company.

For Singhi & Co.
Chartered Accountants
Firm Reg No.302049E

For Pathak H D & Associates
Chartered Accountants
Firm Reg No. 107783W

S. Chandrasekhar
Partner
Membership No.007592

Mukesh Mehta
Partner
Membership No.043495

Place: Mumbai
Date: April 29, 2016

Place: Mumbai
Date: April 29, 2016

Reliance General Insurance Company Limited

Registration No and Date of Registration with the IRDAI : Regn. No. 103 dated 23.10.2000

(Rs. In '000)

REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2016			
Fire Insurance Business			
Particulars	Schedule	2015-16	2014-15
Premium Earned (Net)	1	560,425	483,880
Profit / (loss) on sale/redemption of Investments (Net)		16,370	15,440
Interest, Dividend & Rent – Gross		78,832	70,021
Exchange Gain / (loss)		350	(21)
TOTAL (A)		655,977	569,320
Claims Incurred (Net)	2	362,684	364,984
Commission	3	(171,436)	(120,356)
Operating Expenses related to Insurance Business	4	228,629	166,514
Reserve for Premium Deficiency		-	-
TOTAL (B)		419,877	411,142
Operating Profit/(Loss) from Fire Business C= (A) - (B)		236,100	158,178
Appropriations			
Transfer to Shareholders' Accounts		236,100	158,178
Transfer to Catastrophe Reserve		-	-
Transfer to Other Reserves		-	-
TOTAL (C)		236,100	158,178
Significant accounting policies and notes to accounts to the Financial Statement	16 & 17		

As required by Section 40C(2) of the Insurance Act, 1938, as amended by Insurance Laws (Amendment) Act, 2015 we certify that, to the best of our knowledge and according to the information, all expenses of management, wherever incurred, whether directly or indirectly in respect of general insurance business have been fully debited in the revenue accounts as expenditure.

The Schedules referred to above form an integral part of the Financial Statements.

As per our audit report of even date attached.

For and on behalf of the Board

For Singhi & Co.

Chartered Accountants (Firm Registration no. 302049E)

S. Chandrasekhar

Partner, Membership No. 007592

Rajendra Chitale

Director (DIN : 0015986)

H. Ansari

Director (DIN : 2155529)

For Pathak H D & Associates

Chartered Accountants (Firm Registration no. 107783W)

Chhaya Virani

Director (DIN : 6953556)

Soumen Ghosh

Director (DIN : 1262099)

Mukesh Mehra

Partner, Membership No. 043495

Rakesh Jain

Executive Director & CEO
(DIN : 3645324)

Hemant K. Jain

Chief Financial Officer

Place : Mumbai

Date : April 29, 2016

Mohan Khandekar

Company Secretary (Membership No. A8515)

Reliance General Insurance Company Limited

Registration No and Date of Registration with the IRDAI : Regn. No. 103 dated 23.10.2000

(Rs. In '000)

REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2016			
Marine Insurance Business			
Particulars	Schedule	2015-16	2014-15
Premium Earned (Net)	1	268,297	218,674
Profit / (loss) on sale/redemption of Investments (Net)		6,537	5,727
Interest, Dividend & Rent – Gross		31,480	25,970
Exchange Gain / (loss)		56	57
TOTAL (A)		306,370	250,428
Claims Incurred (Net)	2	314,242	186,055
Commission	3	31,777	15,135
Operating Expenses related to Insurance Business	4	93,647	63,529
Reserve for Premium Deficiency		25,791	-
TOTAL (B)		465,457	264,719
Operating Profit/(Loss) from Marine Business C= (A) - (B)		(159,087)	(14,291)
Appropriations			
Transfer to Shareholders' Accounts		(159,087)	(14,291)
Transfer to Catastrophe Reserve		-	-
Transfer to Other Reserves		-	-
TOTAL (C)		(159,087)	(14,291)
Significant accounting policies and notes to accounts to the Financial Statement	16 & 17		

As required by Section 40C(2) of the Insurance Act, 1938, as amended by Insurance Laws (Amendment) Act, 2015 we certify that, to the best of our knowledge and according to the information, all expenses of management, wherever incurred, whether directly or indirectly in respect of general insurance business have been fully debited in the revenue accounts as expenditure.

The Schedules referred to above form an integral part of the Financial Statements.

As per our audit report of even date attached.

For and on behalf of the Board

For Singhi & Co.

Chartered Accountants (Firm Registration no. 302049E)

S. Chandrasekhar

Partner, Membership No. 007592

Rajendra Chitale

Director (DIN : 0015986)

H. Ansari

Director (DIN : 2155529)

For Pathak H D & Associates

Chartered Accountants (Firm Registration no. 107783W)

Chhaya Virani

Director (DIN : 6953556)

Soumen Ghosh

Director (DIN : 1262099)

Mukesh Mehta

Partner, Membership No. 043495

Rakesh Jain

Executive Director & CEO
(DIN : 3645324)

Hemant K. Jain

Chief Financial Officer

Mohan Khandekar

Company Secretary (Membership No. A8515)

Place : Mumbai

Date : April 29, 2016

Reliance General Insurance Company Limited

Registration No and Date of Registration with the IRDAI : Regn. No. 103 dated 23.10.2000

(Rs. In '000)

REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2016			
Miscellaneous Insurance Business			
Particulars	Schedule	2015-16	2014-15
Premium Earned (Net)	1	19,165,268	18,482,070
Profit / (loss) on sale/redemption of Investments (Net)		697,202	715,971
Interest, Dividend & Rent – Gross		3,357,502	3,247,020
Exchange Gain / (loss)		(1,016)	7,584
Misc Income		14,290	6,885
TOTAL (A)		23,233,246	22,459,530
Claims Incurred (Net)	2	17,198,214	17,492,003
Commission	3	(110,726)	(101,983)
Operating Expenses related to Insurance Business	4	6,220,947	5,146,702
Reserve for Premium Deficiency		-	-
TOTAL (B)		23,308,435	22,536,722
Operating Profit/(Loss) from Miscellaneous Business			
C= (A) - (B)		(75,189)	(77,192)
Appropriations			
Transfer to Shareholders' Accounts		(75,189)	(77,192)
Transfer to Catastrophe Reserve		-	-
Transfer to Other Reserves		-	-
TOTAL (C)		(75,189)	(77,192)
Significant accounting policies and notes to accounts to the Financial Statement	16 & 17		

As required by Section 40C(2) of the Insurance Act, 1938, as amended by Insurance Laws (Amendment) Act, 2015 we certify that, to the best of our knowledge and according to the information, all expenses of management, wherever incurred, whether directly or indirectly in respect of general insurance business have been fully debited in the revenue accounts as expenditure.

The Schedules referred to above form an integral part of the Financial Statements.

As per our audit report of even date attached.

For and on behalf of the Board

For Singhi & Co.

Chartered Accountants (Firm Registration no. 302049E)

S. Chandrasekhar
Partner, Membership No. 007592

Rajendra Chitale
Director (DIN : 0015986)

H. Ansari
Director (DIN : 2155529)

For Pathak H D & Associates
Chartered Accountants (Firm Registration no. 107783W)

Chhaya Virani
Director (DIN : 6953556)

Soumen Ghosh
Director (DIN : 1262099)

Mukesh Mehta
Partner, Membership No. 043495

Rakesh Jain
Executive Director & CEO

Hemant K. Jain
Chief Financial Officer

Place : Mumbai
Date : April 29, 2016

Mohan Khandekar
Company Secretary (Membership No. A8515)

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2016			
Particulars	2015-16	2014-15	
Operating Profit / (Loss)			
a. Fire Insurance	236,100	158,178	
b. Marine Insurance	(159,087)	(14,291)	
c. Miscellaneous Insurance	(75,189)	(77,192)	
	1,824		66,695
Income from investments			
Interest, Dividend & Rent - Gross	866,954	784,163	
Profit on sale/redemption of investments	180,924	174,410	
Less: Loss on sale/redemption of investment	(897)	(1,501)	
	1,046,981		957,072
Other Income			
Profit/(Loss) on sale/discard of assets	985	(1,071)	
Miscellaneous Income	5,647	8,744	
Excess Provision Written Back	-	36,481	
	6,832		44,154
TOTAL (A)	1,055,437		1,067,921
Provisions (Other than Taxation)			
(a) For diminution in the value of investment	-	-	
(b) For doubtful debts	19,114	76,156	
(c) Others :-			
Standard Assets w/back	-	(186)	
	19,114		75,970
Other Expenses			
Expenses other than those related to Insurance Business	36,576		30,000
Interest on refunds	4,125		148,050
Bad debt w/off	38,976		
Less:- Provision held	(38,589)	287	-
Corporate Social Responsibility Expense (Refer note no. 21 of Schedule 17)		3,515	-
Penalty (Refer note no. 28 of Schedule 17)		1,000	-
Exchange Gain / (loss)		-	-
TOTAL (B)	64,617		254,020
Profit / (Loss) Before Tax	990,820		813,901
Provision for Taxation			
Current Tax	180,629		34,700
Short Provision for earlier year	46,717		-
Deferred Tax (Refer note no. 10 of Schedule 17)	-		-
MAT Credit	(227,346)		(34,700)
Net Profit / (Loss) After Tax	990,820		813,901
Appropriations:			
(a) Interim dividends paid during the year	-	-	
(b) Proposed final dividend	-	-	
(c) Dividend Distribution Tax	-	-	
(d) Transfer to any reserve or other accounts (to be specified):	-	-	
Profit / (Loss) After appropriations	990,820		813,901
Balance of Profit / Loss brought forward from last year	(8,188,081)		(8,993,804)
Less: - Adjusted as per capital reduction scheme (Refer note no. 20 of Schedule 17)	8,188,081		
Adjustment on Account of Schedule II of the Companies Act, 2013	-		(8,178)
Balance carried forward to Balance Sheet	990,820		(8,188,081)
Basic Earning Per Share (Refer note no. 35 of Schedule 17)	8.07		6.63
Diluted Earning Per Share (Refer note no. 35 of Schedule 17)	7.78		6.59

Significant accounting policies and notes to accounts form an integral part of the Financial Statement refer schedule 16 & 17

The Schedules referred to above form an integral part of the Financial Statements.

As per our audit report of even date attached.

For Singhi & Co.

Chartered Accountants (Firm Registration no. 302049E)

For and on behalf of the Board

S. Chandrasekhar
Partner, Membership No. 007592

Rajendra Chitale
Director (DIN : 0015986)

Id. Ansari
Director (DIN : 2155529)

For Pathak H D & Associates
Chartered Accountants (Firm Registration no. 107783W)

Chhaya Virani
Director (DIN : 6953556)

Soumen Ghosh
Director (DIN : 1262099)

Mukesh Mehta
Partner, Membership No. 043495

Rakesh Jain
Executive Director & CEO
(DIN : 3645324)

Hemant K. Jain
Chief Financial Officer

Mohan Khandekar
Company Secretary (Membership No. A8515)

Place : Mumbai
Date : April 29, 2016

BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars	Schedule	31.03.2016		31.03.2015	
Sources of funds					
Share Capital	58&A		1,227,750		1,227,750
Reserves and Surplus	6		9,045,620		16,242,881
Share Application Money Pending Allotment (Refer note no. 19 of Schedule 17)			900,000		900,000
Fair Value Change Account (Refer note no. 8 of Schedule 17)			(139,547)		14,664
Borrowings	7		-		-
Total			11,033,823		18,385,295
Application of funds					
Investments	8		53,813,732		50,483,263
Loans	9		-		-
Fixed Assets	10		339,179		349,270
Deferred Tax Assets (Refer note no. 10 of Schedule 17)			372,735		372,735
Current Assets					
Cash and Bank Balances	11	1,013,015		785,878	
Advances and Other Assets	12	7,391,825		4,637,434	
Sub-Total (A)		8,404,840		5,423,312	
Current Liabilities	13	42,648,575		37,426,523	
Provisions	14	9,248,088		9,004,843	
Sub-Total (B)		51,896,663		46,431,366	
Net Current Assets (C = A - B)			(43,491,823)		(41,008,054)
Miscellaneous Expenditure (to the extent not written off or adjusted)	15		-		-
Debit Balance in Profit & Loss Account (Refer note no. 20 of Schedule 17)			-		8,188,081
Total			11,033,823		18,385,295
Significant accounting policies and notes to accounts form an integral part of the Financial Statements refer schedule 16 & 17.					

The Schedules referred to above form an integral part of the Financial Statements.

As per our audit report of even date attached.
For Singhi & Co.
Chartered Accountants (Firm Registration no. 302049E)

For and on behalf of the Board

S. Chandrasekhar
Partner, Membership No. 007592

Rajendra Chitale
Director (DIN : 0015986)

H. Ansari
Director (DIN : 2155529)

For Pathak H D & Associates
Chartered Accountants (Firm Registration no. 107783W)

Chhaya Virani
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Mukesh Mehta
Partner, Membership No. 043495

Rakesh Jain
Executive Director & CEO (DIN : 3645324)

Hemant K. Jain
Chief Financial Officer

Place : Mumbai
Date : April 29, 2016

Mohan Khandekar
Company Secretary (Membership No. A8515)

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016
Schedule- 1
Premium Earned (Net of Service Tax)

(Rs. in '000)

Particulars	Financial year	Premium from direct business written	Premium on reinsurance accepted	Premium on reinsurance ceded	Net Premium (3+4-5)	Change in reserve for unexpired risks	Net Premium Earned (5+7)
1	2	3	4	5	6	7	8
Fire	2015-16	2,590,774	604,124	2,521,215	673,683	(113,258)	560,425
	2014-15	1,893,182	296,825	1,628,339	561,668	(77,788)	483,880
Marine Cargo	2015-16	413,662	18,870	145,787	286,745	(19,860)	266,885
	2014-15	415,588	1,093	188,728	227,953	(10,947)	217,006
Marine Hull	2015-16	94,248	-	92,587	1,661	(249)	1,412
	2014-15	44,297	-	43,268	1,029	639	1,668
Marine Total	2015-16	507,910	18,870	238,374	288,406	(20,109)	268,297
	2014-15	459,885	1,093	231,996	228,982	(10,308)	218,674
Motor OD	2015-16	7,947,724	-	1,686,374	6,261,350	(200,987)	6,060,363
	2014-15	7,581,450	27	1,540,924	6,040,553	468,985	6,509,538
Motor TP	2015-16	8,657,535	63,802	1,769,200	6,952,137	(50,014)	6,902,123
	2014-15	8,843,908	(23,635)	1,758,875	7,061,398	(268,300)	6,793,098
Motor Total	2015-16	16,605,259	63,802	3,455,574	13,213,487	(251,001)	12,962,486
	2014-15	16,425,358	(23,608)	3,299,799	13,101,951	200,685	13,302,636
Employer's Liability	2015-16	93,948	-	4,698	89,250	(3,244)	86,006
	2014-15	79,857	-	5,818	74,039	(1,503)	72,536
Public Liability	2015-16	312,925	111	255,669	57,367	(5,044)	52,323
	2014-15	261,232	5,010	223,353	42,889	3,859	46,748
Engineering	2015-16	531,953	66,646	422,992	175,607	(8,574)	167,033
	2014-15	674,531	81,628	596,100	160,059	(7,975)	152,084
Aviation	2015-16	54,615	-	53,443	1,172	(190)	982
	2014-15	31,081	-	30,256	825	165	990
Personal Accident	2015-16	274,745	6,430	28,308	252,867	103,040	355,907
	2014-15	376,090	9,131	35,624	349,597	(89,040)	260,557
Health	2015-16	5,370,912	3,878	337,867	5,036,923	101,991	5,138,914
	2014-15	4,820,914	-	629,587	4,191,327	40,767	4,232,094
Other Misc.	2015-16	1,572,595	307	1,151,317	421,585	(19,968)	401,617
	2014-15	2,136,191	2,029	1,765,874	372,346	42,079	414,425
Misc Total	2015-16	24,816,952	141,174	5,709,868	19,248,258	(82,990)	19,165,268
	2014-15	24,805,254	74,190	6,586,411	18,293,033	189,037	18,482,070
Total	2015-16	27,915,636	764,168	8,469,457	20,210,347	(216,357)	19,993,990
Total	2014-15	27,158,321	372,108	8,446,746	19,083,683	100,941	19,184,624

RELIANCE

General Insurance

Reliance General Insurance Company Limited

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016

Schedule- 2

Claims Incurred (Net)

(Rs. In '000)

Particulars	Financial year	Claims Paid from direct business written	Claims Paid on reinsurance Accepted	Claims Recovered on reinsurance ceded	Net Claims Paid (3+4-5)	Out-standing Claims at the end of the Year	Out-standing Claims at the beginning of the Year	Net Claims Incurred (6+7-8)
1	2	3	4	5	6	7	8	9
Fire	2015-16	1,242,062	78,396	993,935	326,523	518,417	482,256	362,684
	2014-15	1,024,161	71,401	801,998	293,564	482,256	410,836	364,984
Marine Cargo	2015-16	490,972	11,409	257,878	244,503	279,875	210,778	313,600
	2014-15	370,020	1,268	225,141	146,147	210,778	170,956	185,969
Marine Hull	2015-16	17,078	-	16,854	224	1,069	651	642
	2014-15	1,914	-	1,842	72	651	637	86
Marine Total	2015-16	508,050	11,409	274,732	244,727	280,944	211,429	314,242
	2014-15	371,934	1,268	226,983	146,219	211,429	171,593	186,055
Motor OD	2015-16	4,569,952	-	1,039,491	3,530,461	1,262,212	1,333,521	3,459,151
	2014-15	4,504,593	-	465,175	4,039,418	1,333,521	1,722,057	3,650,882
Motor TP	2015-16	5,889,598	54,500	360,039	5,584,059	22,773,913	20,501,493	7,856,480
	2014-15	4,897,669	79,496	253,552	4,723,613	20,501,493	16,747,101	8,478,005
Motor Total	2015-16	10,459,550	54,500	1,399,530	9,114,520	24,036,125	21,835,014	11,315,631
	2014-15	9,402,262	79,496	718,727	8,763,031	21,835,014	18,469,158	12,128,887
Employer's Liability	2015-16	25,592	-	1,915	23,677	56,949	40,644	39,982
	2014-15	32,577	-	2,431	30,146	40,643	38,757	32,032
Public Liability	2015-16	6,705	-	885	5,820	60,478	47,225	19,073
	2014-15	2,354	-	235	2,119	47,225	26,945	22,399
Engineering	2015-16	641,314	15,581	528,296	128,599	217,433	242,096	103,936
	2014-15	640,202	23,998	556,706	107,494	242,096	204,121	145,469
Aviation	2015-16	98,044	-	97,897	147	2,397	2,125	419
	2014-15	9,014	-	8,770	244	2,125	1,713	656
Personal Accident	2015-16	433,994	10,216	121,491	322,719	267,523	238,352	351,890
	2014-15	437,946	6,906	221,396	223,456	238,352	152,505	309,303
Health	2015-16	4,791,975	-	307,878	4,484,097	1,598,619	1,166,690	4,916,026
	2014-15	4,993,052	286	689,375	4,303,963	1,166,690	950,880	4,519,773
Other Misc.	2015-16	2,087,092	2	1,648,235	438,859	385,301	372,903	451,257
	2014-15	489,848	-	381,996	107,852	372,904	147,272	333,484
Misc Total	2015-16	18,544,266	80,299	4,106,127	14,518,438	26,624,825	23,945,049	17,198,214
	2014-15	16,007,255	110,686	2,579,636	13,538,305	23,945,049	19,991,351	17,492,003
Total	2015-16	20,294,378	170,104	5,374,794	15,089,688	27,424,186	24,638,734	17,875,140
Total	2014-15	17,403,350	183,355	3,608,617	13,978,088	24,638,734	20,573,780	18,043,042

Reliance General Insurance Company Limited

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016

Schedule- 3

Commission (Net)

(Rs. In '000)

Particulars	Financial year	Commission Paid	Commission paid on reinsurance accepted	Commission received from reinsurance ceded	Net commission (3+4-5)
1	2	3	4	5	6
Fire	2015-16	114,501	26,095	312,032	(171,436)
	2014-15	101,363	14,552	236,271	(120,356)
Marine Cargo	2015-16	38,754	1,916	8,450	32,220
	2014-15	33,200	15	11,900	21,315
Marine Hull	2015-16	2,158	-	2,601	(443)
	2014-15	65	-	6,245	(6,180)
Marine Total	2015-16	40,912	1,916	11,051	31,777
	2014-15	33,265	15	18,145	15,135
Motor OD	2015-16	669,632	-	685,332	(15,700)
	2014-15	661,175	-	306,874	354,301
Motor TP	2015-16	5,654	-	88,946	(83,292)
	2014-15	10,885	-	312,958	(302,073)
Motor Total	2015-16	675,286	-	774,278	(98,992)
	2014-15	672,060	-	619,832	52,228
Employer's Liability	2015-16	8,744	-	705	8,039
	2014-15	7,216	-	603	6,613
Public Liability	2015-16	12,582	1	11,880	703
	2014-15	9,797	125	8,994	928
Engineering	2015-16	39,444	3,718	83,447	(40,285)
	2014-15	36,420	4,896	123,954	(82,638)
Aviation	2015-16	16	-	3,571	(3,555)
	2014-15	81	-	2,808	(2,727)
Personal Accident	2015-16	26,215	64	2,186	24,093
	2014-15	23,759	91	2,210	21,640
Health	2015-16	174,071	39	57,749	116,361
	2014-15	177,815	-	82,204	95,611
Other Misc.	2015-16	23,874	4	140,968	(117,090)
	2014-15	27,945	1	221,584	(193,638)
Misc Total	2015-16	960,232	3,826	1,074,784	(110,726)
	2014-15	955,093	5,113	1,062,189	(101,983)
Total	2015-16	1,115,645	31,837	1,397,867	(250,385)
	2014-15	1,089,721	19,680	1,316,605	(207,204)

Schedule 3 A

Commission Paid - Direct

(Rs. In '000)

Particulars	Paid in India		Paid Outside India	
	2015-16	2014-15	2015-16	2014-15
Agents	634,016	716,753	-	-
Brokers	349,193	318,272	-	-
Corporate agency	130,362	54,599	-	-
Web Aggregator	2,074	97	-	-
Others	-	-	-	-
Total	1,115,645	1,089,721	-	-

Reliance General Insurance Company Limited

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016

Schedule-4 Operating Expenses related to Insurance business

(Rs. In '000)

Particulars	2015-16	2014-15
Employees' remuneration & welfare benefits	2,026,824	1,671,270
Company's contribution to Provident fund and others	125,962	113,890
Travel, conveyance and vehicle running expenses	129,660	109,547
Rents, rates & taxes	240,254	189,038
Repairs	305,758	298,606
Printing & Stationery	55,588	47,784
Communication expenses	124,577	102,875
Postage expenses	94,845	52,643
Legal & professional charges	135,887	140,730
Auditors Fees, expenses, etc.		
a. As auditor	4,531	4,548
b. As advisor or in any other capacity, in respect		
(i) Taxation matters	-	-
(ii) Insurance matters	-	-
(iii) Management services; and	-	-
c. In any other capacity	4,531	4,548
Advertisement and Publicity	2,585,263	1,905,380
Interest & Bank Charges	29,379	28,132
Service Tax Expenses	81,821	137,834
Others :		
Directors' Sitting fees	1,181	1,100
Entertainment Expenses	7,184	7,303
Office Maintenance Expenses	141,721	157,688
Training & Recruitment Expenses	171,770	122,447
Depreciation	174,338	134,347
Office Management Expenses	60,150	60,000
Subscriptions and Membership Fees	32,725	30,602
Coinurance Expenses (net)	9,568	34,028
Miscellaneous expenses	40,813	56,953
TOTAL	6,579,799	5,406,745
Allocation:		
Fire Revenue Account	228,829	166,514
Marine Revenue Account	93,647	63,529
Miscellaneous Revenue Account	6,220,947	5,146,702
Expenses not relating to Insurance Business taken in Profit & Loss A/c	36,576	30,000
TOTAL	6,579,799	5,406,745

Schedule-5 Share Capital

Particulars	2015-16	2014-15
Authorized Capital		
20,00,00,000 (Previous Year 20,00,00,000) Equity Shares of Rs10 each	2,000,000	2,000,000
Issued Capital		
12,27,74,960 (Previous Year 12,27,74,960) Equity Shares of Rs10 each	1,227,750	1,227,750
Subscribed Capital		
12,27,74,960 (Previous Year 12,27,74,960) Equity Shares of Rs10 each	1,227,750	1,227,750
Called Up Capital		
12,27,74,960 (Previous Year 12,27,74,960) Equity Shares of Rs10 each	1,227,750	1,227,750
Less: Calls Unpaid	-	-
Add : Equity Share forfeited (Amount originally paid up)	-	-
Less: Par value of Equity shares bought back	-	-
Less:(i) Preliminary Expenses to the extent not written off	-	-
(ii) Expenses including commission or brokerage on underwriting or subscription of shares	-	-
Total	1,227,750	1,227,750

Note: Of the above 12,21,10,660 shares are held by Holding Company, Reliance Capital Limited (previous period 12,21,10,660 Equity shares).

Reliance General Insurance Company Limited

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016

Schedule-5A Pattern of Share Holding (As certified by the Management)

(Rs. in '000)

Shareholder	2015-16		2014-15	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Promoters- Indian				
Holding Company- Indian	122,110,660	99.46%	122,110,660	99.46%
Holding Company- Foreign	-	-	-	-
Others				
Reliance General Insurance Employees Benefit Trust	664,300	0.54%	664,300	0.54%
Total	122,774,960	100.00%	122,774,960	100%

Schedule-6 Reserves and Surplus

Particulars	2015-16		2014-15	
Capital Reserve		-		-
Capital Redemption Reserve		-		-
Share Premium:-				
Opening Balance	16,242,881		16,242,881	
Less: - Adjusted as per capital reduction scheme (Refer note no. 20 of Schedule 17)	8,188,081		-	
Closing Balance		8,054,800		16,242,881
General Reserve		-		-
Catastrophe Reserve		-		-
Other Reserves		-		-
Balance in Profit and Loss Account		990,820		-
Total		9,045,620		16,242,881

SCHEDULE - 7 Borrowings

Particulars	2015-16		2014-15	
Debentures/ Bonds		-		-
Banks		-		-
Financial Institutions		-		-
Others		-		-
Total		-		-

SCHEDULE - 8 Investments

Particulars	2015-16		2014-15	
LONG TERM INVESTMENTS				
Government securities and Government guaranteed bonds including Treasury Bills	13,380,607		16,126,270	
Other Approved Securities	4,179,438		704,848	
Other Investments :				
(a) Shares				
(aa) Equity	534,837		628,319	
(bb) Preference	-		-	
(b) Mutual Funds	-		-	
(c) Derivative Instruments	-		-	
(d) Debentures/ Bonds	11,464,068		12,047,660	
(e) Other securities	-		-	
(f) Subsidiaries	-		-	
(g) Investment Properties-Real Estate	-		-	
Investments in Infrastructure and social sector	9,687,547		8,705,315	
Other than Approved Investments	1,234,062		558,170	
Total Long Term Investments		40,480,559		38,770,582
SHORT TERM INVESTMENTS				
Government securities and Government guaranteed bonds including Treasury Bills	-		-	
Other Approved Securities	-		19,930	
Other Investments :				
(a) Shares				
(aa) Equity	-		-	
(bb) Preference	-		-	
(b) Mutual Funds	1,113,014		1,049,043	
(c) Derivative Instruments	-		-	
(d) Debentures/ Bonds	8,013,400		7,131,744	
(e) Other securities	-		-	
(f) Subsidiaries	-		-	
(g) Investment Properties-Real Estate	-		-	
Investments in Infrastructure and social sector	3,378,746		3,260,452	
Other than Approved Investments	828,013		251,512	
Total Short Term Investments		13,333,173		11,712,681
Total		53,813,732		50,483,263

1. The value of Investment Other than listed equity shares is as follows: Rs in '000

Particulars	Current Year	Previous Year
Book Value	53,101,572	49,619,807
Market Value	53,450,042	50,387,096

2. During the Period, Company has withdrawn deposits under section 7 of the Insurance Act, 1938 in accordance with IRDAI circular IRDAI/F&I/CIR/INV/093/04/2015 dated 30th April, 2015 and hence balance as on 31st March, 2016 is NIL(as at 31st March 2015 Rs. 129,075 thousands).

3. All the above investments are performing assets.

4. The company has not segregated the investments separately between policyholder's funds and shareholders funds, due to practical difficulty and the same has been approved by the Board of Directors as per requirement of Master circular on Preparation of Financial Statements vide circular no. IRDAI-F&I-CIR-F&A-231-10-2012

Reliance General Insurance Company Limited

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016

SCHEDULE - 9 LOANS

(Rs. In '000)

Particulars	2015-16		2014-15	
SECURITY-WISE CLASSIFICATION				
Secured				
(a) On mortgage of property				
(aa) In India	-		-	
(bb) Outside India	-		-	
(b) On Shares, Bonds, Govt. Securities	-		-	
(c) Others (to be specified)	-		-	
Unsecured	-		-	
TOTAL				
BORROWER-WISE CLASSIFICATION				
(a) Central and State Governments	-		-	
(b) Banks and Financial Institutions	-		-	
(c) Subsidiaries	-		-	
(d) Industrial Undertakings	-		-	
(e) Others - Trustees of Reliance General Insurance Employee's Benefit Trust	-		-	
TOTAL				
PERFORMANCE-WISE CLASSIFICATION				
(a) Loans classified as standard				
(aa) In India	-		-	
(bb) Outside India	-		-	
(b) Non-performing loans less provisions				
(aa) In India	-		-	
(bb) Outside India	-		-	
TOTAL				
MATURITY-WISE CLASSIFICATION				
(a) Short Term	-		-	
(b) Long Term	-		-	
TOTAL				

Schedule-11 Cash and Bank Balances

Particulars	2015-16		2014-15	
Cash (including cheques, drafts and stamps on hand)		59,971		50,598
Bank Balances				
(a) Deposit Accounts				
(aa) Short - term (due within 12 months)	75,285		74,735	
(aa) Others	-		-	
(b) Current Accounts*	472,974		440,195	
(c) Cheques on Hand	404,785	953,044	220,250	735,180
Money at Call and Short Notice				
(a) With Bank	-		-	
(b) With other Institutions	-		-	
Others				
Total		1,013,015		785,878
Balances with non-scheduled banks included in (Current Accounts) above		-		-
Total		1,013,015		785,878

Short term deposit represents fixed deposit given to bank for bank guarantee.

* Rs 130,044 thousand (Previous Year Rs 196009 thousand) is earmarked for specified purpose in a separate bank account.

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016

Schedule-12 Advances and Other Assets

(Rs. in '000)

Particulars	2015-16		2014-15	
Advances				
Reserve deposits with Ceding Companies		-		-
Application money for investments		-		-
Prepayments		34,358		46,374
Advances to Directors/ Officers		-		-
Advance tax paid and taxes deducted at source (Net of provision for taxation)		47,445		78,021
MAT Credit Entitlement		262,046		34,700
Others				
- Rental & Other Deposits	339,084		299,468	
- Advances to Staff	2,193		1,957	
- Unutilised Service Tax Credit and VAT	44,769		42,590	
- Other Advances & Deposits	2,335,828	2,721,874	78,340	422,355
Other Assets				
Income accrued on investments	1,898,900		1,890,825	
Outstanding Premiums	749,950		529,200	
Agents' Balances	812		714	
Foreign Agency Balances	-		-	
Repossessed Stock	0		-	
Due from other entities carrying on insurance business	2,260,258		1,981,006	
Less Provision for doubtful debts	(383,818)	4,326,102	(335,761)	4,055,984
Total		7,391,825		4,637,434

Schedule-13 Current Liabilities

Particulars	2015-16		2014-15	
Agent's Balances		64,618		91,793
Balances due to other insurance companies		3,530,489		2,429,694
Premium received in Advance		108,256		84,530
Unallocated Premium		817,153		505,602
Sundry Creditors		1,824,492		1,127,389
Claims Outstanding	34,628,145		31,859,612	
Add : Provision for Doubtful Reinsurance Recoveries	137,330	34,765,475	137,330	31,996,942
Due to Officers / Directors		-		-
Others :				
- Unclaimed amount of policyholders	504,680		746,482	
- Environmental Relief Fund Payable (Refer note no. 17 of Schedule 17)	12		51	
- Temporary Book Overdraft as per accounts	759,708		322,495	
- Employee Related Payables	36,409		19,230	
- Statutory Dues	152,057		85,995	
- Service Tax & VAT Liability	87,226	1,540,092	16,320	1,190,573
Total		42,648,575		37,426,523

Schedule-14 Provisions

Particulars	2015-16		2014-15	
Reserve for Unexpired Risk		9,100,313		8,883,956
For Taxation (less advance tax paid and Tax deducted at source)		-		-
For Proposed Dividends		-		-
For Dividend distribution tax		-		-
Reserve for Premium Deficiency		25,791		-
Others :				
- For Gratuity	2,777		4,179	
- For Leave Encashment	19,207		16,708	
- For Risk Reserves	100,000	121,984	100,000	120,887
Total		9,248,088		9,004,843

SCHEDULE - 15 Miscellaneous Expenditure

Particulars	2015-16		2014-15	
Discount Allowed in issue of shares/ debentures		-		-
Others (to be specified)		-		-
Total		-		-

RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2016

(Rs. in '000)

Particulars	Current Period	Previous Period
Cash flows from operating activities :		
Direct Premiums received	27,937,362	27,196,885
Payment to re-insurers, net of commissions and claims.	(14,569)	3,541,607
Payment to co-insurers, net claims recovery	(81,407)	481,199
Direct Claims Paid	(20,408,911)	(17,306,508)
Direct Commission / Brokerage Payments	(1,156,394)	(1,065,413)
Payment of other operating expenses	(6,078,368)	(5,523,995)
Preliminary and pre-operating expenses	-	-
Deposits, Advances, and Staff loans	(393,237)	(490,968)
Service Tax (Net)	68,728	56,435
Income tax paid (Net)	(196,419)	(105,043)
Wealth tax paid	-	-
Misc Receipts/payments	13,682	14,510
Cash flow before extraordinary items	(309,533)	6,798,709
Cash flow from extraordinary operations	-	-
Cash flow from operating activities	(309,533)	6,798,709
Cash flows from investing activities :		
Purchase of investments	(65,911,228)	(46,918,212)
Sale of Investments (including gain/ Loss)	59,709,619	39,452,906
Purchase of fixed Assets	(175,453)	(237,274)
Proceeds from sale of fixed assets	12,134	10,484
Rent/ Interest/ Dividends received	4,441,529	3,655,873
Investment in money market instruments and in liquid mutual funds (Net)	2,059,433	(3,589,995)
Repayment received on Loan Given	-	46,501
Expenses related to investments	(36,576)	(30,000)
Net Cash flow from investing activities	99,457	(7,609,718)
Cash flows from financing activities :		
Proceeds from Issuance of Share Capital	-	-
Share Application Money Received	-	900,000
Proceeds from borrowings	-	-
Repayment of borrowings	-	-
Interest/ Dividend Paid	-	-
Cash flow from financing activities	-	900,000
Net increase in cash & cash equivalents	(210,076)	88,991
Cash and cash equivalents at the beginning of the year	463,383	374,393
Cash and cash equivalents at the end of the period including Bank Overdraft	253,307	463,383

Cash and cash Equivalent at the end of the period:		
Cash & Bank balance as per schedule	1,013,015	785,878
Less: Temporary book over draft as per schedule	759,708	322,495
Cash and Cash Equivalent at the end including Bank Overdraft	253,307	463,383

Significant accounting policies and notes to accounts form an integral part of the Financial Statements refer schedule 16 & 17.

As per our Audit report of even date attached,
For Singhi & Co.
Chartered Accountants (Firm Registration no. 302049E)

For and on behalf of the Board

S. Chandrasekhar
Partner, Membership No. 007592

Rajendra Chitale
Director (DIN No.: 0015986)

H. Ansari
Director (DIN No.: 2155529)

For Pathak H D & Associates
Chartered Accountants (Firm Registration no. 107783W)

Chhaya Virani
Director (DIN No.: 6953556)

Soumen Ghosh
Director (DIN No.: 1262099)

Mukesh Mehta
Partner, Membership No. 043495

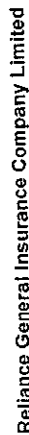
Rakesh Jain
Executive Director & CEO
(DIN No : 3645324)

Hemant K. Jain
Chief Financial Officer

Place : Mumbai

Mohan Khandekar
Company Secretary (Membership No. A8515)

Date : April 29, 2016



SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016

Schedule 10 - Fixed Assets

(Rs. in '000)

Schedule 10 - Fixed Assets									
Description	Gross Block				Depreciation			Net Block	
	As at 01-04-15	Additions	Deductions	As at 31-03-16	As at 01-04-15	Additions	Deduction	As at 31-03-16	As at 31-03-15
Furniture & Fixings	76,310	11,412	1,296	86,427	50,636	20,448	977	70,106	25,674
Leasehold Improvements	53,191	9,786	89	62,888	33,031	6,220	18	39,234	23,654
Information Technology Equipment	245,719	45,310	4,672	286,357	186,277	42,367	4,269	226,375	57,442
Intangible Asset (Computer Software)	620,546	72,098	114,923	577,719	439,243	81,267	114,466	406,043	181,303
Vehicles	830	-	-	930	894	36	-	930	36
Office Equipment	206,911	16,461	10,264	213,118	151,714	23,730	9,327	186,117	55,197
Plant & Machinery	6,851	-	1,010	5,841	6,364	271	1,011	5,624	487
Total	1,210,458	155,086	132,244	1,233,280	870,169	174,338	130,088	914,429	340,299
Capital WIP	8,972	20,330	8,973	20,329	-	-	-	-	8,972
Grand Total	1,219,429	175,395	141,216	1,253,609	870,169	174,338	130,088	914,429	349,270
Previous Period (2014-15)	1,003,230	237,274	21,075	1,219,429	746,420	134,347	9,608	870,169	349,270

SCHEDULE – 16

Significant accounting policies forming part of the financial statements as at 31st March 2016

1. Background

Reliance General Insurance Company Limited (hereinafter referred to as “the Company”) was incorporated on August 17, 2000. The Company is a subsidiary of Reliance Capital Limited. The Company obtained regulatory approval to undertake General Insurance business on October 23, 2000 from the Insurance Regulatory and Development Authority of India (“IRDAI”).

The Company’s certificate of renewal of registration dated February 25, 2014 was valid till March 31, 2015. Pursuant to section 3 read with section 3A of the Insurance Act, 1938 as amended by the Insurance Laws (Amendments) Act, 2015, said certificate shall consequentially continue to be in force from April 1, 2015.

2. Basis of Preparation of Financial Statements

The accompanying financial statements are drawn up in accordance with the Insurance Regulatory and Development Authority Act, 1999, The Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor’s Report of Insurance Companies) Regulations 2002, and orders and directions issued by IRDAI in this behalf and the Regulations framed there under read with relevant provisions of The Insurance Act, 1938, as amended by Insurance Laws (Amendment) Act, 2015 and The Companies Act, 2013 to the extent applicable. The financial statements have been prepared under historical cost convention and on accrual basis in accordance with the generally accepted accounting principles, in compliance with the Accounting Standard (AS) as prescribed in section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules 2014, to the extent applicable and conform to the statutory provisions in regard to general insurance operations in India.

3. Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles require management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of the financial statements. Actual results may differ from those estimates and assumptions. The estimates and assumptions used in the accompanying financial statements are based upon management’s evaluation of the relevant facts and circumstances as on the date of the financial statements. Any revision to accounting estimates is recognized prospectively in current and future periods.

4. Revenue Recognition

a. Premium income

Premium (net of service tax) is recognized as income over the contract period or the period of risk whichever is appropriate. Any subsequent revisions to or cancellations of premium are recognised in the year in which they occur.

b. Income from reinsurance ceded

- i. Commission income on reinsurance ceded is recognized as income in the period in which reinsurance premium is ceded.
- ii. Profit commission under reinsurance treaties, wherever applicable, is recognized on accrual basis. Any subsequent revisions of profit commission are recognized in the year in which final determination of the profits are intimated by reinsurers.

c. Income earned on investments

Interest income is recognized on accrual basis. Accretion of discount and amortization of premium relating to debt securities is recognized over the holding / maturity period on constant yield to maturity method. Dividend is recognized when right to receive dividend is established.

Realized profit or loss on sale/redemption of securities is recognized on trade date basis. In determining the realized profit and loss, the cost of securities is arrived at on weighted average cost basis. Further, in case of listed equity shares and mutual funds the profit and loss also includes accumulated changes in the fair value previously recognized in the fair value change account and includes effects on accumulated fair value changes, previously recognized, for specific investments sold/redeemed during the year.

5. Premium Received in Advance

Premium received in advance represents premium received in respect of policies issued during the year, where the risk commences subsequent to the balance sheet date.

6. Reinsurance Premium

- i. Insurance premium ceded is accounted in the year in which the risk commences and recognized over the Contract period. Any subsequent revision to refunds & cancellation of policies are recognized in the year in which they occur.
- ii. Reinsurance inward is accounted to the extent of the returns received from the reinsurer.

7. Reserve for Unexpired Risk

Reserve for unexpired risk is made on the amount representing that part of the net premium written which attributable to, and to be allocated to the succeeding accounting period using 1/365 method.

8. Claims Incurred

Claims incurred comprises of claims paid (net of salvage and other recoveries), change in estimated liability for outstanding claims made following a loss occurrence reported and change in estimated liability for claims Incurred But Not Reported ('IBNR') and claims Incurred But Not Enough Reported ('IBNER').

Further, claims incurred also include specific claim settlement costs such as survey / legal fees and other directly attributable costs.

Salvaged vehicles are recognized on realization basis.

Claims (net of amounts receivable from reinsurers/coinsurers) are recognised on the date of intimation on management estimates of ultimate amounts likely to be paid on each claim based on the past experience. These estimates are progressively revalidated on availability of further information.

IBNR represents that amount of claims that may have been incurred during the accounting period but have not been reported or claimed. The IBNR provision also includes provision, if any, required for claims IBNER. Estimated liability for claims Incurred But Not Reported ('IBNR') and claims Incurred But Not Enough Reported ('IBNER') is required to be certified by the Appointed Actuary of the Company. However, during the current year the company has made the provision based on the report from an external consulting Actuary.

9. Acquisition Cost

Acquisition costs are costs that vary with and are primarily related to acquisition of insurance contracts and are expensed in the period in which they are incurred.

10. Loans

Loans are stated at historical cost, subject to provision as per master circular IRDA/F&I/CIR/F&A/231/10/2012 dated October 5th, 2012 and impairment, if any.

11. Premium Deficiency

Premium deficiency is recognized if the cost of expected net claim cost, related expenses and maintenance cost exceeds the sum of related premium carried forward to subsequent accounting period as the reserve for unexpired risk. Premium deficiency is recognised for the Company at reportable segmental revenue account (i.e. Fire, Marine and Miscellaneous). The Company considers maintenance cost as relevant cost incurred for ensuring claim handling operations. The expected claim cost is required to be calculated and duly certified by the Appointed Actuary of the Company. However, during the current year the company has made the provision based on the report from an external consulting Actuary.

12. Investments

- i. Investments maturing within twelve months from the Balance Sheet date are classified as short term investments. Investments other than short term investments are classified as long term investments
- ii. Investments are carried at cost on weighted average basis. Cost includes brokerage, securities transactions tax, stamp duty and other charges incidental to transactions.
- iii. Investment in debt securities is shown in the Balance sheet at historical cost subject to amortisation/accretion of the premium/discount over the maturity period based on constant yield to maturity method.

- iv. Investment in equity shares as at the Balance Sheet date is stated at fair value and fair value is the last quoted closing price on the National Stock Exchange. However, in case of any stock not being listed in National Stock Exchange, then the last quoted closing price in Bombay Stock Exchange is taken as fair value. Unrealized gains/losses are credited / debited to fair value change account.
- v. Investment in Mutual Funds units is stated at latest available Net Asset Value (NAV) at the time of valuation at Balance Sheet date. Unrealized gains/losses are credited / debited to fair value change account.
- vi. In accordance with the regulations, unrealized gain/loss arising due to changes in fair value of listed equity shares is taken to the fair value change account. This balance in the fair value change account is not available for distribution, pending crystallizations.

13. Impairment of Investments

The Company assesses at each Balance Sheet date whether there is any indication that any investment in equity or units of mutual funds is impaired. If any such indication exists, the carrying value of such investment is reduced to its recoverable amount and the impairment loss is recognized in the revenue(s)/profit and loss account. If at the Balance Sheet date there is any indication that a previously assessed impairment loss no longer exists, then such loss is reversed and investment is restated to that extent.

14. Fixed Assets & Depreciation/Amortisation

- i. Fixed assets are stated at cost less accumulated depreciation.
- ii. Depreciation on Fixed Assets is provided on useful life basis at the rates and the manner provided in Schedule II of the Companies Act, 2013 except for point v, vi and vii mentioned below.
- iii. Lease Hold Improvements, is amortized over the primary period of lease.
- iv. Capital work-in-progress includes assets not ready for intended use and is carried at cost, comprising direct cost and related incidental expenses.
- v. Assets purchased for value not exceeding Rs. 5000/- is fully depreciated in the year of purchase.
- vi. Intangible assets are stated at cost of acquisition less accumulated amortization. The same is amortized over a period of four years on straight line basis as per technical advice.
- vii. Based on the technical advice, the use lives for Mobile Handset, Camera, Tablet PC are amortized over a period of two years on straight line basis.

15. Impairment of Assets

The Company assesses at each Balance Sheet Date whether there is any indication that any asset may be impaired. If any such indication exists, the carrying value of such assets is reduced to its recoverable amount and the impairment loss is recognized in the profit and loss account. If at the Balance Sheet date there is any indication that a previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to that extent.

16. Operating Lease

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased asset are classified as operating leases. Operating lease payments of assets/premises taken on operating lease are recognised as an expense in the revenue(s) and profit and loss account over the lease term on straight-line basis.

17. Employee Benefits

I. Short Term Employee Benefits

All employee benefits payable within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, bonus and other short term benefits are recognized in the period in which the employee renders the services. All short term employee benefits are accounted on undiscounted basis.

II. Long Term Employee Benefits

The Company has both defined contribution and defined benefit plans. The plans are financed by the Company and in the case of some defined contribution plans, by the Company along with its employees.

A. Defined Contribution Plan

The company's superannuation scheme and provident fund scheme are defined under contribution plans. The contributions paid/payable under the scheme are recognized immediately in the Profit and Loss accounts and revenue accounts as applicable.

B. Defined Benefit Plan

The employee's gratuity scheme is a defined benefit plan. The present value of the obligation under such defined benefit plan is determined at each balance sheet date based on actuarial valuation carried out by an independent actuary using projected unit credit method. Actuarial gains and losses are recognized immediately in the Profit and Loss accounts and revenue accounts as applicable. To the extent the benefit are already vested, past service cost is recognized immediately.

III. Other Long Term Employee Benefits

Provision for other long term benefits includes accumulated compensated absences that are entitled to be carried forward for future encashment or availment, at the option of the employer subject to the rules framed by the Company which are expected to be availed or encashed beyond twelve months from the Balance Sheet date. The Company's liability towards these other long term benefits are accrued and provided for on the basis of an actuarial valuation using projected unit credit method made at the end of the financial year.

IV. Phantom Stock Option Scheme

Phantom Stock Option Scheme, 2015 ('the Scheme') are cash settled rights where the Employees are entitled to get cash compensation based on a formula linked to the Fair Market Value of Shares upon

exercise of the Phantom Stock Options. The Company's liability towards the scheme is accounted for on the basis of an independent actuarial valuation done at the year end using projected unit credit method and any actuarial gains/losses are charged to the revenue account or the profit and loss account, as applicable over the vesting period on straight line method.

18. Foreign Currency Transaction

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the time of transaction. Monetary items denominated in foreign currencies at the year end are reinstated at the year end rates. Non-monetary foreign currency items are carried at cost. Any gain or loss on account of exchange difference either on settlement or on translation is recognized in the Profit and Loss account and Revenue Accounts as applicable.

19. Forward Contract Transaction

In case of forward exchange contracts entered into, to hedge the foreign currency exposure in respect of monetary items, the difference between the exchange rate on the date of such contracts and the period end rate is recognized in the Profit and Loss Account. Any profit / loss arising on cancellation of forward exchange contract is recognized as income or expense of the year.

20. Provision for Taxation

The Company provides for Income Tax in accordance with the provisions of Income Tax Act 1961. Provision for Income Tax is made on the basis of estimated taxable income for the year at current rates. Tax expenses comprises of both Current Tax and Deferred Tax at the applicable enacted or substantively enacted rates. Current tax represents the amounts of Income Tax payable/recoverable in respect of the taxable income/loss for the reporting period.

Deferred Tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future, however, where there is unabsorbed depreciation and carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty backed by the convincing evidence of realization of such assets. Deferred tax assets are reviewed as at each Balance Sheet date and are appropriately adjusted to reflect the amount that is reasonably or virtually certain to be realized.

In accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India and in accordance with the provisions of the Income tax Act, 1961, Minimum Alternative Tax (MAT) credit is recognized as an asset to the extent there is convincing evidence that the Company will pay normal income tax in future by way of a credit to the profit and loss account and shown as MAT credit entitlement.

21. Allocation of Expenses

Operating expenses relating to insurance business are allocated to specific classes of business on the following basis:

- i. Expenses, which are attributable and identifiable to the business segments, are directly charged to relevant business segment. This is determined by the management, based on the nature of the expenses and their relationship with various business segments, wherever possible.

- ii. Other expenses, that are not identifiable to a segments, are allocated on the basis of ratio of net written premium in each business class

Expenses relating to investment activities are charged to profit and loss account.

22. Allocation of Investment Income

Investment Income has been allocated between revenue accounts and profit and loss account on the basis of the ratio of average policyholders funds to average shareholders funds respectively; average being the balance at the beginning of the year and at the end of the year. Further, investment income between policyholders is allocated on the basis of the ratio of average policyholders' funds comprising reserves for unexpired risks, IBNR, IBNER and outstanding claims.

23. Earnings per share (EPS)

The earnings considered in ascertaining the Company's EPS comprises the net profit after tax. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year. The number of shares used in computing diluted EPS comprises of weighted average number of shares considered for deriving basic EPS and also the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

Potential equity shares are deemed to be dilutive only if their conversion of equity shares would decrease the net profit per share from continuing ordinary operations.

24. Provision, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

SCHEDULE – 17

Notes forming part of the Accounts as on 31st March 2016

1. Contingent Liabilities:

(Rs in '000)

Particulars	At March 31, 2016	At March 31, 2015
Partly paid up investments	-	-
Underwriting commitments outstanding	-	-
Claims, other than under policies, not acknowledged as debt (Net)	21,598	14,706
Guarantees given by or on behalf of the company	75,505	75,285
Statutory demands/liabilities in dispute, not provided for (see note (c) below)	20,104	3,172

Reliance General Insurance

Particulars	At March 31, 2016	At March 31, 2015
Reinsurance obligations to the extent not provided for in accounts	-	-
Others (see note (d) below)	13,925	-

Note:

- a) Service Tax Department had filed an appeal before CESTAT on the issue of availment of Cenvat Credit in excess of restriction of 20% of output service tax liability during financial year 2006-07 as per erstwhile Rule 6(3)(c) of Cenvat Credit Rules amounting to Rs 160,848 thousand. Based on the favourable order from Principal Commissioner, Service Tax-II, Mumbai, the management does not expect any outflow of economic benefits and assessed the likelihood of outflow of resources as remote.
 - b) Service Tax Department had filed an appeal before CESTAT on the issue of Wrong availment of Input Credit for the financial year from 2006-07 to 2010-11 amounting to Rs 845 thousand. Based on the favourable order from Principal Commissioner, Service Tax-II, Mumbai, the management does not expect any outflow of economic benefits and assessed the likelihood of outflow of resources as remote.
 - c) The Company has disputed the demand raised by the income tax department for non deduction of tax at source for Rs 1,238 thousands for A.Y. 2009-10 and also penalty from A.Y. 2007-08 to A.Y. 2011-12 for Rs 18,866 thousands (Previous period for Rs 1,238 thousands and Rs 1,567 thousands towards non deduction of tax at source for A.Y. 2009-10 and penalty for A.Y. 2009-10 & A.Y. 2012-13 respectively).
 - d) Statutory bonus of 13,925 thousands (Previous year: ` Nil) pursuant to retrospective amendment in the Bonus Act, 1965 for financial year 2014-15 have not been provided considering stay orders of Hon'ble Kerala High Court and Karnataka High Court.
2. The management is continuously in the process of identifying enterprises which have been provided goods and services to the Company which qualify under the definition of medium and small enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006. Accordingly the disclosure in respect of the amount payable to such Micro, Small and Medium enterprises as at 31st March, 2016 has not been made in the financial statements. However, in view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the act is not expected to be material.
 3. There are no encumbrances to the assets of the company in and outside India.
 4. The company has not invested any amount in real estate in the current financial year.
 5. **Commitments:**
 - i. There are no commitments made and outstanding for Loans in the current financial year (Previous year Nil).
 - ii. The commitments made and outstanding for Investments are Nil (Previous year Rs Nil).
 - iii. Estimated amount of commitment pertaining to contracts remaining to be executed in respect of fixed assets(net of advances) is Rs.91,615 thousands (Previous year Rs 11,434 thousands).

6. Premium:

- i. All premiums net of reinsurance are written and received in India.
- ii. Premium income recognised on "Varying Risk Pattern" is Nil. (Previous year: Nil)

7. Claims:

- i. Claims net of reinsurances are incurred and paid to claimants in/outside India as under:

(Rs in '000)

Particulars	For the Year ended March 31, 2016	For the Year ended March 31, 2015
In India	15,060,987	13,926,699
Outside India	28,701	51,389

- ii. There are no claims which are settled and unpaid for a period of more than six months as on the Balance Sheet date.

- iii. Ageing of gross claims outstanding is set out in the table below:

(Rs in '000)

Particulars	For the Year ended March 31, 2016	For the Year ended March 31, 2015
More than six months	17,977,922	16,871,789
Others	5,672,392	4,450,247

- iv. Claims where the claim payment period exceeds four years is Nil. (Previous year Nil)

8. Investments:

- i. Value of contracts in relation to investments for:

(Rs in '000)

Particulars	For the Year ended March 31, 2016	For the Year ended March 31, 2015
Purchases where deliveries are pending*	466,857	Nil
Sales where payment are overdue	Nil	Nil
Sales where deliveries are pending	2,024,493	Nil

*These amount have been settled post balance sheet date

- ii. Historical cost of investments valued at fair value on Balance Sheet date is Rs 2,598,791 thousands (Previous year Rs 1,988,592 thousands).

9. Employee Benefits:

- i. Defined Contribution Plan: During the year, Company has recognized Rs. 83,334 thousands as expenses (Previous year Rs. 70,048 thousands)

- ii. **Defined Benefit Plan:** The disclosure required under the define benefit plan as per AS 15 for gratuity fund is provided below:

(Rs in '000)

Gratuity	For the Year ended March 31, 2016	For the Year ended March 31, 2015
I. Assumptions		
Discount Rate	7.48%	8.08%
Rate of Return on Plan Assets	7.48%	8.08%
Salary Escalation	6.00%	6.00%
II. Table Showing Change in Benefit Obligation		
Liability at the beginning of the Year	79,310	45,727
Interest Cost	6,408	4,257
Current Service Cost	17,639	10,167
Benefit Paid	(13,737)	(12,591)
Actuarial Gain/(Loss) on Plan Obligation	15,010	31,750
Liability at the end of the Year	104,630	79,310
III. Tables of Fair value of Plan Assets		
Fair Value of Plan Assets at the beginning of the Year	75,131	49,595
Expected Return on Plan Assets	6,071	4,617
Contributions	36,885	28,788
Benefit Paid	(13,737)	(12,591)
Actuarial Gain/(Loss) on Plan Assets	(2,496)	4,722
Fair Value of Plan Assets at the end of the Year	101,853	75,131
Total Actuarial Gain/(Loss) to be recognised	17,506	27,028
IV. Actual Return on Plan Assets		
Expected return on Plan Assets	6,071	4,617
Actuarial Gain/(Loss) on Plan Assets	(2,496)	4,722
Actual return on Plan Assets	3,574	9,339
V. Amount Recognised in the Balance Sheet		
Liability at the end of the Year	104,630	79,310
Fair Value of Plan Assets at the end of the Year	101,853	75,131
Difference	2,777	4,178
Amount Recognised in the Balance Sheet	2,777	4,178
VI. Expenses Recognised in the Income Statement		
Current Service Cost	17,639	10,167
Interest Cost	6,408	4,257
Expected Return on Plan Assets	6,071	4,617
Net Actuarial Gain/(Loss) to be recognized	17,506	27,028
Expense Recognised in P&L	35,483	36,835
VII. Amount Recognised in the Balance Sheet		
Opening Net Liability	4,178	(3,868)
Expense as above	35,483	36,835
Employers Contribution Paid	(36,885)	(28,788)
Closing Net Liability	2,777	4,178

Reliance General Insurance

Experience adjustments

(Rs in '000)

	Year ended March 31,2016	Year ended March 31,2015	Year ended March 31,2014	Year ended March 31,2013	Year ended March 31,2012
Defined benefits obligations	104,630	79,310	45,727	43,795	35,090
Plan assets	101,853	75,131	49,596	39,117	30,097
Surplus/ (Deficit)	(2,777)	(4,178)	3,869	(4,678)	(4,993)
Experience adjustment for plan liabilities (Gain)/ Losses	(2,496)	15,910	670	828	(538)
Experience adjustment for plan liabilities (losses)/Gains	5,884	4,722	291	(111)	(1,454)

As the gratuity fund is managed by Reliance Life Insurance Company, details of its investments are not available with the Company.

10. Deferred Taxes:

The deferred tax assets and liabilities arising due to timing differences have been recognized in the financial statements as under:

(Rs in '000)

Particulars	For the Year ended March 31,2016	For the Year ended March 31, 2015
Deferred Tax Asset		
Related to Fixed Assets	7,896	7,181
Related to Leave Encashment Provision	6,647	5,421
Long Term Employee Benefit	10,470	-
Unabsorbed Depreciation	347,722	360,133
Total	372,735	372,735
Deferred Tax Asset/(Liability)(Net)	372,735	372,735
Deferred Tax Expense/(Income) recognised in Profit and Loss A/c	-	-

11. Employee Stock Option Plan (ESOP):

The company had introduced the Employee Stock Option Plan during the F. Y. 2008-09 under which options were granted to the employees of the Company on the basis of their performance and other eligibility criteria. During the year the Company granted Nil equity shares (Previous year Nil) to Reliance General Insurance Employees' Benefit Trust. These options are planned to be settled in cash or equity at the time of exercise and have maximum period of 7 years from the date of respective grants. The plan existing during the year is as follows:

Exercise Period	On completion of 3 years	30%
	On completion of 4 years	30%
	On completion of 5 years	40%

The information covering stock options granted, exercised, forfeited and outstanding at the year end is as follows:

Particulars	For the Year ended March 31, 2016			For the Year ended March 31, 2015		
	No. of Stock Options	Weighted Average Exercise Price (Rs.)	Weighted Average remaining Contractual Life (Years)	No. of Stock Options	Weighted Average Exercise Price (Rs.)	Weighted Average remaining Contractual Life (Years)
Outstanding at the beginning of the year	-	-	-	414,900	70	0.42
Granted	-	-	-	-	-	-
Exercised	-	-	-	-	-	-
Lapsed/Forfeited/Surrender	-	-	-	414,900	-	-
Outstanding at the end of the year	-	-	-	-	-	-
Exercisable at the end of the year	-	-	-	-	-	-

12. Phantom Stock Option Scheme (PSOS):-

(i) Details of vesting schedule and condition :-

Phantom Stock Options granted under the Scheme would vest within not less than 1 year and not more than 5 years from the last date of vesting of such Phantom Stock Options. Vesting of Phantom Stock Options would be subject to continued employment with the Company and thus the Phantom Stock Options would vest on passage of time.

(ii) Options granted, forfeited and exercised are given below:

Particulars	No. of options
Outstanding as at 1st April, 2015	Nil
Granted	1,107,747
Exercised	Nil
Lapsed/ Forfeited/Surrendered	13,728
Outstanding as at 31st March, 2016	1,094,019
Exercisable as at 31st March, 2016	Nil

(iii) Detail of phantom share granted subject to the term and conditions as per Phantom stock scheme.

Particulars	
Date of grant	October 15, 2015
Base Price Per Phantom stock Option	Rs. 122
Appreciation per Phantom stock Option	Excess of 'fair market of share on the date of exercise' determined in term of the Phantom Stock Option Scheme over the Base Price'
Formula for the valuation of the Co.	50% of Gross Written Premium (GWP) + Profit Before Tax (PBT) X Fixed Multiplier (5)
Exercise Period	a. In case of continuation of employment : Vested Phantom Stock Options can be exercised any time up to 3 year from the date of last vesting of Phantom stock Options; and b. In case of cessation of employment :Different periods depending on kind of cessation as per provision of the Phantom Stock Option scheme.
Settlement of Phantom Stock Options	Within 90 days from the date of exercise by cash.

- (iv) The fair value of the options granted was estimated on the date of grant with the following assumptions:

Particulars	Phantom Stock Option Scheme, 2015
Discount rate	7.72%
Expected Life	5 Years

- (v) The Company's liability towards the scheme is accounted for on the basis of an independent actuarial valuation done at the year end. The valuation of the shares is done considering the Project Unit Credit Method and the progression of share price up to the exercise of the option. The total expense recognised for the year is Rs 30,254 thousands.

13. Premium Deficiency Reserve:

In accordance with Master Circular and Corrigendum on Master Circular on preparation of financial statement issued by IRDA vide circular number IRDA/F&I/CIR/F&A/231/10/2012 dated October 5, 2012 and circular number IRDA/F&A/CIR/FA/126/07/2013 dated July 3, 2013 respectively, in respect of calculation and recognition of Premium deficiency, there is premium deficiency at reportable segmental revenue account level in Marine segment for Rs 25,791 thousand (Previous Year: Rs. Nil).The expected claim cost is calculated based on the report from an external consulting Actuary since there is no Appointed Actuary in the current year (refer note no. 27 of Schedule 17).

14. Details of Outsourcing, Business Development and Marketing Support Expenses:

(Rs in '000)

Particulars	For the Year ended March 31, 2016	For the Year ended March 31, 2015
Outsourcing Expenses	1,073,861	958,742
Business Development	2,186,411	1,564,644

Marketing Support	398,852	340,735
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15. Terrorism Pool:

In accordance with the requirements of IRDAI, the company together with other insurance companies participates in the Terrorism Pool. This pool is managed by the General Insurance Corporation of India (GIC). Amount collected as terrorism premium in accordance with the requirements of the Tariff Advisory Committee (TAC) are ceded at 100% of the terrorism premium collected to the Terrorism Pool.

In accordance with the terms of the agreement, GIC retrocede to the company, terrorism premium to the extent of the company's share in the risk which is recorded as reinsurance accepted. Such reinsurance accepted is recorded based on quarterly statements received from GIC. The reinsurance accepted on account of terrorism pool has been recorded in accordance with the last statement received from GIC

The Company has created liability to the extent of 50% of premium retro ceded to the company through reserve for unexpired risks.

16. Indian Motor Third Party Decline Risk Pool (IMTPDRP):

In accordance with the directions of IRDAI, the Company, together with other insurance companies, is participating in the Indian Motor Third Party Decline Risk Pool (IMTPDRP). The IMTPDRP is a multilateral reinsurance arrangement, in which all member companies are compulsorily required to participate. The IMTPDRP is administered by the General Insurance Corporation of India (GIC).

The Authority vide Order dated January 03, 2012 has created IMTPDRP for Act only Commercial Vehicle third party risks i.e. Act only policies.

Under this arrangement, any business relating to Act only policies of Commercial Vehicles which does not fall within the underwriting parameters of insurers shall be ceded to IMTPDRP. This arrangement is called the Declined Risk Pool.

IRDAI has mandated that every insurer has to comply with the obligation to underwrite a minimum percentage of such policies that is calculated as an average of insurer's total gross premium percentage share in the industry and gross motor premium percentage share in the industry.

The insurers are required to retain 20% of such risk, while 5% is ceded to GIC under obligatory cession and remaining 75% ceded to IMTPDRP.

The Company has received its share of premium, claims and expenses of the pool, which is recorded as inward reinsurance business, based on the statement received from GIC. Accordingly the Company has recognized pool retrocession up to 9 month period ended 31st December 2015, the accounts for which statement received.

Company has accounted for its share in Decline Risk Pool for the 3 months period January 2016 to March 2016 on provisional basis based on management estimate and recorded the net amount if any under claims incurred. Unexpired risks reserve is provided for at 50% of net premium of such inward business, being the minimum rate specified in Section 64V(1)(ii) of the Insurance Act, 1938.

17. Contribution to Environment Relief Fund:

During the year, Company had collected Rs 1,372 thousand (Previous year Rs 1,443 thousand) towards Environment Relief Fund (ERF) for public liability policies and an amount of Rs 1,411 thousand (Previous year Rs 1,392 thousand) transferred to "United India Insurance Company Limited, Environment Fund

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Account" as per Notification of ERF scheme under the public liability Insurance Act, 1991 as amended, balance amount of Rs 12 thousand (Previous year Rs 51 thousand) is shown under current liabilities in schedule 13.

18. Contribution to Solatium Fund:

In accordance with the requirements of the IRDAI circular dated March 18, 2003 and based on recommendations made at the General Insurance Council meeting held on February 4, 2005, the Company has provided 0.1% of gross written premium on all motor third party policies (excluding reinsurance premium accepted on motor third party for commercial vehicles) towards contribution to the solatium fund.

19. Reliance Capital Limited (RCL) had infused capital of Rs 900,000 thousand during the financial year 2014-15 which is shown as share application money. RCL has made an application to Reserve Bank of India (RBI) for approval to infuse equity share capital in Reliance General Insurance Company Limited. The Company shall allot the equity shares on rights basis post receipt of approval from RBI by RCL.

20. Pursuant to the Hon'ble Bombay High Court Order dated 8th January, 2016 and filed with ROC on 16th March 2016, the Company has reduced its Share Premium account from Rs 16,242,881 thousands to Rs 8,054,800 thousands and such reduction has been utilized towards writing off the deficit in Profit and Loss account of Rs 8,188,081 thousands as on 31st March 2015. The Company has received a communication from IRDAI that the above matter is under examination. However, based on a legal opinion obtained by the Company, it has complied with Hon'ble Bombay High Court Order.

21. Corporate Social Responsibility:

During the year ended 31st March 2016, in accordance with the provisions of Section 135 of the Companies Act, 2013, the Company has provided and spent an amount Rs 3,515 thousand (Previous Year - Nil) on the Corporate Social Responsibility (CSR) activities approved by the CSR Committee of the Board.

22. MAT credit entitlement amounting to Rs 227,346 thousand (Previous Year Rs. 34,700 thousand) has been recognised as on balance sheet date as an asset based on the future economic benefits associated with it that will flow to the Company.

23. Leases:

In respect of premises taken on operating lease, the lease agreements are generally mutually renewable/cancellable by the lessor/lessee except for some premises.

Non Cancellable Operating Lease

The total of future minimum lease rent payable under operating lease for premises & assets for each of the following periods:

(Rs in '000)

Particulars	For the Year ended March 31, 2016	For the Year ended March 31, 2015
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Particulars	For the Year ended March 31, 2016	For the Year ended March 31, 2015
Not later than one year	104,694	22,967
Later than one year and not later than five years	344,636	17,529
Later than five years	-	-

Lease payment debited to the Revenue account during the year Rs. 215,788 thousands (Previous year Rs 178,064 thousands).

24. Sector wise business based on Gross Direct Premium (GDP):

Particulars	For the Year ended March 31, 2016		For the Year ended March 31, 2015	
	GDP (Rs in '000)	% of GDP	GDP (Rs in '000)	% of GDP
Rural	2,711,758	9.71	2,844,865	10.48
Urban	25,203,877	90.29	24,313,456	89.52
Total	279,156,35	100.00	27,158,321	100.00

Particulars	For the Year ended March 31, 2016		For the Year ended March 31, 2015	
	GDP (Rs in '000)	No. of lives	GDP (Rs in '000)	No. of lives
Social Sector	15,266	288,212	19,538	212,087

25. Extent of risk retained and reinsured is set out below (excluding excess of loss and catastrophe reinsurance)

Particulars	For the Year ended March 31, 2016	For the Year ended March 31, 2015
	% of business written	% of business written
Risk Retained	72%	71%
Risk Reinsured	28%	29%

26. Managerial Remuneration:

(Rs in '000)

Particulars	For the Year ended March 31, 2016	For the Year ended March 31, 2015
Salaries	34,219	29,791
Contribution to Provident Fund and Superannuation	2,700	2,524
Provision for Gratuity and Leave Encashment	1,481	1,385

The managerial remuneration is in accordance with the approval accorded by a resolution of the Board of Directors, which has been approved by IRDAI as required under Section 34A of the Insurance Act, 1938.

The managerial remuneration in excess of Rs 15,000 thousands for each managerial personnel has been charged to Profit & Loss Account.

27 Basis used for determining IBNR / IBNER:

As per the provision of Insurance Regulatory and Development Authority of India (IRDAI) Appointed Actuary Regulation 2000, as amended by the Insurance Regulatory and Development Authority (Appointed Actuary) (First Amendment) Regulations, 2013 IBNR / IBNER reserve should be certified by Appointed Actuary. The Company's Appointed Actuary had resigned from the company on August 28, 2015 and the company has initiated the process of appointment of new Appointed Actuary and is awaiting approval from IRDAI.

Meanwhile since there is no Appointed Actuary in the current period, the company has made the provision based on the report from an external consulting Actuary.

For lines of business other than motor third party, the estimation was carried out using past trends in claims experience as indicated by paid claims chain ladder approach and Bomhuetter-Ferguson method as considered appropriate by an external consulting Actuary.

For motor third party line of business, the estimates were done using ultimate loss ratio method. For liabilities relating to erstwhile motor third party pool and declined risk pool, the ultimate loss ratios as specified in regulatory circulars were referred to in determining the estimates.

28. As per IRDAI Circular No 005/IRDA/F&A/CIR/MAY-09 dated May 07, 2009, below table mentions the details of the penalty imposed by various regulators and Government authorities:

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(Rs in '000)

SI No.	Authority	Non-Compliance/Violation	Penalty Awarded	Penalty Paid	Penalty Waived/Reduced
1	Insurance Regulatory and Development Authority of India	a) Violation of IRDA (Health Insurance) Regulations, 2013 (Rs 500 thousand) b) Violation of Regulation 2(g)(i) of the IRDA (Registration of Indian Insurance Company) Regulation, 2002 (Rs 500 thousand) (None)	1,000 (Nil)	1,000 (Nil)	Nil (Nil)
2	Service Tax Authorities	None	Nil (Nil)	Nil (Nil)	Nil (Nil)
3	Income Tax Authorities	None	Nil (Nil)	Nil (Nil)	Nil (Nil)
4	Any other Tax Authorities	None	Nil (Nil)	Nil (Nil)	Nil (Nil)
5	Enforcement Directorate/Adjudicating Authority/Tribunal or any Authority under FEMA	None	Nil (Nil)	Nil (Nil)	Nil (Nil)
6	Registrar of Companies/NCLT/CLB/Department of Corporate Affairs or any Authority under Companies Act, 2013/1956	None	Nil (Nil)	Nil (Nil)	Nil (Nil)
7	Penalty awarded by any Court/Tribunal for any matter including claim settlement but excluding compensation	None	Nil (Nil)	Nil (Nil)	Nil (Nil)
8	Securities and Exchange Board of India	None	Nil (Nil)	Nil (Nil)	Nil (Nil)
9	Competition Commission of India	None	Nil (Nil)	Nil (Nil)	Nil (Nil)
10	Any other Central/State/Local Government/Statutory Authority	None	Nil (Nil)	Nil (Nil)	Nil (Nil)

(Previous year's figures are in brackets)

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29. As per IRDAI Master Circular IRDA/F&I/CIR/F&A/231/10/2012 dated October 5th, 2012 and Corrigendum on Master Circular IRDA/F&I/CIR/F&A/126/07/2013 dated July 3rd, 2012, below table mention the age-wise analysis of unclaimed amount of the policyholders as on 31st March, 2016:

(Rs in '000)

Particulars	Total	4-12 Months	13-18 Months	19-24 Months	25-30 Months	31-36 Months	Beyond 36 Months
a. Claim Settled but not paid to the policy holders/insured due to any reason except under litigation from the insured/policyholders.	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)
b. Any other sum due/payable to the insured/policyholder on completion of the policy terms or otherwise.	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)
c. Any excess collection of premium/tax or any other charges which is refundable to the policyholders either as per the terms of the conditions of the policy or as per law or as per the direction of the authority but not refunded so far.	47,277 (383,592)	9,544 (154,888) ³	2,414 (2,880)	2,689 (2,090)	2,842 (2,219)	2070 (2,895)	27,717 (218,620) ²
Cheques Issued by the company under "a", "b" or "c" above & cheques have not been encashed by the policyholders/Insured.*	457,401 (362,890)	182,568 ¹ (68,940)	21,764 (20,793)	18,501 (17,895)	13,771 (21,548)	10,777 (17,412)	210,020 (216,302)

(Previous year's figures are in brackets)

*Does not include cheques issued to policyholders and appearing in bank reconciliation as on 31st March, 2016.

1. This includes stale cheques amounting to Rs.129,553 thousands on account of refund endorsement passed in FY 2014-15 on healthwise policies issued in FY 2007-08 and 2008-09.
2. Includes Rs 196,009 thousands with respect to refund endorsement passed in Q3 FY 2014-15 on account of healthwise policies issued in 2007-08 and 2008-09.
3. This includes Rs 148,040 thousand with respect to interest payable till 31st March, 2015 on healthwise policies refund mentioned above.

30. As per the requirement of Accounting Standard 18 'Related Party Disclosures' as notified by the Companies (Accounting Standard) Rules, 2006, following are the list of related parties with the relationship.

1. List of related parties* :

Holding Company	
Reliance Capital Limited	
Subsidiary of Holding Company	
1.	Reliance Capital Asset Management Limited
2.	Reliance Asset Management (Singapore) Pte Limited
3.	Reliance Asset Management (Mauritius) Limited
4.	Reliance Capital Asset Management (UK) Limited (formerly Reliance Capital Asset Management (UK) Plc)

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5.	Reliance Capital Pension Fund Limited
6.	Reliance AIF Management Company Limited
7.	Reliance Capital Trustee Company Limited
8.	Reliance Gilts Limited
9.	Reliance Money Express Limited
10.	Reliance Money Precious Metals Private Limited
11.	Reliance Home Finance Limited
12.	Reliance Securities Limited
13.	Reliance Commodities Limited
14.	Reliance Financial Limited
15.	Reliance Wealth Management Limited
16.	Reliance Money Solutions Private Limited
17.	Reliance Exchangenext Limited
18.	Reliance Spot Exchange Infrastructure Limited
19.	Reliance Capital AIF Trustee Company Private Limited
20.	Reliance Life Insurance Company Limited (w.e.f. March 30, 2016)
21.	Quant Capital Private Limited
22.	Quant Broking Private Limited
23.	Quant Securities Private Limited
24.	Quant Commodity Broking Private Limited
25.	Quant Capital Finance and Investments Private Limited
26.	Quant Investments Services Private Limited
	List of other related parties under common control with whom transaction have taken place during the year.
27.	Reliance Innoventure Private Limited
28.	Reliance Big Broadcasting Private Limited
29.	Reliance Infratel Limited
30.	Reliance Big Entertainment Private Limited
31.	Reliance Communication Infrastructure Limited
32.	Reliance Infocomm Infrastructure Private Limited
33.	Big Animation (India) Private Limited
34.	Zapak Mobile Games Private Limited
35.	Zapak Digital Entertainment Limited
36.	MPC Securities Limited
37.	Reliance Telecom Limited
38.	Reliance BPO Private Limited
39.	Reliance Communication Limited
40.	Reliance Globalcom Limited
41.	Reliance Tech Services Limited
42.	Reliance Transport and Travels Private Limited
43.	Reliance Asset Reconstruction Company Limited
44.	Campion Properties Limited
45.	Indian Commodity Exchange
46.	Big Flicks Private Limited
Key managerial personnel	
Rakesh Jain (ED & CEO)	

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* As certified by the management and relied upon by the Auditor

2 Transactions during the period with related parties:

(Rs in '000)

S.No.	Name of the Related Party	Relationship	Nature of transaction	For the Year ended 31st March,2016	For the Year ended 31st March,2015
1	Reliance Capital Limited	Holding Company	Premium Received	27,658	28,081
			Share Application Money	-	900,000
			Claim Paid	10	95
			Reimbursement paid for expense (Rent, Salary, Communication, Electricity, Maintenance Charges)	12,338	7,665
			Management fees paid	60,000	60,000
			Reimbursement paid for IT services	33,492	27,374
			Reimbursement received for expense (Rent, Communication, Electricity, canteen expense)	8,696	5,306
			Interest Accrual on Debenture	229,889	100,494
			Outstanding balance in Customer Deposit A/c	17,670	1,324
			Debtors	-	564
			Creditors	2,873	-
2	Reliance Capital Asset Management Limited	Fellow Subsidiary	Premium Received	12,897	10,468
			Claim Paid	-	143
			Reimbursement received for expense (Rent, Communication, Electricity, canteen expense)	734	753
			Outstanding balance in Customer Deposit A/c	1,374	3,374
			Debtors	72	202
3	Reliance Home Finance Limited	Fellow Subsidiary	Premium Received	3,280	1,714
			Outstanding balance in Customer Deposit A/c	1,203	158
4	Reliance Money Express Limited	Fellow Subsidiary	Premium Received	647	1,380
			Foreign Currency Purchased	952	3,548
			Outstanding balance in Customer Deposit A/c	434	554
5	Reliance Securities Limited	Fellow Subsidiary	Premium Received	5,060	4,279
			Brokerage paid for stock exchange trading	36	91
			Reimbursement received for expense (Rent, Communication, Electricity, canteen expense)	947	1,935
			Outstanding balance in Customer Deposit A/c	25	8
			Debtors		

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S.No.	Name of the Related Party	Relationship	Nature of transaction	For the Year ended 31st March,2016	For the Year ended 31st March,2015
				135	181
6	Reliance Spot Exchange Infrastructure Limited	Fellow Subsidiary	Outstanding balance in Customer Deposit A/c	22	22
7	Quant Capital Pvt. Limited	Fellow Subsidiary	Premium Received	-	37
8	Reliance Capital Trustee Company Limited	Fellow Subsidiary	Premium Received	5,390	10,674
9	Reliance Wealth Management Limited	Fellow Subsidiary	Premium Received	559	82
			Outstanding balance in Customer Deposit A/c	6	1
10	Reliance Capital Pension Fund Limited	Fellow Subsidiary	Premium Received	35	41
			Outstanding balance in Customer Deposit A/c	70	73
11	Reliance Commodities Limited	Fellow Subsidiary	Premium Received	489	325
			Outstanding balance in Customer Deposit A/c	9	42
12	Reliance Financial Limited	Fellow Subsidiary	Premium Received	221	125
			Outstanding balance in Customer Deposit A/c	93	9
13	Reliance Money Solutions Private Limited	Fellow Subsidiary	Premium Received	2,112	180
			Insurance Commission Expense	88,871	-
			Creditors	734	-
			Outstanding balance in Customer Deposit A/c	2	136
14	Reliance Money Precious Metals Private Limited	Fellow Subsidiary	Premium Received	154	303
			Outstanding balance in Customer Deposit A/c	131	52
15	Reliance Life Insurance Company Limited	Fellow Subsidiary	Premium Received	72,988	63,565
			Reimbursement received for rent and expenses	2,171	-
			Premium Paid	7,719	7,672
			Claim Paid	28	167
			Debtors	264	-
			Outstanding balance in Customer Deposit A/c	1,363	48,047
16	MPC Securities Limited	Fellow Subsidiary	Premium Received	20	-
17	Reliance AIF Management Company Limited	Fellow Subsidiary	Premium Received	1	1
18	Reliance Innoventure Private Limited	Ultimate holding Company	Premium Received	3,796	3,250
19	Reliance Infratel Limited	Person having control	Premium Received	18	35
20	Reliance Big Entertainment	Person having control	Premium Received	21	25

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S.No.	Name of the Related Party	Relationship	Nature of transaction	For the Year ended 31st March,2016	For the Year ended 31st March,2015
	Private Limited		Claim Paid	17	-
21	Reliance BPO Limited	Person having control	Premium Received	-	1,875
			Claim Paid	1,571	-
22	Reliance Communication Limited	Person having control	Premium Received	9,133	19,826
			Claim Paid	4,311	24,451
			Reimbursement paid for expenses (Rent and Telephone expense)	3,600	4,320
			Creditors	-	22
			Outstanding balance in Customer Deposit A/c	828	5,186
23	Reliance Globalcom Limited	Person having control	Claim Paid	74	320
24	Reliance Infocomm Infrastructure Private Limited	Person having control	Premium Received	25	7
			Claim Paid	4	61
			Reimbursement paid for expenses:- Rent, Communication, Electricity, Professional fees, Maintenance Charges	12,264	8,939
			Creditors	12,816	923
25	Reliance Tech Services Limited	Person having control	Claim Paid	434	398
26	Reliance Telecom Limited	Person having control	Premium Received	-	2
			Claim Paid	90	194
			Reimbursement received for Telephone Expenses	11	8
			Outstanding balance in Customer Deposit A/c	800	800
27	Reliance Transport & Travels Private Limited	Person having control	Premium Received	18,422	16,797
			Claim Paid	94,353	-
			Outstanding balance in Customer Deposit A/c	132	114
28	Big Animation (India) Private Limited	Person having control	Premium Received	20	16
29	Big Flicks Private Limited	Person having control	Premium Received	22	-
			Outstanding balance in Customer Deposit A/c	-	25
30	Campion Properties Limited	Person having control	Premium Received	19	23
31	Reliance Big Broadcasting Private Limited	Person having control	Premium Received	175	-
			Reimbursement received for exps(Rent,Telephone,Electricity, Office Maintenance)	425	-
			Debtors	-	474

Reliance General Insurance

S.No.	Name of the Related Party	Relationship	Nature of transaction	For the Year ended 31st March,2016	For the Year ended 31st March,2015
32	Reliance Communications Infrastructure Limited	Person having control	Premium Received	25	145
			Claim Paid	7	-
			Reimbursement received for expenses (Rent, Communication, Electricity, Canteen expenses)	-	391
			Payments towards Information and Technology Services	666	27,883
			Reimbursement paid for expenses:- Rent, Communication, Electricity, Professional fees, Maintenance Charges	-	520
			Purchase of Fixed Asset (Tablet)	-	1,560
			Debtors	361	-
			Creditors	-	22
33	Zapak Digital Entertainment Limited	Person having control	Premium Received	91	148
			Outstanding balance in Customer Deposit A/c	205	205
34	Zapak Mobile Games Private Limited	Person having control	Premium Received	88	135
35	Indian Commodity Exchange Limited	Person having control	Outstanding balance in Customer Deposit A/c	179	-
36	Reliance Asset Reconstruction Company Limited	Person having control	Outstanding balance in Customer Deposit A/c	230	10
37	Mr.Rakesh Jain	Key Managerial Personnel (includes Relatives of KMP's)	Premium Received	55	32
			Remuneration	38,400	33,700

- a) Expenses incurred towards public utilities services such as telephone and electricity charges have not been considered for related party transaction.
- b) Claim paid to employees against Group Medical Policies and Group Personal Accident Policies have not been considered for related party transaction.
- c) Transaction amount consider above are excluding taxes.

31. Segment Information for the year ended on 31st March 2016

- a. Revenue and expenses have been identified to a segment on the basis of relationship to the operating activities of the segment. Revenue and expenses, which relate to enterprise as a whole and are not allocable to a segment on reasonable basis, have been disclosed as "Unallocable".
- b. Segment assets and segment liabilities represent assets and liabilities in respective segments. Investments, tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "Unallocable".

Reliance General Insurance

(Rs in '000)

Particulars	Fire	Marine Cargo	Marine Hull	Motor -OD	Motor -TP	Motor	Employer Liability	Public Liability	Engineering	Aviation	Personal Accident	Health	Other Miscellaneous	Total Enterprise
Segment Revenues														
Earned Premium														
2015-16	5,60,425	2,66,885	1,412	60,60,363	69,02,123	129,62,486	86,006	52,323	1,67,033	982	3,55,907	51,38,914	4,01,617	199,93,990
2014-15	4,83,880	2,17,006	1,668	65,09,538	67,93,098	133,02,636	72,536	46,748	1,52,084	990	2,60,557	42,32,094	4,14,425	191,84,624
Investment income														
2015-16	95,202	37,881	136	4,52,678	32,16,687	36,69,365	8,241	8,498	31,672	256	40,622	2,34,392	61,658	41,87,923
2014-15	85,461	31,554	143	5,18,934	30,82,380	36,01,314	7,551	7,206	32,078	235	37,851	2,22,705	54,051	40,80,149
Misc Income														
2015-16	350	285	(228)	2,619	-	2,619	-	-	(2,722)	86	72	-	13,218	13,680
2014-15	(21)	(6)	63	-	404	404	-	(113)	6,104	(21)	111	-	7,984	14,505
Total														
2015-16	6,55,977	3,05,051	1,320	65,15,660	101,18,810	166,34,470	94,247	60,821	1,95,983	1,324	3,96,601	53,73,306	4,76,493	241,95,593
2014-15	5,69,320	2,48,554	1,874	70,28,472	98,75,882	169,04,354	80,087	53,841	1,90,266	1,204	2,98,519	44,54,799	4,76,460	232,79,278
Segment Expenses														
Claims														
2015-16	3,62,684	3,13,600	642	34,59,151	78,56,480	113,15,631	39,982	19,073	1,03,936	419	3,51,890	49,16,026	4,51,257	178,75,140
2014-15	3,64,984	1,85,969	86	36,50,882	84,78,005	121,28,887	32,032	22,359	1,45,469	656	3,09,303	45,19,773	3,33,484	180,43,042
Commission														
2015-16	(1,71,436)	32,220	(443)	(15,700)	(83,292)	(98,992)	8,039	703	(40,285)	(3,555)	24,093	1,16,361	(1,17,090)	(2,50,385)
2014-15	(1,20,356)	21,315	(6,180)	3,54,301	(3,02,073)	52,228	6,613	928	(82,638)	(2,727)	21,640	95,611	(1,93,638)	(2,07,204)
Premium Deficiency														
2015-16	-	25,791	-	-	-	-	-	-	-	-	-	-	-	25,791
2014-15	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Management Expenses														
2015-16	228,629	92,921	726	2,008,851	2,230,478	4,239,329	28,660	18,429	58,845	449	84,274	1,629,082	161,880	65,43,224
2014-15	1,66,514	63,103	426	16,77,341	19,60,808	36,38,149	20,249	11,789	46,461	240	96,606	11,53,123	1,80,086	53,76,746
Total														
2015-16	419,877	464,532	925	5,452,302	10,003,666	15,455,968	76,681	38,205	1,22,496	(2,687)	4,60,257	6,661,469	496,047	241,93,770
2014-15	4,11,142	2,70,387	(5,668)	56,82,524	101,36,740	158,19,264	58,894	35,116	1,09,392	(1,831)	4,27,549	57,68,507	3,19,932	232,12,584
Net Profit/loss														
2015-16	236,100	(1,59,481)	395	1,063,358	115,144	1,178,502	17,566	22,616	73,487	4,011	(63,650)	(12,88,163)	(19,554)	1,823
2014-15	1,58,178	(21,833)	7,542	13,45,948	(2,60,850)	10,85,090	21,193	18,725	80,974	3,035	(1,29,030)	(13,13,708)	1,56,528	66,694
Unallocated items														
Investment income														
2015-16														10,46,981
2014-15														9,57,072
Provision/ (Other income)														

Reliance General Insurance

Particulars	Fire	Marine Cargo	Marine Hull	Motor -OD	Motor -TP	Motor	Employer Liability	Public Liability	Engineering	Aviation	Personal Accident	Health	Other Miscellaneous	Total Enterprise
2015-16														6,632
2014-15														44,154
Expenses														
2015-16														64,617
2014-15														254,020
Net Profit before tax														
2015-16														9,99,820
2014-15														813,900
Income tax														
2015-16														227,346
2014-15														34,700
MAT Credit														
2015-16														(227,346)
2014-15														(34,700)
Net profit after tax														
2015-16														990,820
2014-15														813,900
Assets														
Segment Assets														
2015-16														Nil
2014-15														Nil
Unallocated Assets														
2015-16														62,930,486
2014-15														56,628,580
Total														
2015-16														62,930,486
2014-15														56,628,580
Liabilities														
Segment Liabilities														
2015-16	1,038,691	447,874	1,714	47,18,990	33,712,863	38,431,853	93,979	95,948	313,247	2,824	395,295	2,561,192	6,40,513	44,023,130
2014-15	8,91,508	3,27,854	1,048	45,60,001	314,03,294	359,63,295	73,935	80,658	3,29,351	2,362	4,64,088	22,22,453	6,08,876	409,65,428
Unallocated Liabilities														
2015-16														7,873,533
2014-15														54,65,918
Shareholders Fund														
2015-16														110,33,823
2014-15														101,97,214
Total														
2015-16														62,930,486
2014-15														56,628,580

Reliance General Insurance

Notes:

- a. Segment Reporting is made as per the modification prescribed by the Insurance Regulatory and Development Authority Regulations wherein details are to be given for fire, marine cargo, marine hull and eight classes of miscellaneous insurance.
- b. Since the company's entire business is conducted within India, there are no reportable geographical segments for the year.

32. Summary of Financial Results:

(Rs in '000)

Particulars	FY 2015-16	FY 2014-15	FY 2013-14	FY 2012-13	FY 2011-12
Operating Results					
Gross Direct Premiums	27,915,636	27,158,321	23,888,249	20,100,052	17,125,473
Net Earned Premium	19,993,990	19,184,624	17,397,581	13,598,151	11,630,872
Income From Investment	4,187,922	4,080,149	3,387,475	1,931,993	1,427,425
Other Income	13,680	14,505	(8,720)	(2,110)	4,829
Total Income	24,195,593	23,279,278	20,776,336	15,528,034	13,063,126
Commission (Net) including Brokerage	(250,385)	(207,204)	396,363	449,007	412,724
Operating Expenses	6,543,223	5,376,745	4,598,337	3,895,361	3,833,566
Net Incurred Claims (Including Premium Deficiency Reserve)	17,900,931	18,043,042	16,015,320	12,625,867	12,661,650
Change in unexpired risk reserve	216,357	(100,941)	1,232,033	1,809,743	208,497
Operating Profit/(Loss)	1,824	66,695	(233,684)	(1,442,201)	(3,844,814)
Non Operating Results					
Total Income under Shareholder's Account	1,053,613	1,001,226	932,389	828,948	647,571
Profit/(Loss) before tax	990,820	813,901	640,827	(927,692)	(3,415,993)
Provision for tax :					
Current Tax (including earlier year tax)	227,346	34,700	-	-	-
Deferred Tax	-	-	-	-	(16,000)

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Particulars	FY 2015-16	FY 2014-15	FY 2013-14	FY 2012-13	FY 2011-12
MAT Credit	(227,346)	(34,700)	-	-	-
Profit/(Loss) after tax	990,820	813,901	640,827	(927,692)	(3,431,993)
Miscellaneous					
Policyholders' Account					
Total Funds	42,779,909	40,286,049	29,943,368	25,061,691	20,180,364
Total Investments	42,779,909	40,286,049	29,943,368	25,061,691	20,180,364
Yield on Investments	8.62%	10.52%	9.26%	8.92%	8.65%
Shareholders' Account					
Total Funds	11,033,823	10,197,214	8,483,787	7,783,003	7,138,051
Total Investments	11,033,823	10,197,214	8,483,787	7,783,003	7,138,051
Yield on Investments	8.62%	10.52%	9.26%	8.92%	8.65%
Paid up Equity Capital	1,227,750	1,227,750	1,227,750	1,227,750	1,211,933
Net Worth	11,033,823	10,197,214	8,483,787	7,783,003	7,138,051
Total Assets	62,930,477	56,628,581	48,878,896	43,468,654	30,749,895
Yield on total Investments	8.62%	10.52%	9.26%	8.92%	8.65%
Earnings Per Share (Rs.)	8.07	6.63	5.22	(7.61)	(29.24)
Book Value Per Share (Rs.)	89.87	83.06	69.10	63.82	59.52
Total Dividend	-	-	-	-	-
Dividend Per Share (Rs.)	-	-	-	-	-

33. Financial Ratios:

Class	FY	Gross Direct Premium Growth Rate	Net Retention Ratio	Net Commission Ratio	Underwriting Balance Ratio
Fire	2015-16	37%	21%	(25%)	0.25

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Class	FY	Gross Direct Premium Growth Rate	Net Retention Ratio	Net Commission Ratio	Underwriting Balance Ratio
	2014-15	6%	26%	(21%)	0.15
Marine Cargo	2015-16	0%	66%	11%	(0.74)
	2014-15	7%	55%	9%	(0.25)
Marine Hull	2015-16	113%	2%	(27%)	0.18
	2014-15	192%	2%	(600%)	4.40
Motor	2015-16	1%	79%	(0.7%)	(0.19)
	2014-15	14%	80%	0.40%	(0.19)
Employer Liability	2015-16	18%	95%	9%	0.11
	2014-15	0%	93%	9%	0.19
Public Liability	2015-16	20%	18%	1%	0.27
	2014-15	(5%)	16%	2%	0.25
Engineering	2015-16	(21%)	29%	(23%)	0.25
	2014-15	(7%)	21%	(52%)	0.28
Aviation	2015-16	76%	2%	(303%)	3.83
	2014-15	5%	3%	(331%)	2.85
Personal Accident	2015-16	(27%)	90%	10%	(0.29)
	2014-15	31%	91%	6%	(0.64)
Health	2015-16	11%	94%	2%	(0.30)
	2014-15	2%	87%	2%	(0.36)
Other Miscellaneous	2015-16	(26%)	27%	(28%)	(0.20)
	2014-15	85%	17%	(52%)	0.23
Total	2015-16	3%	70%	(1%)	(0.21)
	2014-15	14%	69%	(1%)	(0.21)

34. Other Ratios:

Ratio	Basis	For the Year ended March 31, 2016	For the Year ended March 31, 2015
Gross Direct Premium to Net worth Ratio	Gross direct premium for current year divided by paid up capital & free reserve	2.53	2.66
Growth Rate of Net worth	Change in Net Worth during the period divided by net worth	8%	20%

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Ratio	Basis	For the Year ended March 31, 2016	For the Year ended March 31, 2015
	as at previous balance sheet date		
Expenses of Management to Gross Direct Premium	Expenses of Management (operating expenses related to insurance business plus direct commission paid divided by gross direct premium)	27%	24%
Expenses of Management to Net written premium ratio	Expenses of Management (operating expenses related to insurance business plus direct commission paid divided by Net written premium)	38%	34%
Net Incurred Claims to Net Earned Premium	Net Incurred Claims divided by Net Earned Premium	90%	94%
Combined Ratio	Net Incurred Claims divided by Net Earned Premium plus expenses of management (including net commission) divided by Net written premium	121%	121%
Technical Reserves to Net Premium Ratio	Reserve for un-expired risks plus premium deficiency reserve plus reserve for outstanding claims (including IBNR and IBNER) divided by net premium	2.20	2.13
Operating Profit Ratio	Underwriting profit/loss divided by	0.01%	0.3%

Reliance General Insurance

Ratio	Basis	For the Year ended March 31, 2016	For the Year ended March 31, 2015
	net premium		
Liquid Assets to Liabilities Ratio (times)	Liquid assets(short term investment plus short term loan plus cash and bank balances of the insurer) divided by policyholders liabilities(claims outstanding plus reserve for unexpired risk and premium deficiency)	0.35	0.31
Net Earnings Ratio	Profit after tax divided by net premium	5%	4%
Return on net worth ratio	Profit after tax divided by net worth	9%	8%
Available Solvency Margin (ASM) to Required Solvency Margin (RSM) ratio	Ratio of Available Solvency Margin (ASM) at the end of the Quarter to the Required Solvency Margin (RSM)	1.55	1.53
NPA Ratio		-	-

Note: The above ratios have been calculated as per IRDAI Master Circular IRDA/F&I/CIR/F&A/231/10/2012 dated October 5th, 2012 and Corrigendum on Master Circular IRDA/F&I/CIR/F&A/126/07/2013 dated July 3rd, 2012

35. Earnings per share information:

Particulars	For the Year ended March 31, 2016	For the Year ended March 31, 2015
Profit/(Loss) available to equity shareholders (Rs in '000)	990,820	813,901
Weighted Average number of equity shares outstanding during the year	122,774,960	122,774,960
Basic Earning Per Share (Rs.)	8.07	6.63
Diluted Earning Per Share (Rs.)	7.78	6.59

*Considering the dilutive potential of the share application money at the proposed value of Rs. 200 per share.

36. Forward contracts entered and outstanding as on March 31,2016 is Rs Nil (Previous year - Nil)
37. Prior year figures have been reclassified, wherever necessary, to conform to current year's presentation.

For and on behalf of the Board of Directors

Rajendra Chitale

Director (DIN No: 0015986)

H. Ansari

Director (DIN No: 2155529)

Chhaya Virahi

Director (DIN No: 6953556)

Soumen Ghosh

Director (DIN No: 1262099)

Rakesh Jain

Executive Director and CEO
(DIN No: 3645324)

Hemant K. Jain

Chief Financial Officer

Mohan Khandekar

Company Secretary
(Membership No: A8515)

Place: Mumbai

Date: April 29, 2016