



दि न्यू इन्डिया एश्योरन्स कंपनी लिमिटेड

THE NEW INDIA ASSURANCE COMPANY LTD.

पंजीकृत एवं प्रधान कार्यालय : न्यू इन्डिया एश्योरन्स बिल्डिंग, 87, महात्मा गांधी मार्ग, फोर्ट, मुंबई - 400 001.

Regd. & Head Office : New India Assurance Bldg., 87, M.G. Road, Fort, Mumbai - 400 001.

CIN No. L66000MH1919GOI000526

Phone : 022-22708100
22708400

Website : www.newindia.co.in

Ref No.: NIACL/CMD_Board Sectt/BM/2020-21

August 14, 2020

To,

The Manager
Listing Department
BSE Limited
Phiroze Jeejeebhoy Tower
Dalal Street
Mumbai 400 001

The Manager
Listing Department
The National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor, Plot C/1,
G Block, Bandra-Kurla Complex
Mumbai 400 051

Scrip Code: (BSE: 540769 / NSE: NIACL)

Dear Sir/Madam,

Sub: Outcome of the Board Meeting held on August 14, 2020.

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, we hereby notify that the Board of Directors of the Company, at their meeting held on Friday, August 14 2020 in Mumbai via VC/OAVM have approved inter-alia,

1. Unaudited Financial Results of the Company for the quarter ended June 30, 2020.

Pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ("the Regulation") and other applicable requirements, a copy of the unaudited financial results for the quarter ended June 30, 2020 together with the Auditors Report in the prescribed format is enclosed. A copy of the press release being issued in this connection is also attached.

2. Other General Matters.

The meeting of the Board of Directors of the Company commenced at 3:30 p.m. and concluded at 07:00 p.m.

The above information is being made available on the Company's website **www.newindia.co.in**.

Thanking you,

Yours Sincerely,
For **The New India Assurance Co. Ltd.**


Jayashree Nair
Company Secretary
Encl: As Above.



The New India Assurance Company Limited
Registration No.190 Renewed from : 01/04/2020

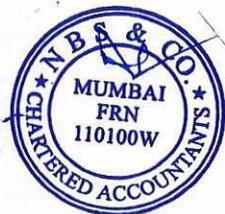
Annexure-I

[Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with
 IRDAI Circular reference : IRDA/F&A/CIR/LFTD/027/01/2017 dated 30.01.2017]

Statement of Standalone Unaudited Results for the Quarter 30/06/2020

(₹ in lakhs)

Sl. No.	Particulars	Quarter ended/ As at			Year ended
		(30/06/2020)	(31/03/2020)	(30/06/2019)	(31/03/2020)
		(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
OPERATING RESULTS					
1	Gross Premiums Written:	8,36,837	8,14,498	7,86,064	31,24,386
2	Net Premium written ¹	6,78,444	6,28,925	6,33,259	24,48,706
3	Premium Earned (Net)	6,01,755	6,12,154	5,40,605	23,52,884
4	Income from investments (net) ²	59,924	91,869	98,605	4,51,772
5	Other income	-	-	-	-
6	Total income (3to5)	6,61,679	7,04,023	6,39,210	28,04,656
7	Commissions & Brokerage (net)	62,454	63,295	52,437	2,29,375
8	Net commission	62,454	63,295	52,437	2,29,375
9	Operating Expenses related to insurance business (a + b):	1,80,847	97,103	96,412	3,82,723
	(a) Employees' remuneration and welfare expenses	1,49,158	70,037	64,855	2,69,129
	(b) Other operating expenses	31,689	27,066	31,557	1,13,594
10	Premium Deficiency	-	-	-	-
11	Incurred Claims:	3,98,824	5,57,696	5,01,534	21,51,262
	(a) Claims Paid	2,60,717	5,02,364	4,31,041	18,65,870
	(b) Change in Outstanding Claims (Incl. IBNR/IBNER)	1,38,107	55,332	70,493	2,85,392
12	Total Expense (8+9+10+11)	6,42,125	7,18,094	6,50,383	27,63,360
13	Underwriting Profit/(Loss): (3-12)	(40,370)	(1,05,940)	(1,09,778)	(4,10,476)
14	Provisions for doubtful debts (including bad debts written off)	(1)	8,949	1,079	14,297
15	Provisions for diminution in value of investments	590	(1,722)	(10)	976
16	Operating Profit/(loss): (6-12)	19,554	(14,071)	(11,173)	41,296
17	Appropriations				
	(a) Transfer to Profit and Loss A/c	19,554	(14,071)	(11,173)	41,296
	(b) Transfer to reserves	-	-	-	-
NON-OPERATING RESULTS					
18	Income in shareholders' account (a+b+c):	45,559	39,958	38,913	2,79,741
	(a) Transfer from Policyholders' Fund	19,554	(14,071)	(11,173)	41,296
	(b) Income from investments	25,830	49,307	49,595	2,32,388
	(c) Other income	175	4,722	491	6,057
19	Expenses other than those related to insurance business	10,980	22,375	7,984	1,08,259
20	Provisions for doubtful debts (including bad debts written off) (investment provisions)	(0)	4,453	537	7,114
21	Provisions for diminution in value of investments	252	(857)	(6)	485
22	Total Expense(19+20+21)	11,232	25,971	8,515	1,15,858



Sl. No.	Particulars	Quarter ended/ As at			Year ended
		(30/06/2020)	(31/03/2020)	(30/06/2019)	(31/03/2020)
		(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
23	Profit / (Loss) before extraordinary items (18-22)	34,327	13,987	30,398	1,63,882
24	Extraordinary Items	-	-	-	-
25	Profit/ (loss) before tax (23-24)	34,327	13,987	30,398	1,63,882
26	Provision for tax	5,680	1,323	2,587	22,107
27	Profit / (loss) after tax	28,647	12,664	27,811	1,41,775
28	Dividend per share (Rs.)				
	(a) Interim Dividend	-	-	-	-
	(b) Final dividend	-	-	-	-
29	Profit / (Loss) carried to Balance Sheet	28,647	12,664	27,811	1,41,775
30	Paid up equity capital	82,400	82,400	82,400	82,400
31	Reserve & Surplus Excluding Revaluation Reserve	16,95,735	16,63,237	15,54,209	16,63,237
32	Fair Value Change Account and Revaluation Reserve	13,27,514	10,24,576	21,27,674	10,24,576
33	Total Assets:				
	(a) Investments:				
	- Shareholders' Fund	17,37,228	17,63,889	20,33,956	17,63,889
	- Policyholders' Fund	38,76,433	33,73,990	39,75,942	33,73,990
	(b) Other Assets Net of current liabilities and provisions	(25,08,012)	(23,67,666)	(22,45,615)	(23,67,666)
34	Analytical Ratios :				
	(i) Solvency Ratio	2.11	2.11	2.13	2.11
	(ii) Expenses of Management Ratio ³	31.36	22.00	21.28	21.35
	(iii) Incurred Claim Ratio	66.28	91.10	92.77	91.43
	(iv) Net retention ratio	81.07	77.22	80.56	78.37
	(v) Combined ratio:	102.14	116.61	116.28	116.43
	(vi) Adjusted Combined Ratio ⁴	93.31	102.00	100.71	97.98
	(vii) Return on Equity ⁵	7.18	3.09	6.87	9.01
	(viii) Earning per share (₹) ⁶				
	(a) Basic and diluted EPS before extraordinary items (net of tax expense) for the period	1.74	0.77	1.69	8.60
	(b) Basic and diluted EPS after extraordinary items (net of tax expense) for the period	1.74	0.77	1.69	8.60
	(ix) NPA ratios:				
	a) Gross and Net NPAs				
	Gross NPAs	69,549	69,665	21,762	69,665
	Net NPAs	35,966	35,966	4,336	35,966
	b) % of Gross & Net NPAs				
	% of Gross NPA	1.49	1.59	0.53	1.59
	% of Net NPA	0.77	0.82	0.11	0.82
	(x) Yield on Investments				
	(a) Without unrealized gains	1.79	3.24	3.50	16.17
	(b) With unrealised gains	1.42	2.44	2.27	11.61



Sl. No.	Particulars	Quarter ended/ As at			Year ended
		(30/06/2020)	(31/03/2020)	(30/06/2019)	(31/03/2020)
		(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
(xi)	Public shareholding				
	a) No. of shares (in Lakhs)	2,400	2,400	2,400	2,400
	b) Percentage of shareholding	14.56	14.56	14.56	14.56
	c) % of Government holding (In case of Public Sector Insurance Companies)	85.44	85.44	85.44	85.44

Foot Note:

- 1 Net of Reinsurance (Including Excess of Loss Reinsurance)
- 2 Net of amortisation and losses (including capital gains)
- 3 Expense of Management ratio = (Expense of Management + Direct Commission) / Gross Direct Premium * 100.
- 4 Adjusted combined ratio is calculated as combined ratio less the ratio of Policyholder's share of Investment income to net written Premium.
- 5 Return on Equity = Profit or Loss after Tax/ Average Net Worth *100, for the quarter figures are annualized.
- 6 Earning per share for the quarterly figures are not annualized.
- 7 Other Notes forming part of Annexure - I & II attached.
- 8 Figures of previous period have been regrouped / re-arranged to conform to current period presentation



The New India Assurance Company Limited
Registration No.190 Renewed from : 01/04/2020

Annexure-II

[Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with IRDAI Circular reference : IRDA/F&A/CIR/LFTD/027/01/2017 dated 30.01.2017]

Statement of Standalone Unaudited Results for the Quarter 30/06/2020

(₹ in lakhs)

Sl. No.	Particulars	Quarter ended/ As at			Year ended
		(30/06/2020)	(31/03/2020)	(30/06/2019)	(31/03/2020)
		(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
1	Segment Income:				
	(A) Fire				
	Net Premium	95,634	74,641	79,346	2,75,809
	Income from Investments ¹	7,892	12,643	13,570	62,173
	Other Income	-	-	-	-
	(B) Marine				
	Net Premium	10,495	8,832	12,425	43,346
	Income from Investments ¹	1,052	1,812	1,945	8,910
	Other Income	-	-	-	-
	(C) Motor				
	Net Premium	1,94,704	2,65,534	2,25,649	9,95,903
	Income from Investments ¹	37,202	57,573	61,794	2,83,119
	Other Income	-	-	-	-
	(D) Health (including Personal Accident) ²				
	Net Premium	3,25,331	2,18,612	2,65,119	9,07,510
	Income from Investments ¹	7,892	11,732	12,593	57,695
	Other Income	-	-	-	-
	(E) Liability				
	Net Premium	13,015	10,129	12,818	43,571
	Income from Investments ¹	1,191	1,724	1,849	8,480
	Other Income	-	-	-	-
	(F) Aviation				
	Net Premium	4,751	3,944	4,092	18,714
	Income from Investments ¹	360	548	589	2,697
	Other Income	-	-	-	-
	(G) Engineering				
	Net Premium	8,124	10,503	7,734	36,488
	Income from Investments ¹	1,502	2,078	2,230	10,217
	Other Income	-	-	-	-
	(H) Crop				
	Net Premium	3,646	17,798	227	45,461
	Income from Investments ¹	1,038	1,191	1,278	5,856
	Other Income	-	-	-	-
	(I) Other Miscellaneous				
	Net Premium	22,745	18,931	25,849	81,903
	Income from Investments ¹	1,796	2,567	2,757	12,624
	Other Income	-	-	-	-
	(J) Unallocated				
		-	-	-	-



Sl. No.	Particulars	Quarter ended/ As at			Year ended
		(30/06/2020)	(31/03/2020)	(30/06/2019)	(31/03/2020)
		(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
2	Premium Deficiency				
	(A) Fire	-	-	-	-
	(B) Marine	-	-	-	-
	(C) Motor	-	-	-	-
	(D) Health (including Personal Accident) ²	-	-	-	-
	(E) Liability	-	-	-	-
	(F) Aviation	-	-	-	-
	(G) Engineering	-	-	-	-
	(H) Crop	-	-	-	-
	(I) Other Miscellaneous	-	-	-	-
	(J) Unallocated	-	-	-	-
3	Segment Underwriting profit/ (Loss):				
	(A) Fire	(52,086)	2,008	(10,815)	(28,003)
	(B) Marine	1,336	(2,676)	(2,139)	(326)
	(C) Motor	31,284	(17,613)	(32,334)	(1,13,073)
	(D) Health (including Personal Accident) ²	2,889	(61,968)	(56,552)	(2,07,064)
	(E) Liability	(955)	(1,575)	(252)	3,684
	(F) Aviation	(401)	(2,821)	(1,132)	(4,660)
	(G) Engineering	(2,705)	412	(428)	(11,046)
	(H) Crop	(4,802)	(12,680)	(586)	(27,083)
	(I) Other Miscellaneous	(14,930)	(9,027)	(5,539)	(22,906)
	(J) Unallocated	-	-	-	-
4	Segment Operating profit/(Loss):				
	(A) Fire	(44,194)	14,651	2,755	34,171
	(B) Marine	2,388	(864)	(195)	8,584
	(C) Motor	68,486	39,960	29,460	1,70,046
	(D) Health (including Personal Accident) ²	10,780	(50,236)	(43,960)	(1,49,369)
	(E) Liability	236	150	1,597	12,164
	(F) Aviation	(41)	(2,273)	(543)	(1,963)
	(G) Engineering	(1,203)	2,490	1,802	(829)
	(H) Crop	(3,764)	(11,489)	692	(21,226)
	(I) Other Miscellaneous	(13,134)	(6,459)	(2,782)	(10,282)
	(J) Unallocated	-	-	-	-



Sl. No.	Particulars	Quarter ended/ As at			Year ended
		(30/06/2020)	(31/03/2020)	(30/06/2019)	(31/03/2020)
		(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
5	Segment Technical Liabilities:				
	(A) Fire	5,69,774	4,95,925	4,59,570	4,95,925
	(B) Marine	67,379	66,099	72,428	66,099
	(C) Motor	23,57,540	23,37,700	21,82,289	23,37,700
	(D) Health (including Personal Accident) ²	5,97,859	4,95,895	5,13,867	4,95,895
	(E) Liability	79,538	74,785	68,102	74,785
	(F) Aviation	22,885	22,648	18,625	22,648
	(G) Engineering	95,984	94,364	79,600	94,364
	(H) Crop	57,628	65,216	39,915	65,216
	(I) Other Miscellaneous	1,31,352	1,12,936	1,01,533	1,12,936
	(J) Unallocated	-	-	-	-

Footnotes:

- Income from Investment is net of provisions for diminution in value of investments.
- Figures relating to health segment includes Health Retail, Health Group and Health Government Schemes presented on aggregate basis. Segment results relating to Misc. Segment in terms of (a) Retail (b) Group/Corporate are also on aggregate basis.



Annexure III

Notes forming part of Unaudited Standalone Financial results for the period ended June 30, 2020

1. The above standalone financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 14, 2020 and have been subjected to the limited review by the joint central statutory auditors of the company.
2. These standalone financial results have been prepared in accordance with Accounting Standards 25 (AS) on 'Interim Financial Reporting' as specified under section 133 of the Companies Act 2013 and comply in all material respects with the same accounting policies and principles as followed by the company for the year ended March 31, 2020.
3. The disclosure requirements under the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 and other relevant circulars issued by IRDAI and the provisions of Accounting Standards specified under the Companies Act, 2013 read with Companies (Accounting Standards) Amendment Rules, 2016 and the relevant provisions of the Companies Act, 2013 are complied with at the time of presentation of annual financial statements and as such these are not included in the accompanying standalone financial results.
4. Provision towards company's contribution to Pension fund, Gratuity fund, Leave Encashment, leave travel subsidy, Outstanding expenses have been made on estimated basis. Provision for cash incentive, profit incentive to the development staff, productivity linked incentive and profit commission to agents in case of foreign agency offices are made at the year end.
5. The Life Insurance Corporation has intimated the increase in the annuity rate in the pension fund due to reduction in interest rates. Thus, the Company expects additional pension liability as on June 30, 2020 due to the increased annuity rates and reduction in investment income. In addition to the normal provision of ₹ 32,775.00 lakhs for the current quarter ended June 30, 2020, the management of the Company on a prudent basis has estimated additional liability of ₹ 53,792.30 lakhs towards Pension fund and the entire additional liability has been charged to the revenue account.
6. Provision towards Claims Incurred but Not Reported (IBNR) and those Incurred but Not Enough Reported (IBNER) as on June 30, 2020 have been determined by Appointed Actuary, which is in accordance with accepted actuarial practice and IRDAI regulations in this regard.

7. a) The balance appearing in the amount due to/ due from persons or bodies carrying on insurance business including re-insurance business except with Terrorism Risk and



Nuclear Pool with GIC re are subject to confirmation/ reconciliation and consequential adjustments if any. The company is in the process of compiling the gross debit and gross credit balance against each of such parties along with the age wise analysis. These balances include old cases including migration difference for which the company is in the process of identifying the supporting records and accordingly necessary action will be taken. Impact of the above, if any, on the standalone financial results are unascertainable. As against net Reinsurance recoverable balance of ₹ 2,72,543.17 lakhs, the Company has maintained a provision of ₹ 12,414.56 Lakh up to June 30, 2020 towards doubtful debts.

b) In case of Co-insurance balances, the reconciliation and settlement process to clear the balances is in progress.

c) The reconciliation of various accounts relating to inter-office accounts of domestic and foreign operations amounting to ₹ 28,439.11 lakhs (Net Debit), Control Accounts, Reinsurance recovery control account, old balances, sundries and suspense, few Bank Accounts, loans, other assets and other liabilities etc. is under progress. The impact of the above, if any, on the standalone financial results are unascertainable.

d) In case of Pradhan Mantri Fasal Bima Yojna (PMFBY), Enrolment data and premium data as per Banks is being reconciled with data as per the Central/State Government portal. In respect of claims, full yield data is not available for the crop year 2019-20 and therefore precise amount of claims liability in terms of actual yield and claims admissible is yet to be done. Provision for outstanding claims has been made based on management estimates of ultimate loss and is included under IBNR/IBNER assessed by the appointed actuary. Necessary adjustments relating to the above are to be carried out in due course.

e) In view of various accounts being reconciled and balances under confirmation, the effect of such pending reconciliation on compliance of various provisions relating to TDS, service tax and GST and interest thereon has been ensured to the extent of available information and necessary adjustments /payments of any liability arising out of such reconciliation is to be done in due course.

8. a) With the amendment in the payment of Gratuity Act, 2018, the limit of payment of gratuity is enhanced from ₹ 10 lakhs to ₹ 20 lakhs with effect from March 28, 2018, resulting into additional liability. In terms of requirement of the Accounting Standard (AS-15) Employee Benefits, the entire additional liability of ₹ 33,753.00 Lakhs for gratuity was required to be charged to the Profit and Loss Account. However, vide circular communications ref IRDAI/F&A/GNA/LR/002/2018-19/23 dated 01/05/2018, IRDAI had permitted the amortization of expenditure relating to additional liability towards gratuity over a period of five years commencing from FY 2017-18. However vide communication Ref: IRDAI/F&A/GNA/LR/003/2018-19/48 dated 10/07/2018, the same was revised to 4 years. Accordingly, the balance un-amortized liability of ₹ 9000.80 lakhs as on April 30, 2020 would be amortized in the current year. During the current quarter an amount of ₹ 2250.20



lakhs is charged to the revenue and the balance amount remaining to be amortized in remaining period of the current year is ₹ 6750.60 lakhs.

b) The Government of India by Gazette Notification no. S.O. 1627 (E) dated April 23, 2019 notified amendment under the General Insurance (Employees) Pension Scheme 1995, allowing one more pension option to the employees who have joined the Company before June 28, 1995. In FY 2019-20, the Company had given option to all the eligible current and retired employees to whom the scheme had given an option for the pension scheme. Out of the total liability of ₹ 2,69,570.00 lakhs, an amount of ₹ 64,500.00 lakhs towards retired employees was charged to profit and loss account in FY 2019-20 and for remaining amount of ₹ 2,05,070.00 lakhs towards regular employees, the management had applied to IRDAI for amortization over a period of five year. The Company had charged ₹ 41,014.00 Lakhs relating to regular employees to revenue account in FY 2019-20 and balance liability of ₹ 1,64,056 lakhs was carried forward to subsequent period based on expectation of approval for amortization from IRDAI.

IRDAI vide its letter ref.:-411/F&N(NL)Amort-EB/2019-20/124 dated 07.07.2020 has granted approval for the amortization of the pension liability on account of regular employees, over a period of not exceeding five years with effect from FY 2019-20. Accordingly, the balance unamortized liability of ₹ 1,64,056 Lakhs as on April 1, 2020 would be amortized in the remaining four years. During the quarter ended June 30, 2020 an amount of ₹ 10,253.50 Lakhs is charged to the revenue and the balance amount remaining to be amortized in remaining period is ₹ 1,53,802.50 Lakhs.

9. An amount of ₹ 12,009.19 Lakh was withheld / deducted by Government of Rajasthan under Bhamashah Health Insurance Scheme towards rejection of claims under the scheme and related matters. As per meeting held on August 04, 2020 between the Company and Government of Rajasthan, it has been agreed to adjust the amount of ₹ 6,533.23 Lakh against the outstanding claims payable by the Company to respective claimants/ hospitals under the scheme. The remaining amount of ₹ 5,475.96 Lakhs has been provided and charged to revenue account during the quarter ended June 30, 2020.
10. The Company has under one of its old run-off schemes namely Bhavishya Arogya Scheme received premium in prior years and balance as at June 30, 2020 is ₹. 4,245.39 lakhs, which are yet to be accounted under appropriate heads, pending compilation and ascertainment of relevant information and records.
11. The Government of Karnataka has levied penalty of ₹ 649.00 lakhs in respect of implementation of RSBY Scheme for which communication was received on April 15, 2019. During the quarter ended June 30, 2020 the company has made provision for the said penalty of ₹ 649.00 lakhs and charged to revenue account.
12. During the current quarter ended June 30, 2020 the management of the Company has made provision for doubtful debts amounting to ₹ 3,099.16 lakhs and charged to revenue



account against the outstanding subsidy receivable from Government of Karnataka amounting to ₹ 3,970.84 Lakhs under Rastriya Shawastya Bima Yojana Scheme. The remaining amount of ₹ 871.68 Lakhs will be adjusted against the outstanding claims payable by Company to respective claimants/ hospital under the scheme.

13. During the current quarter ended June 30, 2020 the management of the Company has made provision for doubtful debts amounting to ₹ 1,660.99 lakhs and charged to revenue account against the outstanding subsidy receivable from Government of Arunachal Pradesh amounting to ₹ 1,660.99 lakhs under Arunachal Pradesh Chief Minister Universal Health Insurance Scheme.
14. The Taxation Laws (Amendment) Act, 2019 provides domestic companies with an option to opt for lower tax rate, provided they do not claim certain deductions. The Company has not exercised the option to opt for lower tax rate and has presently considered the rate existing prior to the amendment for the purpose of deferred tax in these standalone financial results. The Company shall evaluate the option to opt for lower tax rate once it utilises the entire carried forward losses and MAT credit available under the Income Tax Act.
15. The Company is in the process of strengthening internal controls and Internal Audit specially in area of data input and validation in softwares, Reinsurance accounts, PMFBY and other Government sponsored Health schemes to ensure the compliance of laid down operational guidelines.
16. The accounts of Branches in Fiji and Thailand are prepared on calendar year basis as per the requirement of local laws. The accounts incorporated of these branches in these standalone financial results are for the period January 01, 2020 to March 31, 2020. There are no material changes for the period April 2020 to June 2020.
17. The Company has considered the impact of COVID-19 outbreak in the preparation of these standalone financial results for the quarter ended June 30, 2020, after assessing the trends and information available from various sources. Motor Insurance premium has been unfavorably impacted due to reduced demand of passenger and commercial vehicles. However, due to restrictions/ minimal movement of vehicles the claims experience in motor segment was lower. As the vehicle movement returns to normalcy the claims likely to increase in subsequent period. Increase in awareness about health insurance due to the pandemic has led to growth in health insurance premium and the trend may continue.

Equity markets have shown sign of recovery in the current quarter through increase in the equity fair value as compared to March 31, 2020. Investment yield in F.Y. 2020-21 is expected to decline due to reduction in interest rates.

While, the Company does not expect any material impact to arise due to pandemic, the actual impact may differ from our assessment as at the date of approval of these standalone financial results due to the uncertainties related to the pandemic and other



variables. Further the impact assessment does not indicate any adverse impact on the solvency of the Company.

18. Figures of previous year/ quarter have been re-grouped/ re-arranged to conform to current year/ current quarter presentation.



For The New India Assurance Co. Limited

Chairman-Cum- Managing Director
DIN: 07542308

Place: Mumbai
Date: August 14, 2020



NBS & Co.,
Chartered Accountants,
14/2, Western India House,
Sir P.M. Road, Fort,
Mumbai 400001.

Mukund .M. Chitale & Co.,
Chartered Accountants
2nd Floor, Kapur House,
Paranjape Scheme B Road No.1,
Vile Parle East,
Mumbai – 4000 57

**LIMITED REVIEW REPORT ON UNAUDITED STANDALONE FINANCIAL RESULTS OF THE
NEW INDIA ASSURANCE COMPANY LIMITED**

To,
The Board of Directors,
The New India Assurance Company Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of The New India Assurance Company Limited (the Company) for the quarter ended June 30, 2020 (the 'Statement') being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019. This statement is the responsibility of the company management and has been approved by the board of directors. Our responsibility is to issue a report on the standalone financial results based on our review.

2. We conducted our review in accordance with the standard on Review Engagement (SRE) 2410, "Review of Interim financial information performed by Independent Auditor of the entity", issued by The Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the standalone financial results are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an Audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

3.(a) Balances due to/from persons or bodies carrying on Insurance Business including reinsurers and the balances related to Co-insurance accounts are subject to confirmations and reconciliation, the ageing of these balances and records relating to old balances are being compiled by the company. (Refer Note 7(a) and (b));

(b) Balances of Inter office accounts, control accounts, few Bank accounts including those related to Pradhan Mantri Fasal Bima Yojna (PMFBY), certain loans and other accounts at certain offices are also pending for reconciliation/confirmation and consequential adjustments, effect of which, if any, is not ascertainable and cannot be commented upon. (Refer Note 7(c) and (d)).

(c) The impact on account of reconciliation relating to various accounts and balance confirmation with respect to compliance of provisions relating to TDS, service tax and GST which may arise out of such reconciliation, if any, is not ascertainable and cannot be commented upon. (Refer Note 7 (e)).



NBS & Co.,
Chartered Accountants,
14/2, Western India House,
Sir P.M. Road, Fort,
Mumbai 400001.

Mukund .M. Chitale & Co.,
Chartered Accountants
2nd Floor, Kapur House,
Paranjape Scheme B Road No.1,
Vile Parle East,
Mumbai – 4000 57

Overall impact of the above and the consequential effects on standalone financial results and assets and liabilities for the quarter June 30, 2020 are not ascertainable and cannot be commented upon.

4. Qualified Conclusion

Based on our Review conducted as above, with the exception of the matter specified in the basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with applicable Accounting standard 25, "Interim Financial Statement", specified under section 133 of the companies Act 2013, read with Rule 7 of companies (Accounts) Rules, 2014 issued there under, including the relevant provisions of the Insurance Act 1938("the insurance act"), the Insurance Regulatory and Development Authority of India Act,1999 ("the IRDAI Act") and IRDAI (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations, 2002; orders/directions/circulars issued by the Insurance Regulatory and Development Authority of India ("IRDAI"/ "the Authority") to the extent applicable and other recognized accounting practices and policies generally Accepted in India, has not disclosed the information required to be disclosed in terms of Regulations 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with circular No. CIR/IMD/DFIC/69/2016 dated August 10, 2016 and read with IRDAI Circular reference: IRDAI/F&A/CIR/LFTD/027/01/2017 dated January 30, 2017 including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. Emphasis of Matter:

Without qualifying our report in respect of the following, we draw attention to:

- i. Note No. 5 regarding additional pension liability provision made by the Company on account of increase in annuity rates in pension fund due to reduction in interest rates based on intimation received from Life Insurance Corporation and reduction in investment income.
- ii. Note No. 8 (a) and (b) regarding Un-amortized Gratuity and Pension Liability as per IRDAI Circular.
- iii. Note No. 10 regarding amount received under Bhavishya Arogya Scheme of the Company which are yet to be accounted under appropriate heads, pending compilation and ascertainment of relevant information and records.
- iv. Note No. 15 regarding strengthening of Internal control System and Internal Audit specially in area of data input and validation in softwares, Reinsurance accounts, PMFBY and other Government sponsored Health schemes requires strengthening.



NBS & Co.,
Chartered Accountants,
14/2, Western India House,
Sir P.M. Road, Fort,
Mumbai 400001.

Mukund .M. Chitale & Co.,
Chartered Accountants
2nd Floor, Kapur House,
Paranjape Scheme B Road No.1,
Vile Parle East,
Mumbai – 4000 57

- v. Note No. 17 regarding the management's assessment of the financial impact due to restrictions and conditions related to COVID – 19 pandemic situation.

Our opinion is not modified in respect of these matters.

6. Other Matters:

- i. We did not Review the financial results of Nine Foreign Branches and Seven Foreign Agency offices, included in the standalone financial results of the Company. The financial results / information of these offices have been reviewed by the other firm of auditors whose reports have been furnished to us and our opinion, in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such branch auditors.
- ii. We have relied on the financial results of two Foreign Run off offices and one Foreign representative office which have been furnished to us by the management and our review report. in so far as it relates to the amounts included in respect of the said foreign branches. is solely based on the financial results furnished by the management which has not been subject to review in their respective countries.
- iii. The actuarial valuation of liability in respect of Claims Incurred But Not Reported (IBNR) and those Incurred but Not Enough Reported (IBNER) as at June 30, 2020, is as certified by the Company's Appointed Actuary and our conclusion in so far as it relates to the amounts and disclosures related to such liability, is based solely on such report.

For NBS & CO.
Chartered Accountants
Firm Reg. No. 110100W



Devdas Bhat
Partner
Membership Number 048094
UDIN - 20048094AAAACX2517

Place: Mumbai
Date: August 14, 2020.

For Mukund. M. Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W



Abhay V. Kamat
Partner
Membership Number 039585
UDIN – 20039585AAAAGS5005

The New India Assurance Company Limited
Registration No.190 Renewed from : 01/04/2020

Annexure-I

[Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with IRDAI Circular reference : IRDA/F&A/CIR/LFTD/027/01/2017 dated 30.01.2017]

Statement of Consolidated Unaudited Results for the Quarter 30/06/2020

(₹ in lakhs)

Sl. No.	Particulars	Quarter ended/ As at			Year ended
		(30/06/2020)	(31/03/2020)	(30/06/2019)	(31/03/2020)
		(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
OPERATING RESULTS					
1	Gross Premiums Written:	8,44,124	8,19,325	7,92,743	31,47,546
2	Net Premium written ¹	6,83,007	6,31,581	6,37,207	24,61,905
3	Premium Earned (Net)	6,06,219	6,14,791	5,44,841	23,66,218
4	Income from investments (net) ²	60,170	92,052	98,906	4,52,806
5	Other income	-	-	-	-
6	Total income (3to5)	6,66,389	7,06,843	6,43,747	28,19,024
7	Commissions & Brokerage (net)	62,947	64,410	52,881	2,30,828
8	Net commission	62,947	64,410	52,881	2,30,828
9	Operating Expenses related to insurance business (a + b):	1,82,222	98,479	97,553	3,87,410
	(a) Employees' remuneration and welfare expenses	1,49,659	70,564	65,304	2,70,998
	(b) Other operating expenses	32,563	27,915	32,249	1,16,412
10	Premium Deficiency	-	-	-	-
11	Incurred Claims:	3,99,713	5,59,277	5,02,888	21,57,392
	(a) Claims Paid	2,61,670	5,03,671	4,32,789	18,74,969
	(b) Change in Outstanding Claims (Incl. IBNR/IBNER)	1,38,043	55,606	70,099	2,82,423
12	Total Expense (8+9+10+11)	6,44,882	7,22,166	6,53,322	27,75,630
13	Underwriting Profit/(Loss): (3-12)	(38,663)	(1,07,375)	(1,08,481)	(4,09,412)
14	Provisions for doubtful debts (including bad debts written off)	(1)	8,949	1,079	14,297
15	Provisions for diminution in value of investments	590	(1,722)	(11)	976
16	Operating Profit/(loss): (6-12)	21,507	(15,323)	(9,575)	43,394
17	Appropriations				
	(a) Transfer to Profit and Loss A/c	21,507	(15,323)	(9,575)	43,394
	(b) Transfer to reserves	-	-	-	-
NON-OPERATING RESULTS					
18	Income in shareholders' account (a+b+c):	47,612	38,768	40,660	2,81,784
	(a) Transfer from Policyholders' Fund	21,507	(15,323)	(9,575)	43,394
	(b) Income from investments	25,935	49,398	49,744	2,32,902
	(c) Other income	170	4,693	491	5,488
19	Expenses other than those related to insurance business	10,987	22,387	7,986	1,08,282
20	Provisions for doubtful debts (including bad debts written off) (investment provisions)	(0)	4,454	537	7,114
21	Provisions for diminution in value of investments	252	(857)	(6)	485
22	Total Expense(19+20+21)	11,239	25,984	8,517	1,15,881



Sl. No.	Particulars	Quarter ended/ As at			Year ended
		(30/06/2020)	(31/03/2020)	(30/06/2019)	(31/03/2020)
		(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
23	Profit / (Loss) before extraordinary items (18-22)	36,373	12,784	32,143	1,65,903
24	Extraordinary Items	-	-	-	-
25	Profit/ (loss) before tax (23-24)	36,373	12,784	32,143	1,65,903
26	Provision for tax	6,111	1,457	3,035	22,336
27	Profit / (loss) after tax	30,262	11,327	29,108	1,43,567
28	Profit attributable to Minority Interest	(412)	308	(310)	(446)
29	Share of Profit/(Loss) in Associate Enterprises	1,893	210	(839)	1,104
30	Dividend per share (Rs.)				
	(a) Interim Dividend	-	-	-	-
	(b) Final dividend	-	-	-	-
31	Profit / (Loss) carried to Balance Sheet	31,743	11,845	27,959	1,44,225
32	Paid up equity capital	82,400	82,400	82,400	82,400
33	Reserve & Surplus Excluding Revaluation Reserve	17,60,553	17,23,652	16,11,037	17,23,652
34	Fair Value Change Account and Revaluation Reserve	13,37,958	10,34,967	21,37,278	10,34,967
35	Total Assets:				
	(a) Investments:				
	- Shareholders' Fund	18,04,904	18,28,900	20,96,413	18,28,900
	- Policyholders' Fund	38,76,433	33,73,990	39,75,942	33,73,990
	(b) Other Assets Net of current liabilities and provisions	(25,00,426)	(23,61,871)	(22,41,640)	(23,61,871)
36	Analytical Ratios :				
	(i) Solvency Ratio	2.11	2.11	2.13	2.11
	(ii) Expenses of Management Ratio ³	31.41	22.19	21.39	21.47
	(iii) Incurred Claim Ratio	65.94	90.97	92.30	91.17
	(iv) Net retention ratio	80.91	77.09	80.38	78.22
	(v) Combined ratio:	101.83	116.76	115.91	116.29
	(vi) Adjusted Combined Ratio ⁴	93.02	102.19	100.39	97.89
	(vii) Return on Equity ⁵	7.66	2.79	6.76	8.83
	(viii) Earning per share (₹) ⁶				
	(a) Basic and diluted EPS before extraordinary items (net of tax expense) for the period	1.93	0.72	1.70	8.75
	(b) Basic and diluted EPS after extraordinary items (net of tax expense) for the period	1.93	0.72	1.70	8.75
	(ix) NPA ratios:				
	a) Gross and Net NPAs				
	Gross NPAs	69,549	69,665	21,762	69,665
	Net NPAs	35,966	35,966	4,336	35,966
	b) % of Gross & Net NPAs				
	% of Gross NPA	1.49	1.59	0.53	1.59
	% of Net NPA	0.77	0.82	0.11	0.82
	(x) Yield on Investments				
	(a) Without unrealized gains	1.79	3.24	3.50	16.17
	(b) With unrealised gains	1.42	2.44	2.27	11.61



Sl. No.	Particulars	Quarter ended/ As at			Year ended
		(30/06/2020)	(31/03/2020)	(30/06/2019)	(31/03/2020)
		(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
	(xi) Public shareholding				
	a) No. of shares (in Lakhs)	2,400	2,400	2,400	2,400
	b) Percentage of shareholding	14.56	14.56	14.56	14.56
	c) % of Government holding (In case of Public Sector Insurance Companies)	85.44	85.44	85.44	85.44

Foot Note:

- 1 Net of Reinsurance (Including Excess of Loss Reinsurance)
- 2 Net of amortisation and losses (including capital gains)
- 3 Expense of Management ratio = (Expense of Management + Direct Commission) / Gross Direct Premium * 100.
- 4 Adjusted combined ratio is calculated as combined ratio less the ratio of Policyholder's share of Investment income to net written Premium.
- 5 Return on Equity = Profit or Loss after Tax/ Average Net Worth *100, for the quarter figures are annualized.
- 6 Earning per share for the quarterly figures are not annualized.
- 7 Other Notes forming part of Annexure - I & II attached.
- 8 Figures of previous period have been regrouped / re-arranged to conform to current period presentation



The New India Assurance Company Limited
Registration No.190 Renewed from : 01/04/2020

Annexure-II

[Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
read with IRDAI Circular reference : IRDA/F&A/CIR/LFTD/027/01/2017 dated 30.01.2017]

Statement of Consolidated Unaudited Results for the Quarter 30/06/2020

(₹ in lakhs)

Sl. No.	Particulars	Quarter ended/ As at			Year ended
		(30/06/2020)	(31/03/2020)	(30/06/2019)	(31/03/2020)
		(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
1	Segment Income:				
	(A) Fire				
	Net Premium	96,542	74,729	79,907	2,77,700
	Income from Investments ¹	7,924	12,668	13,612	62,316
	Other Income	-	-	-	-
	(B) Marine				
	Net Premium	10,980	9,378	12,890	45,453
	Income from Investments ¹	1,056	1,815	1,951	8,930
	Other Income	-	-	-	-
	(C) Motor				
	Net Premium	1,97,119	2,67,416	2,27,846	10,03,704
	Income from Investments ¹	37,354	57,688	61,983	2,83,767
	Other Income	-	-	-	-
	(D) Health (including Personal Accident) ²				
	Net Premium	3,25,774	2,18,687	2,65,623	9,08,344
	Income from Investments ¹	7,924	11,756	12,631	57,827
	Other Income	-	-	-	-
	(E) Liability				
	Net Premium	13,101	10,180	12,891	43,867
	Income from Investments ¹	1,196	1,728	1,855	8,500
	Other Income	-	-	-	-
	(F) Aviation				
	Net Premium	4,751	3,728	4,026	18,224
	Income from Investments ¹	362	550	590	2,703
	Other Income	-	-	-	-
	(G) Engineering				
	Net Premium	8,266	10,625	7,879	36,931
	Income from Investments ¹	1,508	2,082	2,237	10,241
	Other Income	-	-	-	-
	(H) Crop				
	Net Premium	3,645	17,798	227	45,461
	Income from Investments ¹	1,042	1,193	1,282	5,870
	Other Income	-	-	-	-
	(I) Other Miscellaneous				
	Net Premium	22,829	19,040	25,919	82,220
	Income from Investments ¹	1,804	2,572	2,765	12,653
	Other Income	-	-	-	-
	(J) Unallocated				
		-	-	-	-



Sl. No.	Particulars	Quarter ended/ As at			Year ended
		(30/06/2020)	(31/03/2020)	(30/06/2019)	(31/03/2020)
		(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
2	Premium Deficiency				
	(A) Fire	-	-	-	-
	(B) Marine	-	-	-	-
	(C) Motor	-	-	-	-
	(D) Health (including Personal Accident) ²	-	-	-	-
	(E) Liability	-	-	-	-
	(F) Aviation	-	-	-	-
	(G) Engineering	-	-	-	-
	(H) Crop	-	-	-	-
	(I) Other Miscellaneous	-	-	-	-
	(J) Unallocated	-	-	-	-
3	Segment Underwriting profit/ (Loss):				
	(A) Fire	(51,656)	1,983	(9,937)	(26,237)
	(B) Marine	1,872	(2,500)	(2,038)	466
	(C) Motor	31,753	(18,295)	(31,939)	(1,12,543)
	(D) Health (including Personal Accident) ²	2,876	(62,541)	(56,774)	(2,08,435)
	(E) Liability	(1,052)	(1,700)	(127)	3,599
	(F) Aviation	(402)	(3,010)	(1,192)	(5,092)
	(G) Engineering	(2,386)	387	(431)	(11,191)
	(H) Crop	(4,803)	(12,714)	(586)	(27,154)
	(I) Other Miscellaneous	(14,865)	(8,985)	(5,457)	(22,824)
	(J) Unallocated	-	-	-	-
4	Segment Operating profit/(Loss):				
	(A) Fire	(43,732)	14,651	3,675	36,078
	(B) Marine	2,928	(685)	(88)	9,396
	(C) Motor	69,107	39,394	30,044	1,71,224
	(D) Health (including Personal Accident) ²	10,800	(50,785)	(44,143)	(1,50,608)
	(E) Liability	144	28	1,728	12,098
	(F) Aviation	(40)	(2,461)	(601)	(2,389)
	(G) Engineering	(878)	2,469	1,806	(951)
	(H) Crop	(3,761)	(11,521)	696	(21,284)
	(I) Other Miscellaneous	(13,061)	(6,413)	(2,691)	(10,171)
	(J) Unallocated	-	-	-	-



Sl. No.	Particulars	Quarter ended/ As at			Year ended
		(30/06/2020)	(31/03/2020)	(30/06/2019)	(31/03/2020)
		(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
5	Segment Technical Liabilities:				
	(A) Fire	5,72,085	4,98,044	4,61,350	4,98,044
	(B) Marine	67,499	66,602	72,550	66,602
	(C) Motor	23,66,793	23,46,341	21,90,659	23,46,341
	(D) Health (including Personal Accident) ²	5,98,449	4,96,521	5,14,612	4,96,521
	(E) Liability	80,428	75,533	68,807	75,533
	(F) Aviation	22,885	22,648	18,625	22,648
	(G) Engineering	95,981	94,602	79,640	94,602
	(H) Crop	57,628	65,216	39,915	65,216
	(I) Other Miscellaneous	1,31,433	1,13,039	1,01,597	1,13,039
	(J) Unallocated	-	-	-	-

Footnotes:

- Income from Investment is net of provisions for diminution in value of investments.
- Figures relating to health segment includes Health Retail, Health Group and Health Government Schemes presented on aggregate basis. Segment results relating to Misc. Segment in terms of (a) Retail (b) Group/Corporate are also on aggregate basis.



Annexure III

Notes forming part of Unaudited Consolidated Financial results for the period ended June 30, 2020

1. The above consolidated financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 14, 2020 and have been subjected to the limited review by the joint central statutory auditors of the Holding Company.
2. The accounts of subsidiary companies and one of the associate, which are considered in the consolidated financial results, are prepared on calendar year basis in accordance with the local requirements. The accounts incorporated of these subsidiaries and associate in these consolidated financial results are for the period January 2020 to March 2020. There are no material changes during the quarter April 2020 to June 2020 requiring adjustments to the figures reported in the unaudited accounts as received.
3. These consolidated financial results have been prepared in accordance with Accounting Standards 25 (AS) on 'Interim Financial Reporting' as specified under section 133 of the Companies Act 2013 and comply in all material respects with the same accounting policies and principles as followed by the Holding Company for the year ended March 31, 2020.
4. The disclosure requirements under the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 and other relevant circulars issued by IRDAI and the provisions of Accounting Standards specified under the Companies Act, 2013 read with Companies (Accounting Standards) Amendment Rules, 2016 and the relevant provisions of the Companies Act, 2013 are complied with at the time of presentation of annual financial statements and as such these are not included in the accompanying consolidated financial results.
5. Provision towards Holding Company's contribution to Pension fund, Gratuity fund, Leave Encashment, leave travel subsidy, Outstanding expenses have been made on estimated basis. Provision for cash incentive, profit incentive to the development staff, productivity linked incentive and profit commission to agents in case of foreign agency offices are made at the year end.
6. The Life Insurance Corporation has intimated the increase in the annuity rate in the pension fund due to reduction in interest rates. Thus, the Holding Company expects additional pension liability as on June 30, 2020 due to the increased annuity rates and reduction in investment income. In addition to the normal provision of ₹ 32,775.00 lakhs for the current quarter ended June 30, 2020, the management of the Holding Company on a prudent basis has estimated additional liability of ₹ 53,792.30 lakhs towards Pension fund and the entire additional liability has been charged to the consolidated revenue account.



7. Provision towards Claims Incurred but Not Reported (IBNR) and those Incurred but Not Enough Reported (IBNER) as on June 30, 2020 have been determined by Appointed Actuary, which is in accordance with accepted actuarial practice and IRDAI regulations in this regard.

8. a) The balance appearing in the amount due to/ due from persons or bodies carrying on insurance business including re-insurance business except with Terrorism Pool and Nuclear Pool with GIC re are subject to confirmation/ reconciliation and consequential adjustments if any. Further the Holding Company is in the process of compiling the gross debit and gross credit balance against each of such parties along with the age wise analysis. These balances include old cases including migration difference for which the Holding Company is in the process of identifying the supporting records and accordingly necessary action will be taken. Impact of the above, if any, on the consolidated financial results are unascertainable. As against net Reinsurance recoverable balance of ₹ 2,72,543.17 lakhs, the Holding Company has maintained a provision of ₹ 12,414.56 Lakh up to June 30, 2020 towards doubtful debts.

b) In case of Co-insurance balances, the reconciliation and settlement process to clear the balances is in progress.

c) The reconciliation of various accounts relating to inter-office accounts of domestic and foreign operations amounting to ₹ 28,439.11 lakhs (Net Debit), Control Accounts, Reinsurance recovery control account, old balances, sundries and suspense, few Bank Accounts, loans, other assets and other liabilities etc. is under progress. The impact of the above, if any, on the consolidated financial results are unascertainable.

d) In case of Pradhan Mantri Fasal Bima Yojna (PMFBY), Enrolment data and premium data as per Banks is being reconciled with data as per the Central/State Government portal. In respect of claims, full yield data is not available for the crop year 2019-20 and therefore precise amount of claims liability in terms of actual yield and claims admissible is yet to be done. Provision for outstanding claims has been made based on management estimates of ultimate loss and is included under IBNR/IBNER assessed by the appointed actuary. Necessary adjustments relating to the above are to be carried out in due course.

e) In view of various accounts being reconciled and balances under confirmation, the effect of such pending reconciliation on compliance of various provisions relating to TDS, service tax and GST and interest thereon has been ensured to the extent of available information and necessary adjustments /payments of any liability arising out of such reconciliation is to be done in due course.



9. a) With the amendment in the payment of Gratuity Act, 2018, the limit of payment of gratuity is enhanced from ₹ 10 lakhs to ₹ 20 lakhs with effect from March 28, 2018, resulting into additional liability. In terms of requirement of the Accounting Standard (AS-15) Employee Benefits, the entire additional liability of ₹ 33,753.00 Lakhs for gratuity was required to be charged to the consolidated profit and loss account. However, vide circular communications ref IRDAI/F&A/GNA/LR/002/2018-19/23 dated 01/05/2018, IRDAI had permitted the amortization of expenditure relating to additional liability towards gratuity over a period of five years commencing from FY 2017-18. However vide communication Ref: IRDAI/F&A/GNA/LR/003/2018-19/48 dated 10/07/2018, the same was revised to 4 years. Accordingly, the balance un-amortized liability of ₹ 9000.80 lakhs as on April 1, 2020 would be amortized in the current year. During the current quarter an amount of ₹ 2250.20 lakhs is charged to the revenue and the balance amount remaining to be amortized in remaining period of the current year is ₹ 6750.60 lakhs.

b) The Government of India by Gazette Notification no. S.O. 1627 (E) dated April 23, 2019 notified amendment under the General Insurance (Employees) Pension Scheme 1995, allowing one more pension option to the employees who have joined the Holding Company before June 28, 1995. In FY 2019-20, the Holding Company had given option to all the eligible current and retired employees to whom the scheme had given an option for the pension scheme. Out of the total liability of ₹ 2,69,570.00 lakhs, an amount of ₹ 64,500.00 lakhs towards retired employees was charged to consolidated profit and loss account in FY 2019-20 and for remaining amount of ₹ 2,05,070.00 lakhs towards regular employees, the management of the Holding Company had applied to IRDAI for amortization over a period of five years. The Holding Company had charged ₹ 41,014.00 Lakhs relating to regular employees to consolidated revenue account in FY 2019-20 and balance liability of ₹ 1,64,056 lakhs was carried forward to subsequent period based on expectation of approval for amortization from IRDAI.

IRDAI vide its letter ref.: -411/F&N(NL)Amort-EB/2019-20/124 dated 07.07.2020 has granted approval for the amortization of the pension liability on account of regular employees, over a period of not exceeding five years with effect from FY 2019-20. Accordingly, the balance unamortized liability of ₹ 1,64,056 Lakhs as on April 1, 2020 would be amortized in the remaining four years. During the quarter ended June 30, 2020 an amount of ₹ 10,253.50 Lakhs is charged to the consolidated revenue and the balance amount remaining to be amortized in remaining period is ₹ 153,802.50 Lakhs.

10. An amount of ₹ 12,009.19 Lakh was withheld / deducted by Government of Rajasthan under Bhamashah Health Insurance Scheme towards rejection of claims under the scheme and related matters. As per meeting held on August 04, 2020 between the Holding Company and Government of Rajasthan, it has been agreed to adjust the amount of ₹ 6,533.23 Lakh against the outstanding claims payable by the Holding Company to respective claimants/ hospitals under the scheme. The remaining amount of ₹ 5,475.96 Lakhs has been provided and charged to consolidated revenue account during the quarter ended June 30, 2020.



11. The Holding Company has under one of its old run-off schemes namely Bhavishya Arogya Scheme received premium in prior years and balance as at June 30, 2020 is ₹. 4,245.39 lakhs, which are yet to be accounted under appropriate heads, pending compilation and ascertainment of relevant information and records.
12. The Government of Karnataka has levied penalty of ₹ 649.00 lakhs in respect of implementation of RSBY Scheme for which communication was received on April 15, 2019. During the quarter ended June 30, 2020 the Holding Company has made provision for the said penalty of ₹ 649.00 lakhs and charged to consolidated revenue account.
13. During the current quarter ended June 30, 2020 the management of the Holding Company has made provision for doubtful debts amounting to ₹ 3,099.16 lakhs and charged to consolidated revenue account against the outstanding subsidy receivable from Government of Karnataka amounting to ₹ 3,970.84 lakhs under Rastriya Shawastya Bima Yojana Scheme. The remaining amount of ₹ 871.68 Lakh will be adjusted against the outstanding claims payable by Holding Company to respective claimants/ hospital under the scheme.
14. During the current quarter ended June 30, 2020 the management of the Holding Company has made provision for doubtful debts amounting to ₹ 1,660.99 lakhs and charged to consolidated revenue account against the outstanding subsidy receivable from Government of Arunachal Pradesh amounting to ₹ 1,660.99 lakhs under Arunachal Pradesh Chief Minister Universal Health Insurance Scheme.
15. The Taxation Laws (Amendment) Act, 2019 provides domestic companies with an option to opt for lower tax rate, provided they do not claim certain deductions. The Holding Company has not exercised the option to opt for lower tax rate and has presently considered the rate existing prior to the amendment for the purpose of deferred tax in these consolidated financial results. The Holding Company shall evaluate the option to opt for lower tax rate once it utilises the entire carried forward losses and MAT credit available under the Income Tax Act.
16. The Holding Company is in the process of strengthening internal controls and Internal Audit specially in area of data input and validation in softwares, Reinsurance accounts, PMFBY and other Government sponsored Health schemes to ensure the compliance of laid down operational guidelines.
17. The accounts of Branches in Fiji and Thailand are prepared on calendar year basis as per the requirement of local laws. The accounts incorporated of these branches in these consolidated financial results are for the period January 01, 2020 to March 31, 2020. There are no material changes for the period April 2020 to June 2020.



18. The Holding Company has considered the impact of COVID-19 outbreak in the preparation of these consolidated financial results for the quarter ended June 30, 2020, after assessing the trends and information available from various sources. Motor Insurance premium has been unfavorably impacted due to reduced demand of passenger and commercial vehicles. However, due to restrictions/ minimal movement of vehicles the claims experience in motor segment was lower. As the vehicle movement returns to normalcy the claims likely to increase in subsequent period. Increase in awareness about health insurance due to the pandemic has led to growth in health insurance premium and the trend may continue.

Equity markets have shown sign of recovery in the current quarter through increase in the equity fair value as compared to March 31, 2020. Investment yield in F.Y. 2020-21 is expected to decline due to reduction in interest rates.

While, the Holding Company does not expect any material impact to arise due to pandemic, the actual impact may differ from our assessment as at the date of approval of these consolidated financial results due to the uncertainties related to the pandemic and other variables. Further the impact assessment does not indicate any adverse impact on the solvency of the Holding Company.

19. Figures of previous year/ quarter have been re-grouped/ re-arranged to conform to current year/ current quarter presentation.

For The New India Assurance Co. Limited



Chairman-Cum- Managing Director
DIN: 07542308



Place: Mumbai

Date: August 14, 2020



NBS & Co.,
Chartered Accountants,
14/2, Western India House,
Sir P.M. Road, Fort,
Mumbai 400001.

Mukund .M. Chitale & Co.,
Chartered Accountants
2nd Floor, Kapur House,
Paranjape Scheme B Road No.1,
Vile Parle East,
Mumbai – 4000 57

**LIMITED REVIEW REPORT ON UNAUDITED CONSOLIDATED FINANCIAL RESULTS OF
THE NEW INDIA ASSURANCE COMPANY LIMITED**

To,
The Board of Directors,
The New India Assurance Company Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of The New India Assurance Company Limited (hereinafter referred to as “the Holding Company”) and its subsidiaries (the Holding Company and its subsidiaries together referred to as “the Group”), and its associates for the quarter ended June 30, 2020 (the ‘Statement’) being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019. This statement is the responsibility of the Holding Company’s Management and approved by the Holding’s Board of Directors. Our responsibility is to issue a report on the consolidated financial results based on our review.

2. We conducted our review in accordance with the standard on Review Engagement (SRE) 2410, “Review of Interim financial information performed by Independent Auditor of the entity”, issued by The Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the consolidated financial results are free of material misstatement. A review is limited primarily to inquiries of Holding Company’s personnel and analytical procedures applied to financial data and thus provides less assurance than an Audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

3.(a) Balances due to/from persons or bodies carrying on Insurance Business including reinsurers and the balances related to Co-insurance accounts are subject to confirmations and reconciliation, the ageing of these balances and records relating to old balances are being compiled by the Holding Company. (Refer Note 8(a) and (b));

(b) Balances of Inter office accounts, control accounts, few Bank accounts including those related to Pradhan Mantri Fasal Bima Yojna (PMFBY), certain loans and other accounts at certain offices of holding company are also pending for reconciliation/confirmation and consequential adjustments, effect of which, if any, is not ascertainable and cannot be commented upon. (Refer Note 8(c) and (d)).



NBS & Co.,
Chartered Accountants,
14/2, Western India House,
Sir P.M. Road, Fort,
Mumbai 400001.

Mukund .M. Chitale & Co.,
Chartered Accountants
2nd Floor, Kapur House,
Paranjape Scheme B Road No.1,
Vile Parle East,
Mumbai – 4000 57

(c) The impact on account of reconciliation relating to various accounts and balances under confirmation with respect to compliance of provisions relating to TDS, service tax and GST of Holding Company which may arise out of such reconciliation is not ascertainable and cannot be commented upon (Refer Note 8(e)).

Overall impact of the above and the consequential effects on consolidated financial results for the quarter June 30, 2020 are not ascertainable and cannot be commented upon.

4. Qualified Conclusion

Based on our Review conducted as above, with the exception of the matter specified in the basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with applicable Accounting standard 25, "Interim Financial Statement", specified under section 133 of the companies Act 2013, read with Rule 7 of companies (Accounts) Rules, 2014 issued there under, including the relevant provisions of the Insurance Act 1938("the insurance act"), the Insurance Regulatory and Development Authority of India Act, 1999 ("the IRDAI Act") and IRDAI (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations, 2002; orders/directions/circulars issued by the Insurance Regulatory and Development Authority of India ("IRDAI"/ "the Authority") to the extent applicable and other recognized accounting practices and policies generally Accepted in India, has not disclosed the information required to be disclosed in terms of Regulations 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with circular No. CIR/IMD/DFIC/69/2016 dated August 10, 2016 and read with IRDAI Circular reference: IRDAI/F&A/CIR/LFTD/027/01/2017 dated January 30, 2017 including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. Emphasis of Matter:

Without qualifying our report in respect of the following, we draw attention to:

- i. Note No. 6 regarding additional pension liability provision made by the Holding Company on account of increase in annuity rates in pension fund due to reduction in interest rates based on intimation received from Life Insurance Corporation and reduction in investment income.
- ii. Note No.9 (a) and (b) regarding Un-amortized Gratuity and Pension Liability of Holding Company as per IRDAI Circular.
- iii. Note No. 11 regarding amount received under Bhavishya Arogya Scheme of the Holding Company which are yet to be accounted under appropriate heads, pending compilation and ascertainment of relevant information and records.



NBS & Co.,
Chartered Accountants,
14/2, Western India House,
Sir P.M. Road, Fort,
Mumbai 400001.

Mukund .M. Chitale & Co.,
Chartered Accountants
2nd Floor, Kapur House,
Paranjape Scheme B Road No.1,
Vile Parle East,
Mumbai – 4000 57

iv. Note No. 16 regarding strengthening of Internal control System and Internal Audit of Holding Company specially in area of data input and validation in software, Reinsurance accounts, PMFBY and other Government sponsored Health schemes requires strengthening.

v. Note No. 18 regarding the Holding Company management's assessment of the financial impact due to restrictions and conditions related to COVID-19 pandemic situation.

Our opinion is not modified in respect of these matters.

6. The Consolidated financial results includes the results of the following group entities:

Subsidiaries	1. The New India Assurance Co. (T & T) Ltd. — Port of Spain, Trinidad & Tobago.
	2. The New India Assurance Co. (S.L.) Ltd. — Free Town, Sierra Leone.
	3. Prestige Assurance Plc. — Lagos, Nigeria
Associates	1. India International Insurance Pte. Ltd., Singapore.
	2. Health Insurance TPA of India Ltd., New Delhi, India.

7. Other Matters:

- i. We did not Review the financial results of Nine Foreign Branches and Seven Foreign Agency offices of holding company, included in the consolidated financial results. The financial results / information of these offices have been reviewed by the other firm of auditors whose reports have been furnished to us and our opinion, in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such branch auditors.
- ii. We have relied on the financial results of two Foreign Run off offices and one Foreign representative office of Holding Company which have been furnished to us by the management of the Holding Company and our review report in so far as it relates to the amounts included in respect of the said foreign branches is solely based on the financial results furnished by the management of the Holding Company which has not been subject to review in their respective countries.
- iii. The unaudited consolidated financial results include unaudited interim financial results and other financial information in respect of three subsidiaries and two associates, which has not been reviewed by their auditors, whose interim financial results excluding consolidation eliminations reflects total revenue of Rs. 10,659.06 Lakhs and total net profit after tax of Rs. 3,590.52 Lakhs for the quarter ended June 30, 2020. These unaudited financial results and other unaudited financial information have been approved and furnished to us by the management. Our conclusion, in so far as it relates to the affairs of the three subsidiaries and two associates, is based solely on such unaudited financial results



**NBS & Co.,
Chartered Accountants,
14/2, Western India House,
Sir P.M. Road, Fort,
Mumbai 400001.**

**Mukund .M. Chitale & Co.,
Chartered Accountants
2nd Floor, Kapur House,
Paranjape Scheme B Road No.1,
Vile Parle East,
Mumbai – 4000 57**

and other financial information. According to the information and explanations given to us by the management, this interim financial result is not material to the Group.

- iv. The actuarial valuation of liability in respect of Claims Incurred But Not Reported (IBNR) and those Incurred but Not Enough Reported (IBNER) as at June 30, 2020, is as certified by the Holding Company's Appointed Actuary and our conclusion in so far as it relates to the amounts and disclosures related to such liability, is based solely on such report.

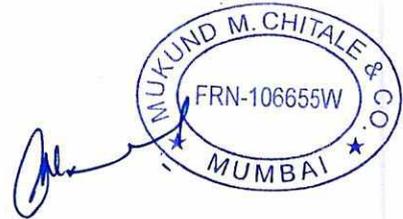
**For NBS & CO.
Chartered Accountants
Firm Reg. No. 110100W**



Devdas Bhat
Partner
Membership Number 048094
UDIN: 20048094AAAACY2127

Place: Mumbai
Date: August 14, 2020

**For Mukund. M. Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W**



AbhayV. Kamat
Partner
Membership Number 039585
UDIN: 20039585AAAAGT3980



THE NEW INDIA ASSURANCE CO. LTD

Registered Office: New India Assurance Building, 87, M G Road, Fort, Mumbai,
Maharashtra 400001

THE NEW INDIA ASSURANCE COMPANY REPORTS 343 CRORES PROFIT BEFORE TAX FOR THE QUARTER ENDED 30th JUNE 2020

Mumbai 14th August, 2020: The New India Assurance Co. Ltd., the market leader in Non-Life business in India has announced its audited Financial Results for the quarter ended 30th June, 2020.

Performance Overview (stand alone) for the Quarter ended June 2020:

- For the Quarter ended 30th June 2020, the Gross written premium was 8,368 Cr which was 6.5% higher than the gross written premium for the same quarter last year.
- The Indian business was able to grow despite the impact of pandemic COVID 19, which started in March 2020, and the industry reporting a premium decline during the period.
- The Company reported a Profit before Tax of 343 Crores as against 304 Crores in the same quarter of last year.
- The incurred claims ratio has shown a considerable improvement from 92.77% in Q1 FY 20 to 66.28% in Q1 FY 21.
- The Combined Ratio has improved from 116.28% in Q1 FY 20 to 102.14% in Q1 FY 21.
- Market share in India has improved to 19.11% from 17.38% during the same quarter last year and the company continues to be the market leader.
- Net worth including Fair value change has increased from 25,972 Crores in March 2020 to 29,451 Crores in June 2020.
- Solvency Margin remained healthy at 2.11x

Commenting on the results, Chairman Cum Managing Director Mr. Atul Sahai said,

“The Company has reported encouraging results for the quarter despite a challenging macro environment due to COVID19, which has impacted the economy. There has been a significant improvement in the loss ratio, which apart from the loss minimization and corrective pricing actions undertaken, was also due to the reduced incidence of Motor claims. The expenses have increased as the company has made an additional provision of Rs.538 Crores in anticipation of a one-time increase in the liabilities towards pension due to revision of annuity rates. Some large risk losses and ~150 Cr CAT losses on account of Nisarga and Amphan affected the performance of the property line of business during the quarter. Investment income was on the lower side during the quarter due to reduced dividend payouts of many companies and payouts getting shifted to the second quarter. Equity markets recovering only towards the second half of the quarter also contributed to lower investment income. Foreign business continued to be profitable during the quarter.



दि न्यू इन्डिया एश्योरन्स कंपनी लिमिटेड, मुंबई (प्र.का.)

THE NEW INDIA ASSURANCE COMPANY LTD. MUMBAI (H.O.)

The solvency ratio at 2.11X remains higher than the IRDAI mandated control level solvency ratio of 1.5X.

About New India Assurance Company Limited:

The New India Assurance Company Ltd is the largest Non-Life Insurance Company in India headquartered at Mumbai and operates in 28 countries.

For more information contact:

Mr Titus Francis (CFO & DGM Accounts)
The New India Assurance Company Ltd
E-mail : cfo@newindia.co.in

DISCLAIMER :

Certain statements that are made in the Press Release may be forward-looking statements. Such forward-looking statements are subject to certain risks and uncertainties like significant changes in economic environment in India and overseas, tax laws, inflation, litigation, etc. Actual results might differ substantially from those expressed or implied. The New India Assurance Company Ltd will not be in any way responsible for any action taken based on such statements and discussions, and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.