

Schedules forming part of financial statements

Schedule-1 : Premium (Net of GST)

For the year ended 31 March 2022

(₹ In Thousand)

Particulars	Participating		Non Participating						Linked			Total
	Individual Assurance	Individual Pension	Individual Assurance	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension	Group	
First year premiums	7,497,869	-	10,984,945	5	3,987	3,803,884	-	-	14,269,654	(4,893)	-	36,555,451
Renewal premiums	25,543,614	16,999	11,767,039	1,276	97,563	312,357	217,297	2	31,583,866	356,319	9,800	69,906,132
Single premiums	-	-	17,675	-	-	2,494,964	47,274,710	376,343	545,729	(271)	4,099,805	54,808,955
Total premium	33,041,483	16,999	22,769,659	1,281	101,550	6,611,205	47,492,007	376,345	46,399,249	351,155	4,109,605	161,270,538
Premium income from business written:												
In India	33,041,483	16,999	22,769,659	1,281	101,550	6,611,205	47,492,007	376,345	46,399,249	351,155	4,109,605	161,270,538
Outside India	-	-	-	-	-	-	-	-	-	-	-	-
Total premium	33,041,483	16,999	22,769,659	1,281	101,550	6,611,205	47,492,007	376,345	46,399,249	351,155	4,109,605	161,270,538

Note: Refer note 2(c)(i) of schedule 16 for accounting policy on premium income recognition

For the year ended 31 March 2021

(₹ In Thousand)

Particulars	Participating		Non Participating						Linked			Total
	Individual Assurance	Individual Pension	Individual Assurance	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension	Group	
First year premiums	5,588,358	-	8,533,033	3	13,373	349,805	(3)	-	10,129,297	(8,048)	-	24,605,818
Renewal premiums	22,398,897	18,962	5,381,665	1,554	98,661	-	275,710	1	28,288,934	640,502	11,189	57,116,075
Single premiums	-	-	65,045	-	-	361,000	33,067,614	342,743	273,930	356	4,415,833	38,526,521
Total premium	27,987,255	18,962	13,979,743	1,557	112,034	710,805	33,343,321	342,744	38,692,161	632,810	4,427,022	120,248,414
Premium income from business written:												
In India	27,987,255	18,962	13,979,743	1,557	112,034	710,805	33,343,321	342,744	38,692,161	632,810	4,427,022	120,248,414
Outside India	-	-	-	-	-	-	-	-	-	-	-	-
Total premium	27,987,255	18,962	13,979,743	1,557	112,034	710,805	33,343,321	342,744	38,692,161	632,810	4,427,022	120,248,414

Note: Refer note 2(c)(i) of schedule 16 for accounting policy on premium income recognition

Schedules forming part of financial statements (Contd.)

Schedule-2 : Commission expenses

For the year ended 31 March 2022

(₹ In Thousand)

Particulars	Participating			Non Participating				Linked			Total	
	Individual Assurance	Individual Pension	Individual Assurance	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension		Group
Commission paid												
Direct - First year premiums	1,886,293	-	2,554,305	1	1,119	248,617	-	-	1,129,814	(358)	-	5,819,791
- Renewal premiums	799,441	143	215,943	15	4,280	5,048	7,956	(1)	207,448	4,138	22	1,244,433
- Single premiums	-	-	578	-	-	33,527	792,971	-	2,442	1	460	829,979
Total	2,685,734	143	2,770,826	16	5,399	287,192	800,927	(1)	1,339,704	3,781	482	7,894,203
Add: Commission on reinsurance accepted	-	-	-	-	-	-	-	-	-	-	-	-
Less: Commission on reinsurance ceded	(156)	-	199	-	(5)	-	(27)	-	(423)	-	(10)	(422)
Net commission	2,685,578	143	2,771,025	16	5,394	287,192	800,900	(1)	1,339,281	3,781	472	7,893,781
Rewards	172,362	-	166,340	-	148	30,078	-	-	76,979	-	-	445,907
Commission including rewards	2,857,940	143	2,937,365	16	5,542	317,270	800,900	(1)	1,416,260	3,781	472	8,339,688
Break- up of commission expenses (Gross) incurred to procure business is furnished below:												
Individual agents	1,442,570	127	875,645	-	5,173	137,338	1,337	(1)	546,250	3,275	-	3,011,714
Brokers	83,827	-	116,727	-	161	51,983	39,472	-	5,175	-	464	297,809
Corporate agents	1,159,337	16	1,718,478	16	65	97,827	661,850	-	788,279	506	18	4,426,392
POSP	-	-	59,977	-	-	44	-	-	-	-	-	60,021
Micro Insurance agents	-	-	(1)	-	-	-	98,268	-	-	-	-	98,267
Total	2,685,734	143	2,770,826	16	5,399	287,192	800,927	(1)	1,339,704	3,781	482	7,894,203

Note: Refer note 2(d) of schedule 16 for accounting policy on acquisition costs

For the year ended 31 March 2021

(₹ In Thousand)

Particulars	Participating			Non Participating				Linked			Total	
	Individual Assurance	Individual Pension	Individual Assurance	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension		Group
Commission paid												
Direct - First year premiums	1,336,791	-	1,872,466	-	3,756	21,567	-	-	612,543	(370)	-	3,846,753
- Renewal premiums	708,585	167	95,248	18	4,734	-	10,302	-	189,025	7,787	24	1,015,890
- Single premiums	-	-	673	-	-	2,605	560,558	-	1,087	-	510	565,433
Total	2,045,376	167	1,968,387	18	8,490	24,172	570,860	-	802,655	7,417	534	5,428,076
Add: Commission on reinsurance accepted	-	-	-	-	-	-	-	-	-	-	-	-
Less: Commission on reinsurance ceded	(84)	-	444	-	-	-	38	-	(764)	-	-	(366)
Net commission	2,045,292	167	1,968,831	18	8,490	24,172	570,898	-	801,891	7,417	534	5,427,710
Rewards	143,489	-	163,794	-	101	4,226	5,454	-	53,897	38	-	370,999
Commission including rewards	2,188,781	167	2,132,625	18	8,591	28,398	576,352	-	855,788	7,455	534	5,798,709
Break- up of commission expenses (Gross) incurred to procure business is furnished below:												
Individual agents	1,302,491	146	775,600	-	8,255	20,767	1,080	-	448,505	6,808	271	2,563,923
Brokers	71,244	-	79,709	-	204	53	18,250	-	4,978	-	168	174,606
Corporate agents	671,641	21	1,032,849	18	31	3,352	481,153	-	349,172	609	95	2,538,941
POSP	-	-	80,227	-	-	-	-	-	-	-	-	80,227
Micro Insurance agents	-	-	2	-	-	-	70,377	-	-	-	-	70,379
Total	2,045,376	167	1,968,387	18	8,490	24,172	570,860	-	802,655	7,417	534	5,428,076

Note: Refer note 2(d) of schedule 16 for accounting policy on acquisition costs

Schedules forming part of financial statements (Contd.)

Schedule-3 : Operating expenses related to insurance business

For the year ended 31 March 2022

Particulars	(₹ In Thousand)											
	Participating		Non Participating					Linked			Total	
	Individual Assurance	Individual Pension	Individual Assurance	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension		Group
Employees' remuneration, welfare benefits and other manpower costs (Refer note 2(i) and 3.7 of schedule 16)	4,519,765	259	5,712,802	9	5,399	1,394,586	1,215,543	1,939	6,203,685	10,696	19,200	19,083,883
Travel, conveyance and vehicle running expenses	50,960	12	77,706	-	68	16,200	15,153	41	73,841	133	698	234,812
Training expenses	28,622	1	39,445	-	2	5,908	63,605	50	34,510	8	601	172,752
Rents, rates and taxes												
(a) GST expenses	118,400	14	43,448	1	558	13,715	36,977	32	105,437	1,320	947	320,849
(b) Rents, rates and taxes	85,761	46	66,811	-	247	24,874	14,451	13	116,656	504	272	309,635
Repairs	27,390	19	20,743	-	88	6,619	4,629	4	34,713	200	129	94,534
Printing and stationery	17,100	15	13,670	-	71	2,434	4,077	-	17,326	161	76	54,930
Communication expenses	114,199	37	56,184	4	517	4,634	205,879	1	137,595	1,751	262	521,063
Legal and professional charges	154,343	34	112,266	-	709	19,281	40,675	8	631,856	1,713	1,232	962,117
Medical fees	801	-	170,539	-	216	-	2,950	-	4,455	-	-	178,961
Auditors' fees, expenses, etc. (Refer note 3.15 of Schedule 16)												
(a) as auditor	3,954	4	1,444	-	19	444	1,092	-	3,567	44	32	10,600
(b) as adviser or in any other capacity, in respect of												
(i) Taxation matters	173	-	62	-	1	19	47	-	155	2	1	460
(ii) Insurance matters	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Management services; and	-	-	-	-	-	-	-	-	-	-	-	-
(c) in any other capacity	820	1	317	-	4	92	236	-	778	9	4	2,261
(d) out of pocket expenses	68	-	23	-	-	9	18	-	61	1	-	180
Advertisement and publicity	690,883	-	1,022,903	-	377	361,121	181,804	-	1,306,208	74	9	3,563,379
Interest and bank charges	24,912	13	18,168	1	78	5,329	-	-	38,043	277	-	86,821
Others												
(a) Information technology expenses	280,720	42	154,947	-	1,008	65,978	70,155	1	340,104	2,200	1,791	916,946
(b) Insurance, water and electricity charges	21,901	15	13,449	-	78	5,233	3,658	-	26,299	166	73	70,872
(c) Policy stamps	14,006	-	91,438	-	14	5,075	493,478	-	32,176	-	46	636,233
(d) Security and housekeeping	44,386	24	35,191	-	127	12,902	5,900	3	59,746	261	95	158,635
(e) Marketing expenses and business development expenses	235,708	2	269,870	-	184	35,247	25,557	11	162,711	40	188	729,518
(f) Miscellaneous expenses	54,843	68	19,362	-	240	5,789	15,983	226	55,694	883	1,906	154,994
Depreciation (Refer note 2 (n) of schedule 16)	135,893	126	59,069	-	1,227	20,584	57,145	1	136,764	1,380	1,752	413,941
Total	6,625,608	732	7,999,857	15	11,232	2,006,073	2,459,012	2,330	9,522,380	21,823	29,314	28,678,376

Note: Refer note 2(q) of schedule 16 on segmental reporting

Schedules forming part of financial statements (Contd.)

Schedule-3 : Operating expenses related to insurance business (Contd.)

For the year ended 31 March 2021

(₹ In Thousand)

Particulars	Participating			Non Participating				Linked			Total	
	Individual Assurance	Individual Pension	Individual Assurance	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension		Group
Employees' remuneration, welfare benefits and other manpower costs (Refer note 2(i) and 3.7 of schedule 16)	2,996,785	164	3,692,783	10	34,465	91,255	929,520	4,421	4,117,204	35,761	28,455	11,930,823
Travel, conveyance and vehicle running expenses	21,822	6	30,920	-	237	670	6,344	11	22,242	91	252	82,595
Training expenses	22,941	2	22,022	-	152	637	1,251	7	10,961	219	85	58,277
Rents, rates and taxes												
(a) GST expenses	113,029	25	40,146	3	4,247	2,463	18,826	176	86,463	1,434	79	266,891
(b) Rents, rates and taxes	90,427	47	85,335	-	1,810	2,309	9,688	12	114,346	733	346	305,053
Repairs	35,843	28	25,305	-	818	1,285	2,776	7	40,064	366	148	106,640
Printing and stationery	16,549	17	11,521	-	596	277	2,002	-	15,341	238	11	46,552
Communication expenses	109,128	26	34,640	3	2,506	285	320,803	-	140,766	4,240	80	612,477
Legal and professional charges	150,815	37	72,043	2	4,552	1,754	25,450	11	715,174	2,642	196	972,676
Medical fees	1,717	-	139,216	-	318	-	159	-	4,568	-	-	145,978
Auditors' fees, expenses, etc. (Refer note 3.15 of schedule 16)												
(a) as auditor	3,945	4	1,492	-	130	32	504	-	3,327	63	3	9,500
(b) as adviser or in any other capacity, in respect of												
(i) Taxation matters	123	-	57	-	4	1	65	-	149	1	-	400
(ii) Insurance matters	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Management services; and	-	-	-	-	-	-	-	-	-	-	-	-
(c) in any other capacity	912	1	303	-	33	10	120	-	817	13	1	2,210
(d) out of pocket expenses	41	-	20	-	1	-	6	-	34	1	-	103
Advertisement and publicity	475,240	-	637,569	1	8,237	27,923	129,043	10	806,086	16,224	4	2,100,337
Interest and bank charges	24,376	17	12,936	1	98	592	-	-	36,410	617	-	75,047
Others												
(a) Information technology expenses	215,644	39	125,715	1	6,248	4,477	175,228	2	227,552	3,751	1,213	759,870
(b) Insurance, water and electricity charges	36,736	25	30,092	-	805	698	2,631	2	42,729	334	57	114,109
(c) Policy stamps	10,574	21	115,734	-	452	457	234,954	3	22,887	1	11,707	396,790
(d) Security and housekeeping	55,633	35	53,573	-	1,090	946	3,538	4	66,874	489	87	182,269
(e) Marketing expenses and business development expenses	218,985	(1)	254,311	-	256	5,071	5,241	6	83,929	(134)	(28)	567,636
(f) Miscellaneous expenses	53,971	17	18,336	2	1,840	920	8,363	305	52,879	1,268	1,901	139,802
Depreciation (Refer note 2 (n) of schedule 16)	133,403	132	61,369	1	4,103	1,563	62,002	1	126,401	2,267	418	391,660
Total	4,788,639	642	5,465,438	24	72,998	143,625	1,938,514	4,978	6,737,203	70,619	45,015	19,267,695

Note: Refer note 2(q) of schedule 16 on segmental reporting

Schedules forming part of financial statements (Contd.)

Schedule-3A : Expenses other than those directly related to insurance business

(₹ In Thousand)

Particulars	For the year ended 31 March	
	2022	2021
Employees' remuneration, welfare benefits and other manpower costs (Refer note 2(i) of schedule 16)	22,147	20,295
Travel, conveyance and vehicle running expenses	-	-
Rents, rates and taxes	1,911	2,192
Legal and professional charges	1,076	1,502
Information technology expenses	3,454	1,890
Directors Sitting Fees	5,100	5,400
Corporate social responsibility and other expenses (Refer note 3.29 of schedule 16)	122,260	133,320
Other expenses	226,356	270,016
Total	382,304	434,615

Note: Refer note 2(q) of schedule 16 on segmental reporting

Schedules forming part of financial statements (Contd.)

Schedule-4 : Benefits paid (net)

For the year ended 31 March 2022

(₹ In Thousand)

Particulars	Participating		Non Participating					Linked			Total	
	Individual Assurance	Individual Pension	Individual Assurance	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension		Group
Insurance claims												
(a) Claims by death*	2,604,244	2,619	2,353,691	126	1,048	92,044	15,498,406	1,655	2,539,906	105,628	81,262	23,280,629
(b) Claims by maturity	10,043,906	41,263	1,066,462	-	-	-	654,333	-	7,405,899	303,663	84,357	19,599,883
(c) Annuities/pensions payment	-	-	-	-	-	162,114	67,007	-	-	-	-	229,121
(d) Other benefits												
(i) Surrender/withdrawal/foreclosure**	2,543,331	12,451	713,533	1,225	900	9,404	4,300,586	2,789,449	27,129,009	1,659,283	4,134,111	43,293,282
(ii) Rider	96,607	458	2,709	-	-	-	29,225	-	34,404	-	-	163,403
(iii) Health	-	-	-	-	70,611	-	-	-	-	-	-	70,611
(iv) Periodic Benefits	4,464,027	-	-	-	-	-	-	-	1,676	-	-	4,465,703
(v) Interest on unclaimed amount of policyholder	-	-	-	-	-	-	-	-	116,495	-	-	116,495
(vi) Others	24,864	3	11,631	-	-	3,093	3,226	-	22,280	2,804	152	68,053
Sub-Total (A)	19,776,979	56,794	4,148,026	1,351	72,559	266,655	20,552,783	2,791,104	37,249,669	2,071,378	4,299,882	91,287,180
(Amount ceded in reinsurance):												
(a) Claims by death	(166,161)	-	(874,583)	-	-	-	(2,058,888)	-	(82,794)	-	(1,500)	(3,183,926)
(b) Claims by maturity	-	-	-	-	-	-	-	-	-	-	-	-
(c) Annuities/pensions payment	-	-	-	-	-	-	-	-	-	-	-	-
(d) Other benefits												
(i) Rider	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Health	-	-	-	-	(860)	-	-	-	-	-	-	(860)
(iii) Others	(1,045)	-	-	-	-	-	-	-	-	-	-	(1,045)
Sub-Total (B)	(167,206)	-	(874,583)	-	(860)	-	(2,058,888)	-	(82,794)	-	(1,500)	(3,185,831)
Amount accepted in reinsurance												
(a) Claims by death	-	-	-	-	-	-	-	-	-	-	-	-
(b) Claims by maturity	-	-	-	-	-	-	-	-	-	-	-	-
(c) Annuities/pensions payment	-	-	-	-	-	-	-	-	-	-	-	-
(d) Other benefits	-	-	-	-	-	-	-	-	-	-	-	-
Sub-Total (C)	-	-	-	-	-	-	-	-	-	-	-	-
Total	19,609,773	56,794	3,273,443	1,351	71,699	266,655	18,493,895	2,791,104	37,166,875	2,071,378	4,298,382	88,101,349
Benefits paid to claimants:												
In India	19,609,773	56,794	3,273,443	1,351	71,699	266,655	18,493,895	2,791,104	37,166,875	2,071,378	4,298,382	88,101,349
Outside India	-	-	-	-	-	-	-	-	-	-	-	-
Total	19,609,773	56,794	3,273,443	1,351	71,699	266,655	18,493,895	2,791,104	37,166,875	2,071,378	4,298,382	88,101,349

Note:

- * Includes Claim investigation expense amounting to ₹ 22,838 thousand
- ** Total surrenders are net of linked surrender charges of ₹ (1,476) thousand
- Legal, other fees and expenses also form part of the claim cost, wherever applicable
- Refer note 2(e) of schedule 16 for accounting policy on benefits paid

Schedules forming part of financial statements (Contd.)

Schedule-4 : Benefits paid (net) (Contd.)

For the year ended 31 March 2021

Particulars	Participating		Non Participating				Linked			Total		
	Individual Assurance	Individual Pension	Individual Assurance	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance		Individual Pension	Group
(₹ In Thousand)												
Insurance Claims												
(a) Claims by death*	1,637,897	(281)	793,283	105	(1,658)	25,014	9,634,756	4,353	1,496,560	86,609	59,773	13,736,411
(b) Claims by maturity	7,671,701	47,408	471,794	-	-	-	601,448	-	6,066,756	139,580	25,138	15,023,825
(c) Annuities/pensions payment	-	-	-	-	-	123,465	68,699	-	-	-	-	192,164
(d) Other benefits												
(i) Surrender/withdrawal/foreclosure**	1,833,112	14,688	597,517	5,810	169	-	1,356,995	2,635,194	17,113,616	1,220,697	3,869,464	28,647,262
(ii) Rider	82,360	599	1,452	-	-	-	54,670	-	31,751	-	-	170,832
(iii) Health	-	-	-	-	56,540	-	-	-	-	-	-	56,540
(iv) Periodic Benefits	3,961,320	-	-	-	-	-	-	-	2,050	-	-	3,963,370
(v) Interest on unclaimed amount of policyholder	-	-	-	-	-	-	-	-	171,828	-	-	171,828
(vi) Others	11,405	1	12,171	-	-	70	115,570	-	27,728	3,154	45	170,144
Sub-Total (A)	15,197,795	62,415	1,876,217	5,915	55,051	148,549	11,832,138	2,639,547	24,910,289	1,450,040	3,954,420	62,132,376
(Amount ceded in reinsurance):												
(a) Claims by death	(82,669)	-	(168,513)	-	-	-	(759,668)	-	(39,623)	-	-	(1,050,473)
(b) Claims by maturity	-	-	-	-	-	-	-	-	-	-	-	-
(c) Annuities/pensions payment	-	-	-	-	-	-	-	-	-	-	-	-
(d) Other benefits												
(i) Rider	(60)	-	-	-	-	-	1,754	-	-	-	-	1,694
(ii) Health	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Others	(720)	-	(365)	-	-	-	-	-	-	-	-	(1,085)
Sub-Total (B)	(83,449)	-	(168,878)	-	-	-	(757,914)	-	(39,623)	-	-	(1,049,864)
Amount accepted in reinsurance												
(a) Claims by death	-	-	-	-	-	-	-	-	-	-	-	-
(b) Claims by maturity	-	-	-	-	-	-	-	-	-	-	-	-
(c) Annuities/pensions payment	-	-	-	-	-	-	-	-	-	-	-	-
(d) Other benefits	-	-	-	-	-	-	-	-	-	-	-	-
Sub-Total (C)	-	-	-	-	-	-	-	-	-	-	-	-
Total	15,114,346	62,415	1,707,339	5,915	55,051	148,549	11,074,224	2,639,547	24,870,666	1,450,040	3,954,420	61,082,512
Benefits paid to claimants:												
In India	15,114,346	62,415	1,707,339	5,915	55,051	148,549	11,074,224	2,639,547	24,870,666	1,450,040	3,954,420	61,082,512
Outside India	-	-	-	-	-	-	-	-	-	-	-	-
Total	15,114,346	62,415	1,707,339	5,915	55,051	148,549	11,074,224	2,639,547	24,870,666	1,450,040	3,954,420	61,082,512

Note:

- * Includes Claim investigation expense amounting to ₹ 17,410 thousand
- ** Total surrenders are net of linked surrender charges of ₹ (231) thousand
- Legal, other fees and expenses also form part of the claim cost, wherever applicable
- Refer note 2(e) of schedule 16 for accounting policy on benefits paid

Schedules forming part of financial statements (Contd.)

Schedule-5 : Share capital

Particulars	(₹ In Thousand)	
	As at 31 March	
	2022	2021
Authorised Capital		
200,000,000 Equity Shares of ₹ 10 each (Previous year 200,000,000 Equity share of ₹ 10 each)	2,000,000	2,000,000
Issued Capital		
150,709,000 Equity Shares of ₹ 10 each (Previous year 150,709,000 Equity share of ₹ 10 each)	1,507,090	1,507,090
Subscribed Capital		
150,709,000 Equity Shares of ₹ 10 each (Previous year 150,709,000 Equity share of ₹ 10 each)	1,507,090	1,507,090
Called-up Capital		
150,709,000 Equity Shares of ₹ 10 each (Previous year 150,709,000 Equity share of ₹ 10 each)	1,507,090	1,507,090
Less : Calls unpaid	-	-
Add : Shares forfeited (Amount originally paid up)	-	-
Less : Par value of Equity Shares bought back	-	-
Less : Preliminary Expenses	-	-
Expenses including commission or brokerage on	-	-
Underwriting or subscription of shares	-	-
Total	1,507,090	1,507,090

Out of the total share capital, 111,524,660 shares (Previous year: 31 March 2021 - 111,524,660) of ₹ 10 each are held by the holding company, Bajaj Finserv Limited.

Schedule-5 A : Pattern of shareholding (As certified by the management)

Shareholder	As at 31 March 2022		As at 31 March 2021	
	Number of Shares	% of Holding	Number of Shares	% of Holding
Promoters:				
Indian (Bajaj Finserv Limited)	111,524,660	74%	111,524,660	74%
Foreign (Allianz SE)	39,184,340	26%	39,184,340	26%
Total	150,709,000	100%	150,709,000	100%

Schedules forming part of financial statements (Contd.)

Schedule-6 : Reserves and surplus

Particulars	(₹ In Thousand)	
	As at 31 March	
	2022	2021
Capital reserve	-	-
Capital redemption reserve	-	-
Share premium	10,599,550	10,599,550
Revaluation reserve (Refer note 3.3.8 of schedule 16)		
Opening Balance	543,775	476,529
Add: Additions during the year	7,939	50,315
Add: Changes in Fair Value	11,462	28,137
Less: Deletion during the year	(36,917)	(11,206)
General reserve	-	-
Less: Debit balance in Profit and Loss Account, if any	-	-
Less: Amount utilized for Buy-back	-	-
Catastrophe reserve	-	-
Other reserve	-	-
Balance of profit in Profit & Loss Account	92,635,079	90,762,397
Total	103,760,888	101,905,722

Schedule - 7 : Borrowings

Particulars	(₹ In Thousand)	
	As at 31 March	
	2022	2021
Debentures/bonds	-	-
Banks	-	-
Financial institutions	-	-
Others	-	-
Total	-	-

Schedules forming part of financial statements (Contd.)

Schedule-8 : Investments-Shareholders'

Particulars	(₹ In Thousand)	
	As at 31 March	
	2022	2021
Long term investments		
Government securities	31,829,167	37,241,624
Other approved securities	5,334,910	10,092,044
Other approved investments		
(a) Shares		
(i) Equity	13,042,485	11,401,144
(ii) Preference	-	-
(b) Mutual funds	-	-
(c) Derivative instruments	-	-
(d) Debentures/bonds	8,003,292	2,006,018
(e) Other securities		
(i) Fixed deposit with banks	2,500	5,302,500
(ii) Repurchase Agreement (Repo)	-	-
(iii) AT1 Bonds	-	-
(f) Subsidiaries	-	-
(g) Investment properties-real estate	870,114	921,596
Investments in infrastructure & social sector		
(a) Approved investments		
(i) Equity	1,542,103	1,186,986
(ii) Debentures/bonds	11,402,362	10,670,998
(b) Other investments		
(i) Equity	-	-
(ii) Debentures/bonds	-	-
Other investments		
(i) Equity	2,331,627	1,820,660
(ii) Debentures/bonds	-	-
(iii) AT1 Bonds	-	-
Short term investments		
Government securities	23,893,868	18,005
Other approved securities	718,230	55,675
Other approved investments		
(a) Shares		
(i) Equity	-	-
(ii) Preference	-	-
(b) Mutual funds	-	-
(c) Derivative instruments	-	-
(d) Debentures/bonds	6,995	150,000

Schedules forming part of financial statements (Contd.)

Schedule-8 : Investments-Shareholders' (Contd.)

Particulars	(₹ In Thousand)	
	As at 31 March	
	2022	2021
(e) Other securities		
(i) Fixed deposit with banks	5,300,000	-
(ii) Tri-party repo (TREPs)	1,749,615	18,544,117
(iii) Repurchase Agreement (Repo)	-	-
(iv) AT1 Bonds	-	-
(f) Subsidiaries	-	-
(g) Investment properties-real estate	-	-
Investments in infrastructure & social sector		
(a) Approved investments		
(i) Equity	-	-
(ii) Debentures/bonds	3,985,898	1,163,909
(b) Other investments		
(i) Equity	-	-
(ii) Debentures/bonds	-	-
Other investments		
(i) Equity	-	-
(ii) Debentures/bonds	-	-
Total	110,013,166	100,575,276
Investments		
In India	110,013,166	100,575,276
Outside India	-	-
Total	110,013,166	100,575,276

Notes :

Sr. No.	Particulars	(₹ In Thousand)	
		As at 31 March	
		2022	2021
1.	Shareholder's Investments include aggregate amount of Government securities deposited with Clearing Corporation of India Limited (CCIL) as a deposit towards the Settlement Guarantee Fund (SGF) deposit	4,537,626	4,487,466
	Market value of above investments	4,526,985	4,544,496
2.	Shareholder's Investments include aggregate amount of Government securities deposited with Clearing Corporation of India Limited (CCIL) as a deposit towards the towards Default Fund (DF) margin.	179,975	177,986
	Market value of above investments	179,553	180,248
3.	Shareholder's Investments includes fixed deposit with HDFC Bank Ltd. towards margin requirement for equity trade settlement	300,000	300,000
4.	Shareholder's Investments includes fixed deposit with Axis Bank Ltd. towards bank guarantee requirement of Unique Identification Authority of India (UIDAI).	2,500	2,500
5.	Aggregate amount of Company's investments and the market value thereof :		
	Aggregate amount of Company's investments other than Equity, Equity ETF, AT1 Bonds, AIF, Preference shares, Mutual fund, Investment property & Derivative instruments	92,226,837	85,244,890
	Market value of above investments	92,113,519	86,959,047
	Aggregate amount of Company's investments in Mutual fund, Equity, Equity ETF, AT1 Bond, AIF, Preference shares & Investment property (at historical cost)	13,140,012	10,844,887
6.	Investments in subsidiary at cost	NIL	NIL
7.	Investments in holding company and other related entities	2,505,578	2,006,018
8.	Investments made out of Catastrophe reserve	NIL	NIL
9.	Debt securities are held to maturity and reduction in market values represent market conditions and not a permanent diminution in value of investments, if any.		
10.	Refer schedule 16 note 2(c)(iii), 2(h) and 3.3 for accounting policy related to Investments and income on investments.		

Schedules forming part of financial statements (Contd.)

Schedule-8A : Investments-Policyholders'

As at 31 March 2022

(₹ In Thousand)

Particulars	Participating		Non Participating						Linked			Total
	Individual Assurance	Individual Pension	Individual Assurance	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension	Group	
Long term investments												
Government securities	120,674,045	677,410	20,177,900	-	188,915	6,659,568	56,635,475	4,913,847	633,864	282,108	122,658	210,965,790
Other approved securities	10,381,405	28,348	1,444,663	-	-	5,941	21,184,627	2,541,936	689,638	-	-	36,276,558
Other approved investments												
(a) Shares												
(i) Equity	32,952,378	-	1,139,287	-	-	-	6,464,202	672,763	1,098,696	-	-	42,327,326
(ii) Preference	-	-	-	-	-	-	-	-	-	-	-	-
(b) Mutual funds	-	-	-	-	-	-	-	-	-	-	-	-
(c) Derivative instruments	-	-	-	-	-	-	-	-	-	-	-	-
(d) Debentures/bonds	11,977,442	-	13,511,817	-	-	-	3,991,430	-	199,931	-	-	29,680,620
(e) Other securities												
(i) Fixed Deposit with banks	-	-	-	-	-	-	-	-	-	-	-	-
(ii) AT1 Bonds	-	-	-	-	-	-	-	-	-	-	-	-
(f) Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-
(g) Investment properties-real estate	-	-	-	-	-	-	-	-	-	-	-	-
(h) Real Estate Investment Trusts (REIT's)	11,899	-	-	-	-	-	-	-	-	-	-	11,899
(i) Loans	-	-	-	-	-	-	-	-	-	-	-	-
Investments in infrastructure & social sector												
(a) Approved investments												
(i) Equity	3,538,570	-	43,197	-	-	-	929,160	91,152	55,180	-	-	4,657,259
(ii) Debentures/bonds	28,543,309	-	7,791,090	-	-	-	13,191,719	1,168,983	1,010,774	-	-	51,705,875
(iii) Loans	-	-	-	-	-	-	-	-	-	-	-	-
(b) Other investments												
(i) Equity	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Debentures/bonds	499,909	-	-	-	-	-	-	-	-	-	-	499,909
(iii) Loans	-	-	-	-	-	-	-	-	-	-	-	-
Other investments												
(i) Equity	4,092,986	-	413,949	-	-	-	-	-	14,036	-	-	4,520,971
(ii) Debentures/bonds	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Loans	-	-	-	-	-	-	-	-	-	-	-	-
(iv) Alternative Investments Fund (AIF)	604,881	-	-	-	-	-	-	-	-	-	-	604,881
(v) AT1 Bonds	-	-	-	-	-	-	-	-	-	-	-	-
Short term investments												
Government securities	1,482,326	-	-	-	-	-	4,060,627	-	-	-	48,364	5,591,317
Other approved securities	320,937	32,049	150,336	-	-	-	63,857	-	-	-	-	567,179
Other approved investments												
(a) Shares												
(i) Equity	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Preference	-	-	-	-	-	-	-	-	-	-	-	-
(b) Mutual funds	-	-	-	-	-	-	-	-	-	-	-	-
(c) Derivative instruments	-	-	-	-	-	-	-	-	-	-	-	-
(d) Debentures/bonds	99,948	-	49,974	-	-	-	599,532	-	-	-	-	749,454
(e) Other securities												
(i) Fixed deposit with banks	1,779,600	-	-	-	-	-	-	-	-	-	-	1,779,600
(ii) Tri-party repo (TREPs)	3,502,878	34,590	1,595,236	14,896	35,990	884,442	12,021,275	598,335	176,948	223,835	128,662	19,217,087
(iii) Repurchase Agreement (Repo)	-	-	-	-	-	-	-	-	-	-	-	-
(f) Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-
(g) Investment properties-real estate	-	-	-	-	-	-	-	-	-	-	-	-

Schedules forming part of financial statements (Contd.)

Schedule-8A : Investments-Policyholders' (Contd.)

As at 31 March 2022

Particulars	(₹ In Thousand)											
	Participating			Non Participating					Linked			Total
	Individual Assurance	Individual Pension	Individual Assurance	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension	Group	
(h) Real Estate Investment Trusts (REIT's)	-	-	-	-	-	-	-	-	-	-	-	-
(i) Loans	-	-	-	-	-	-	-	-	-	-	-	-
Investments in infrastructure & social sector												
(a) Approved investments												
(i) Equity	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Debentures/bonds	2,428,045	-	100,103	-	-	-	168,368	-	-	-	-	2,696,516
(iii) Loans	-	-	-	-	-	-	-	-	-	-	-	-
(b) Other investments												
(i) Equity	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Debentures/bonds	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Loans	-	-	-	-	-	-	-	-	-	-	-	-
Other investments												
(i) Equity	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Debentures/bonds	96,428	-	-	-	-	-	-	-	-	-	-	96,428
(iii) Loans	-	-	-	-	-	-	-	-	-	-	-	-
(iv) Alternative Investments Fund (AIF)	-	-	-	-	-	-	-	-	-	-	-	-
Total	222,986,986	772,397	46,417,552	14,896	224,905	7,549,951	119,310,272	9,987,016	3,879,067	505,943	299,684	411,948,669
In India	222,986,986	772,397	46,417,552	14,896	224,905	7,549,951	119,310,272	9,987,016	3,879,067	505,943	299,684	411,948,669
Outside India	-	-	-	-	-	-	-	-	-	-	-	-
Total	222,986,986	772,397	46,417,552	14,896	224,905	7,549,951	119,310,272	9,987,016	3,879,067	505,943	299,684	411,948,669

Notes:-

Sr. No.	Particulars	(₹ In Thousand)	
		As at 31 March 2022	2021
1.	Aggregate amount of Company's investments and the market value thereof :		
	Aggregate amount of Company's investments other than Equity, Equity ETF, AT1 Bonds, AIFs, Preference shares, Mutual fund, Investment property, REIT's and Derivative instruments	359,826,332	303,259,602
	Market value of above investments	363,056,111	315,350,340
	Aggregate amount of Company's investments in Mutual fund, Equity, Equity ETF, AT1 Bond, AIF, Preference shares, Investment property and REIT's (at historical cost)	31,327,321	27,360,446
2.	Investments in subsidiary at cost.	NIL	NIL
3.	Investments in holding company and other related entities	23,219,395	17,313,939
4.	Investments made out of Catastrophe reserve	NIL	NIL
5.	Debt Securities are held to maturity and reduction in market values represent market conditions and not a permanent diminution in value of investments, if any.		
6.	Refer schedule 16 note 2(c)(iii), 2(h) and 3.3 for accounting policy related to Investments and income on investments.		

Schedules forming part of financial statements (Contd.)

Schedule-8A : Investments-Policyholders' (Contd.)

As at 31 March 2021

(₹ In Thousand)

Particulars	Participating			Non Participating				Linked			Total	
	Individual Assurance	Individual Pension	Individual Assurance	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension		Group
Long term investments												
Government securities	115,201,928	427,482	10,683,625	-	149,081	1,694,392	49,340,641	5,535,700	1,678,032	148,546	-	184,859,427
Other approved securities	6,866,047	60,266	1,310,624	-	-	5,929	15,658,718	2,760,860	749,632	-	-	27,412,076
Other approved investments												
(a) Shares												
(i) Equity	27,307,397	-	1,344,352	-	-	-	4,676,148	663,982	1,064,527	-	-	35,056,406
(ii) Preference	-	-	-	-	-	-	-	-	-	-	-	-
(b) Mutual funds	-	-	-	-	-	-	-	-	-	-	-	-
(c) Derivative instruments	-	-	-	-	-	-	-	-	-	-	-	-
(d) Debentures/bonds	7,356,193	-	10,108,424	-	-	-	1,348,220	-	253,506	-	-	19,066,343
(e) Other securities	-	-	-	-	-	-	-	-	-	-	-	-
(i) Fixed Deposit with banks	1,029,600	-	-	-	-	-	-	-	-	-	-	1,029,600
(ii) AT1 Bonds	-	-	-	-	-	-	-	-	-	-	-	-
(f) Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-
(g) Investment properties-real estate	-	-	-	-	-	-	-	-	-	-	-	-
(h) Real Estate Investment Trusts (REIT's)	8,482	-	-	-	-	-	-	-	-	-	-	8,482
(i) Loans	-	-	-	-	-	-	-	-	-	-	-	-
Investments in infrastructure & social sector												
(a) Approved investments												
(i) Equity	2,485,189	-	57,882	-	-	-	227,247	36,263	47,264	-	-	2,853,845
(ii) Debentures/bonds	26,094,897	-	6,144,252	-	-	-	11,195,239	1,928,554	1,061,475	-	-	46,424,417
(iii) Loans	-	-	-	-	-	-	-	-	-	-	-	-
(b) Other investments												
(i) Equity	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Debentures/bonds	499,977	-	-	-	-	-	-	-	-	-	-	499,977
(iii) Loans	-	-	-	-	-	-	-	-	-	-	-	-
Other investments												
(i) Equity	7,165,144	-	23,927	-	-	-	-	-	10,935	-	-	7,200,006
(ii) Debentures/bonds	90,582	-	-	-	-	-	-	-	-	-	-	90,582
(iii) Loans	-	-	-	-	-	-	-	-	-	-	-	-
(iv) Alternative Investments Fund (AIF)	218,668	-	-	-	-	-	-	-	-	-	-	218,668
(v) AT1 Bonds	-	-	-	-	-	-	-	-	-	-	-	-
Short term investments												
Government securities	1,029,117	-	-	-	-	-	319,362	7,047	-	-	55,063	1,410,589
Other approved securities	156,665	-	304,449	-	-	-	754,333	-	-	-	-	1,215,447
Other approved investments												
(a) Shares												
(i) Equity	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Preference	-	-	-	-	-	-	-	-	-	-	-	-
(b) Mutual funds	-	-	-	-	-	-	-	-	-	-	-	-
(c) Derivative instruments	-	-	-	-	-	-	-	-	-	-	-	-
(d) Debentures/bonds	598,586	-	-	-	-	-	-	-	-	-	-	598,586
(e) Other securities	-	-	-	-	-	-	-	-	-	-	-	-
(i) Fixed deposit with banks	445,500	-	-	-	-	-	-	-	-	-	-	445,500
(ii) Tri-party repo (TREPs)	6,955,533	282,696	3,074,561	14,894	46,283	727,031	3,900,455	668,752	1,467,656	308,086	274,198	17,720,145
(iii) Repurchase Agreement (Repo)	-	-	-	-	-	-	-	-	-	-	-	-

Schedules forming part of financial statements (Contd.)

Schedule-8A : Investments-Policyholders' (Contd.)

As at 31 March 2021

(₹ In Thousand)

Particulars	Participating		Non Participating					Linked			Total	
	Individual Assurance	Individual Pension	Individual Assurance	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension		Group
(f) Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-
(g) Investment properties-real estate	-	-	-	-	-	-	-	-	-	-	-	-
(h) Real Estate Investment Trusts (REITs)	-	-	-	-	-	-	-	-	-	-	-	-
(i) Loans	-	-	-	-	-	-	-	-	-	-	-	-
Investments in infrastructure & social sector												
(a) Approved investments												
(i) Equity	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Debentures/bonds	1,752,054	-	99,993	-	-	-	497,723	-	-	-	-	2,349,770
(iii) Loans	-	-	-	-	-	-	-	-	-	-	-	-
(b) Other investments												
(i) Equity	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Debentures/bonds	-	-	-	-	-	-	-	-	-	-	-	-
(iii) Loans	-	-	-	-	-	-	-	-	-	-	-	-
Other investments												
(i) Equity	-	-	-	-	-	-	-	-	-	-	-	-
(ii) Debentures/bonds	137,143	-	-	-	-	-	-	-	-	-	-	137,143
(iii) Loans	-	-	-	-	-	-	-	-	-	-	-	-
(iv) Alternative Investments Fund (AIF)	-	-	-	-	-	-	-	-	-	-	-	-
Total	205,398,702	770,444	33,152,089	14,894	195,364	2,427,352	87,918,086	11,601,158	6,333,027	456,632	329,261	348,597,009
In India	205,398,702	770,444	33,152,089	14,894	195,364	2,427,352	87,918,086	11,601,158	6,333,027	456,632	329,261	348,597,009
Outside India	-	-	-	-	-	-	-	-	-	-	-	-
Total	205,398,702	770,444	33,152,089	14,894	195,364	2,427,352	87,918,086	11,601,158	6,333,027	456,632	329,261	348,597,009

Schedules forming part of financial statements (Contd.)

Schedule - 8B : Assets Held to Cover Linked Liabilities

As at 31 March 2022

(₹ In Thousand)

Particulars	Linked Life Funds	Linked Pension Funds	Linked Group Funds	Total
LONG TERM INVESTMENTS				
Government securities	14,114,155	2,580,781	12,073,256	28,768,192
Other approved securities	2,807,377	19,499	7,201,161	10,028,037
Other approved investments				
(a) Shares				
(i) Equity	179,323,534	2,833,674	5,088,930	187,246,138
(ii) Preference	-	-	-	-
(b) Mutual Funds	-	-	-	-
(c) Derivative Instruments	-	-	-	-
(d) Debentures/Bonds	428,200	31	339,466	767,697
(e) Other Securities				
(i) Fixed Deposit with Banks	-	-	-	-
(f) Subsidiaries	-	-	-	-
(g) Investment Properties - Real Estate	-	-	-	-
Investments in Infrastructure and Social Sector Bonds				
(a) Approved investments				
(i) Equity	19,580,073	363,314	452,078	20,395,465
(ii) Debentures/Bonds	4,944,817	41,110	2,971,762	7,957,689
(b) Other investments				
(i) Equity	-	-	-	-
(ii) Debentures/Bonds	-	-	-	-
Other Investments				
(i) Equity	27,404,316	281,396	446,938	28,132,650
(ii) Debentures/Bonds	-	-	-	-
SHORT TERM INVESTMENTS				
Government securities	21,875,315	669,651	1,303,091	23,848,057
Other approved securities	50,843	-	20,292	71,135
Other approved investments				
(a) Shares				
(i) Equity	-	-	-	-
(ii) Preference	-	-	-	-
(b) Mutual Funds	-	-	-	-
(c) Derivative Instrument	-	-	-	-
(d) Debentures / Bonds	3,179,778	-	-	3,179,778

Schedules forming part of financial statements (Contd.)

Schedule - 8B : Assets Held to Cover Linked Liabilities (Contd.)

As at 31 March 2022

Particulars	(₹ In Thousand)			
	Linked Life Funds	Linked Pension Funds	Linked Group Funds	Total
(e) Other Securities				
(i) Fixed Deposit with Banks	29,700	-	19,800	49,500
(ii) Tri-party repo (TREPs)	11,138,441	148,356	6,707,941	17,994,738
(iii) Repurchase Agreement (Repo)	-	-	-	-
(f) Subsidiaries	-	-	-	-
(g) Investment Properties - Real Estate	-	-	-	-
Investments in Infrastructure and Social Sector Bonds				
(a) Approved investments				
(i) Equity	-	-	-	-
(ii) Debentures/Bonds	-	-	1,003,286	1,003,286
(b) Other investments				
(i) Equity	-	-	-	-
(ii) Debentures/Bonds	-	-	-	-
Other Investments				
(i) Equity	-	-	-	-
(ii) Debentures/Bonds	-	-	-	-
Net Current Assets	1,228,545	102,199	1,452,992	2,783,736
Total	286,105,094	7,040,011	39,080,993	332,226,098
In India	286,105,094	7,040,011	39,080,993	332,226,098
Outside India	-	-	-	-
Total	286,105,094	7,040,011	39,080,993	332,226,098

Notes:

Sr. No.	Particular	(₹ In Thousand)	
		As at 31 March	
		2022	2021
1.	Investments in holding company and other related entities Refer note 3.18 of schedule 16	3,012,474	2,261,414
2.	Investment made out of catastrophe reserve at cost	NIL	NIL
3.	Historical cost of above investments	270,450,623	232,804,225
4.	Particulars of investment other than listed equity shares		
	Historical cost	94,244,840	94,311,041
	Market value	93,668,109	94,102,812
5.	Break-up of Net Current Asset - "Assets Held to Cover Linked Liabilities"		
a)	Interest accrued and not due	1,109,898	2,210,552
b)	Cash and bank Balance	67,312	66,635
c)	Investment sold -pending for settlement	1,144,590	3,962,035
d)	Investment purchased -pending for settlement	(1,617,970)	(2,174,519)
e)	Other receivable / (payable)	1,979,906	1,019,565
f)	Application money of investment	100,000	-
	Total Net Current Asset	2,783,736	5,084,268

6. Equity shares includes shares transferred under securities lending and borrowing scheme (SLB) where the Company retains all the associated risk and rewards on these securities - Refer note 3.3.10 of schedule 16.

7. Refer schedule 16 note 2(c)(iii), 2(h) and 3.3 for accounting policy related to Investments and income on investments.

Schedules forming part of financial statements (Contd.)

Schedule - 8B : Assets Held to Cover Linked Liabilities (Contd.)

As at 31 March 2021

(₹ In Thousand)

Particulars	Linked Life Funds	Linked Pension Funds	Linked Group Funds	Total
LONG TERM INVESTMENTS				
Government securities	14,983,869	2,858,189	17,478,696	35,320,754
Other approved securities	5,641,261	140,071	6,833,079	12,614,411
Other approved investments				
(a) Shares				
(i) Equity	145,415,339	2,742,047	4,872,681	153,030,067
(ii) Preference	-	-	-	-
(b) Mutual Funds	-	-	-	-
(c) Derivative Instruments	-	-	-	-
(d) Debentures/Bonds	1,183,867	-	778,797	1,962,664
(e) Other Securities				
(i) Fixed Deposit with Banks	29,700	-	19,800	49,500
(f) Subsidiaries	-	-	-	-
(g) Investment Properties - Real Estate	-	-	-	-
Investments in Infrastructure and Social Sector Bonds				
(a) Approved investments				
(i) Equity	14,945,491	286,786	321,268	15,553,545
(ii) Debentures/Bonds	4,552,784	118,684	1,988,701	6,660,169
(b) Other investments				
(i) Equity	330,439	2,561	-	333,000
(ii) Debentures/Bonds	-	-	-	-
Other Investments				
(i) Equity	16,867,001	264,437	374,633	17,506,071
(ii) Debentures/Bonds	-	-	-	-
SHORT TERM INVESTMENTS				
Government securities	16,288,439	622,602	170,616	17,081,657
Other approved securities	-	-	-	-
Other approved investments				
(a) Shares				
(i) Equity	-	-	-	-
(ii) Preference	-	-	-	-
(b) Mutual Funds	-	-	-	-
(c) Derivative Instrument	-	-	-	-
(d) Debentures / Bonds	2,766,672	164,839	294,945	3,226,456

Schedules forming part of financial statements (Contd.)

Schedule - 8B : Assets Held to Cover Linked Liabilities (Contd.)

As at 31 March 2021

Particulars	(₹ In Thousand)			
	Linked Life Funds	Linked Pension Funds	Linked Group Funds	Total
(e) Other Securities				
(i) Fixed Deposit with Banks	460,023	15,877	217,800	693,700
(ii) Tri-party repo (TREPs)	9,987,098	356,368	2,066,435	12,409,901
(iii) Repurchase Agreement (Repo)	-	-	-	-
(f) Subsidiaries	-	-	-	-
(g) Investment Properties - Real Estate	-	-	-	-
Investments in Infrastructure and Social Sector Bonds				
(a) Approved investments				
(i) Equity	-	-	-	-
(ii) Debentures/Bonds	3,632,268	244,357	65,308	3,941,933
(b) Other investments				
(i) Equity	-	-	-	-
(ii) Debentures/Bonds	-	-	-	-
Other Investments				
(i) Equity	-	-	-	-
(ii) Debentures/Bonds	141,668	-	-	141,668
Net Current Assets	3,746,841	163,405	1,174,022	5,084,268
Total	240,972,760	7,980,223	36,656,781	285,609,764
In India	240,972,760	7,980,223	36,656,781	285,609,764
Outside India	-	-	-	-
Total	240,972,760	7,980,223	36,656,781	285,609,764

Schedules forming part of financial statements (Contd.)

Schedule - 9 : Loans

Particulars	(₹ In Thousand)	
	As at 31 March	
	2022	2021
Security wise classification		
Secured		
(a) On mortgage of property		
(i) In India	-	-
(ii) Outside India	-	-
(b) On shares, bonds, govt. securities, etc.	-	-
(c) Loan against policies (Refer note 2(m) of Schedule 16)	5,149,541	4,660,330
(d) Others	-	-
Unsecured	-	-
Total	5,149,541	4,660,330
Borrower wise classification		
(a) Central and state government	-	-
(b) Bank and financial institutions	-	-
(c) Subsidiaries	-	-
(d) Companies	-	-
(e) Loan against policies	5,149,541	4,660,330
(f) Others	-	-
Total	5,149,541	4,660,330
Performance wise classification		
(a) Loans classified as standard:		
(i) In India	5,149,541	4,660,330
(ii) Outside India	-	-
(b) Non standard loans less provisions:		
(i) In India	-	-
(ii) Outside India	-	-
Total	5,149,541	4,660,330
Maturity wise classification		
(a) Short term	564,503	483,533
(b) Long term	4,585,038	4,176,797
Total	5,149,541	4,660,330

Notes:

(a) Short-term loans include those, which are repayable within 12 months from the date of Balance Sheet. Long term loans are the loans other than short-term loans.

Schedules forming part of financial statements (Contd.)

Schedule - 10 : Fixed assets

(₹ In Thousand)

Particulars	Gross Block			Depreciation				Net Block		
	As at 1 April 2021	Additions	Deductions	As at 31 March 2022	As at 1 April 2021	For the year	Deductions/ Adjustment	As at 31 March 2022	As at 31 March 2022	As at 31 March 2021
Intangible assets										
Goodwill	-	-	-	-	-	-	-	-	-	-
Computer software ¹	532,599	120,264	-	652,863	384,889	100,414	-	485,303	167,560	147,710
Tangible assets										
Freehold land ²	743,070	63,638	-	806,708	-	-	-	-	806,708	743,070
Leasehold improvements to leasehold property	555,102	16,096	15,071	556,127	301,878	51,496	13,230	340,144	215,983	253,224
Buildings ²	1,919,231	144,747	8,813	2,055,165	349,461	36,887	(4,709)	391,057	1,664,108	1,569,770
Electrical fittings	19,282	3,711	4,626	18,367	18,619	1,063	4,415	15,267	3,100	663
Furniture & fittings	263,320	20,996	9,403	274,913	196,777	19,279	8,939	207,117	67,796	66,543
Information technology equipment (Others)	699,747	114,429	22,184	791,992	555,938	98,704	22,070	632,572	159,420	143,809
Information technology equipment (Servers)	289,338	498	16,197	273,639	180,396	47,609	11,330	216,675	56,964	108,942
Air conditioner	155,097	12,234	5,980	161,351	99,648	24,154	5,350	118,452	42,899	55,449
Vehicles	66,092	50,946	15,037	102,001	27,504	18,432	14,712	31,224	70,777	38,588
Office equipment	123,534	8,004	1,722	129,816	83,534	13,995	1,571	95,958	33,858	40,000
Mobile Phones & Tablets	7,823	2,690	3,144	7,369	6,171	1,907	2,824	5,254	2,115	1,652
Total	5,374,235	558,253	102,177	5,830,311	2,204,815	413,940	79,732	2,539,023	3,291,288	3,169,420
Capital work in progress including Capital advances ³	477,817	692,562	516,308	654,071	-	-	-	-	654,071	477,817
Grand total	5,852,052	1,250,815	618,485	6,484,382	2,204,815	413,940	79,732	2,539,023	3,945,359	3,647,237
As at 31 March 2021	5,627,213	1,128,595	903,756	5,852,052	2,208,846	393,106	397,137	2,204,815	3,647,237	

Notes :

- None of the software's are internally generated.
- Assets included in land, property and building above exclude Investment Properties
- This includes advances to suppliers against fixed assets purchased.
- Refer note 2(n) of Schedule 16

Schedules forming part of financial statements (Contd.)

Schedule - 11 : Cash and bank balances

Particulars	(₹ In Thousand)	
	As at 31 March	
	2022	2021
Cash (including cheques, drafts and stamps) (Refer note 2(t) of Schedule 16)	740,287	787,263
Bank balances		
(a) Deposit accounts		
(i) Short-term (due within 12 months of the date of Balance Sheet)	-	-
(ii) Others	-	-
(b) Current accounts	2,273,796	3,157,825
(c) Others	-	-
Money at call and short notice		
(a) With banks	-	-
(b) With other institutions	-	-
Others	-	-
Total	3,014,083	3,945,088
Balances with non-scheduled banks included above		
Cash and bank balances		
In India	3,014,083	3,945,088
Outside India	-	-
Total	3,014,083	3,945,088

Note:

Break-up of Cash (including cheques, drafts and stamps)

Particulars	As at 31 March	
	2022	2021
1. Cash in hand	778	2,354
2. Postal franking and revenue stamps	104,891	21,043
3. Cheques in hand	634,618	763,866
Total	740,287	787,263

Schedules forming part of financial statements (Contd.)

Schedule - 12 : Advances and other assets

Particulars	(₹ In Thousand)	
	As at 31 March	
	2022	2021
Advances		
Reserve deposits with ceding companies	-	-
Application money for investments	50,000	-
Prepayments	504,708	216,846
Advances to directors/officers	-	-
Advance tax paid and taxes deducted at source	-	-
Others:		
Advances to suppliers		
Gross	101,512	37,580
Less: Provision for doubtful advances (Refer note 2(k) of Schedule 16)	7,072	8,283
Net balance	94,440	29,297
Other advances		
Gross	6,576	5,385
Less: Provision for doubtful advances (Refer note 2(k) of Schedule 16)	-	-
Net balance	6,576	5,385
Total (A)	655,724	251,528
Other assets		
Income accrued on investments	9,381,955	8,647,627
Outstanding premiums	3,175,215	2,532,169
Agents' balances		
Gross	64,124	58,017
Less: Provision for doubtful advances (Refer note 2(k) of Schedule 16)	53,349	44,629
Net balance	10,775	13,388
Foreign agencies balance	-	-
Due from other entities carrying on insurance business (Including amount due from re-insurers)	941,240	505,613
Due from subsidiaries/holding company	-	-
Deposit with reserve bank of India [pursuant to section 7 of Insurance Act,1938]	-	-
Deposits		
Gross	396,852	594,454
Less: Provision for doubtful deposits (Refer note 2(k) of Schedule 16)	-	60
Net balance	396,852	594,394
Others		
Unsettled investment contracts-receivable	815,311	68,915
GST unutilised credit	1,885,580	1,290,358
Unit receivable	909,461	307,029
Assets held to cover unclaimed funds (Refer note 3.5 of Schedule 16)	1,911,130	2,784,335
Income on unclaimed fund (net of fund admin charges)	134,951	2,944,066
Margin Money receivable	1,232,961	232,168
Derivative assets	147,319	41,368
Others	176,836	95,971
Total (B)	21,119,586	17,273,066
Total (A+B)	21,775,310	17,524,594

Schedules forming part of financial statements (Contd.)

Schedule - 13 : Current liabilities

Particulars	(₹ In Thousand)			
	As at 31 March			
	2022		2021	
Agents' balances	1,133,433		805,792	
Balances due to other insurance companies	817,936		293,396	
Deposits held on re-insurance ceded	-		-	
Premium received in advance	204,639		193,396	
Unallocated premium	2,924,650		1,623,706	
Sundry creditors (Refer note 3.13 of Schedule 16)	261,937		189,426	
Due to subsidiaries/holding company	-		-	
Claims outstanding	2,699,237		2,133,010	
Annuities due	-		-	
Due to officers/directors of the company	2,610		2,682	
Unclaimed amount of Policyholders (Refer note 3.5 of Schedule 16)	1,911,130		2,784,335	
Income on unclaimed fund (net of fund admin charges)	134,951	2,046,081	159,731	2,944,066
Others				
Payable unsettled investment contracts	2,950,660		1,471,339	
Expenses payable	7,248,419		3,829,992	
Taxes payable	834,150		222,417	
Statutory dues payable	88,779		69,215	
GST Liability	910,470		721,152	
Employee payable	35,440		27,641	
Deposits	48,628		47,387	
Temporary overdraft as per the books of accounts	1,633,963		133,836	
Unit payable	2,081,568		1,290,600	
Margin Money Payable	28,122		-	
Derivative Liability	796,872		182,235	
Total	26,747,594		16,181,288	

Schedules forming part of financial statements (Contd.)

Schedule - 14 : Provisions

Particulars	(₹ In Thousand)	
	As at 31 March	
	2022	2021
For taxation (less payments and taxes deducted at source)		
Income tax (Refer note 2(o) and 3.39 of Schedule 16)	1,949,316	3,707,193
For proposed dividends	-	-
For dividend distribution tax	-	-
Others		
For leave encashment (Refer note 3.7 of Schedule 16)	150,207	122,228
For long term incentive plan (Refer note 3.7 of Schedule 16)	94,519	239,354
For gratuity (Refer note 3.7 of Schedule 16)	-	4,366
Total	2,194,042	4,073,141

Schedule - 15 : Miscellaneous expenditure (To the extent not written-off or adjusted)

Particulars	(₹ In Thousand)	
	As at 31 March	
	2022	2021
Discount allowed on issue of shares/debentures	-	-
Others	-	-
Total	-	-

Annexure to Revenue Account–Break up of unit linked business

Revenue account Policyholders' Account (Technical Account)

for the year ended 31 March 2022

(₹ In Thousand)

Particulars	Schedule	Linked Life			Linked Pension			Linked Group			Total (j)=(c)+(f)+(i)
		Non-Unit (a)	Unit (b)	Total (c)=(a)+(b)	Non-Unit (d)	Unit (e)	Total (f)=(d)+(e)	Non-Unit (g)	Unit (h)	Total (i)=(g)+(h)	
Premiums earned (Net of GST)											
(a) Premium (Refer note 2(c)(i) of schedule 16)		1,767,902	44,631,347	46,399,249	7,596	343,559	351,155	(229,986)	4,339,591	4,109,605	50,860,009
(b) Reinsurance ceded (Refer note 2(c)(ii) of Schedule 16)		(123,807)	-	(123,807)	(294)	-	(294)	(1,922)	-	(1,922)	(126,023)
(c) Reinsurance accepted		-	-	-	-	-	-	-	-	-	-
Sub-Total		1,644,095	44,631,347	46,275,442	7,302	343,559	350,861	(231,908)	4,339,591	4,107,683	50,733,986
Income from investments (Refer note 2(c)(iii) of Schedule 16)											
(a) Interest, dividend & rent–Gross		261,450	4,584,361	4,845,811	23,732	244,472	268,204	11,241	2,071,756	2,082,997	7,197,012
(b) Profit on sale/redemption of investments		111,577	29,797,703	29,909,280	423	454,270	454,693	956	1,237,543	1,238,499	31,602,472
(c) (Loss) on sale/redemption of investments		(22,188)	(3,103,737)	(3,125,925)	-	(44,161)	(44,161)	-	(671,650)	(671,650)	(3,841,736)
(d) Transfer/gain on revaluation/ change in fair value*		-	10,880,818	10,880,818	-	211,648	211,648	-	178,002	178,002	11,270,468
(e) Accretion of discount/(amortisation of premium) (net)		(20,901)	1,093,075	1,072,174	(436)	41,867	41,431	(637)	86,180	85,543	1,199,148
Sub-Total		329,938	43,252,220	43,582,158	23,719	908,096	931,815	11,560	2,901,831	2,913,391	47,427,364
Other income											
Linked income (Refer note 2(c)(iv) of schedule 16)	UL1	5,854,352	(5,854,352)	-	111,917	(111,917)	-	458,188	(458,188)	-	-
Miscellaneous income (Refer note 2(c)(v) of Schedule 16)		35,378	-	35,378	551	-	551	403	-	403	36,332
Income on unclaimed amount of Policyholder (Refer note 3.5 of Schedule 16)		113,106	-	113,106	-	-	-	-	-	-	113,106
Contribution from the Shareholders' account (Refer note 3.26 of Schedule 16)		3,461,136	-	3,461,136	19,320	-	19,320	-	-	-	3,480,456
Contribution from Shareholders Account towards Excess EOM (Refer note 3.26 of Schedule 16)		-	-	-	10,209	-	10,209	-	-	-	10,209
Sub-Total		9,463,972	(5,854,352)	3,609,620	141,997	(111,917)	30,080	458,591	(458,188)	403	3,640,103
Total (A)		11,438,005	82,029,215	93,467,220	173,018	1,139,738	1,312,756	238,243	6,783,234	7,021,477	101,801,453
Commission (Refer note 2(d) of Schedule 16)		1,416,260	-	1,416,260	3,781	-	3,781	472	-	472	1,420,513
Operating expenses related to insurance business (Refer note 2(q) of Schedule 16)		9,522,380	-	9,522,380	21,823	-	21,823	29,314	-	29,314	9,573,517
Provision for doubtful debts (Refer note 2(k) of Schedule 16)		237	-	237	(1)	-	(1)	-	-	-	236
Bad debts written off		3,775	-	3,775	1	-	1	-	-	-	3,776
Provisions (other than taxation)		-	-	-	-	-	-	-	-	-	-
(a) For diminution in the value of investments (Net) (Refer note 2 (h) (ii) and 3.3.9 of Schedule 16)		(423,500)	-	(423,500)	(9,000)	-	(9,000)	(67,500)	-	(67,500)	(500,000)
(b) Others (Refer note 2(l) of Schedule 16)**		-	-	-	-	-	-	-	-	-	-
Investments written off (Refer note 3.3.5 of Schedule 16)		423,500	-	423,500	9,000	-	9,000	67,500	-	67,500	500,000
GST on linked charges		-	1,362,107	1,362,107	-	23,103	23,103	-	82,820	82,820	1,468,030
Total (B)		10,942,652	1,362,107	12,304,759	25,604	23,103	48,707	29,786	82,820	112,606	12,466,072

Annexure to Revenue Account–Break up of unit linked business (Contd.)
Revenue account Policyholders' Account (Technical Account) (Contd.)
for the year ended 31 March 2022

(₹ In Thousand)

Particulars	Schedule	Linked Life			Linked Pension			Linked Group			Total (j)=(c)+(f)+(i)
		Non-Unit (a)	Unit (b)	Total (c)=(a)+(b)	Non-Unit (d)	Unit (e)	Total (f)=(d)+(e)	Non-Unit (g)	Unit (h)	Total (i)=(g)+(h)	
Benefits paid (Net) (Refer note 2(e) of Schedule 16)	UL2	1,632,100	35,534,775	37,166,875	14,529	2,056,849	2,071,378	22,182	4,276,200	4,298,382	43,536,635
Interim and Terminal bonuses paid		-	-	-	-	-	-	-	-	-	-
Change in valuation of liability in respect of life policies in force (Refer note 3.2 and note 2(f) of Schedule 16)											
(a) Gross (Policy liabilities (non-unit/mathematical reserve))***		(407,560)	-	(407,560)	8,225	-	8,225	(5,911)	-	(5,911)	(405,246)
(b) Fund reserve		-	44,080,159	44,080,159	-	(404,687)	(404,687)	-	2,424,214	2,424,214	46,099,686
(c) Reserve for discontinued policies (Refer note 3.14 of Schedule 16)		-	1,052,174	1,052,174	-	(535,527)	(535,527)	-	-	-	516,647
(d) Appreciation in unclaimed balances		(30,037)	-	(30,037)	-	-	-	-	-	-	(30,037)
(e) Amount ceded in re-insurance		-	-	-	-	-	-	-	-	-	-
(f) Amount accepted in re-insurance		-	-	-	-	-	-	-	-	-	-
Total (C)		1,194,503	80,667,108	81,861,611	22,754	1,116,635	1,139,389	16,271	6,700,414	6,716,685	89,717,685
Surplus/(deficit) before tax (D) = (A) - (B) - (C)		(699,150)	-	(699,150)	124,660	-	124,660	192,186	-	192,186	(382,304)
Provision for taxation (Refer note 2(o) of Schedule 16)											
(a) Current tax (credit)/charge (Refer note 3.39 of Schedule 16)		(1,404,037)	-	(1,404,037)	-	-	-	(569)	-	(569)	(1,404,606)
(b) Deferred tax (credit)/charge		-	-	-	-	-	-	-	-	-	-
Surplus/(deficit) after tax		704,887	-	704,887	124,660	-	124,660	192,755	-	192,755	1,022,302
Appropriations											
Transfer to Shareholders' account (Refer note 3.27 of Schedule 16)		704,887	-	704,887	124,660	-	124,660	192,755	-	192,755	1,022,302
Transfer to other reserves		-	-	-	-	-	-	-	-	-	-
Balance being funds for future appropriations (Refer note 2(g) of Schedule 16)		-	-	-	-	-	-	-	-	-	-
Total		704,887	-	704,887	124,660	-	124,660	192,755	-	192,755	1,022,302
Details of surplus											
(a) Interim and terminal bonuses paid		-	-	-	-	-	-	-	-	-	-
(b) Allocation of bonus to policyholders		-	-	-	-	-	-	-	-	-	-
(c) Surplus shown in the Revenue Account		704,887	-	704,887	124,660	-	124,660	192,755	-	192,755	1,022,302
Total Surplus		704,887	-	704,887	124,660	-	124,660	192,755	-	192,755	1,022,302
Funds for future appropriations											
Opening balance as at 1 April 2021		-	-	-	-	-	-	-	-	-	-
Add: Current period appropriations		-	-	-	-	-	-	-	-	-	-
Balance carried forward to Balance Sheet		-	-	-	-	-	-	-	-	-	-

*Represents the deemed realised gain as per norms specified by the Authority (Refer note 2(c)(iii) of Schedule 16)

**Represents impairment on policy loan

*** Represents Mathematical Reserves after allocation of bonus

As required by erstwhile Section 40-B(4) of the Insurance Act, 1938 as amended by Insurance Laws (Amendment) Act, 2015 read with Expenses of Management of Insurers transacting life insurance business Regulations, 2016, we certify that allowable expenses of management in respect of life insurance business in India by the company have been debited to the Policyholders' Revenue Account.

Annexure to Revenue Account–Break up of unit linked business (Contd.)

Revenue account Policyholders' Account (Technical Account) (Contd.)

for the year ended 31 March 2021

(₹ In Thousand)

Particulars	Schedule	Linked Life			Linked Pension			Linked Group			Total (j)=(c)+(f)+(i)
		Non-Unit (a)	Unit (b)	Total (c)=(a)+(b)	Non-Unit (d)	Unit (e)	Total (f)=(d)+(e)	Non-Unit (g)	Unit (h)	Total (i)=(g)+(h)	
Premiums earned (Net of GST)											
(a) Premium (Refer note 2(c)(i) of schedule 16)		1,219,337	37,472,824	38,692,161	32,403	600,407	632,810	(199,825)	4,626,847	4,427,022	43,751,993
(b) Reinsurance ceded (Refer note 2(c)(ii) of Schedule 16)		(94,621)	-	(94,621)	(224)	-	(224)	(2,135)	-	(2,135)	(96,980)
(c) Reinsurance accepted		-	-	-	-	-	-	-	-	-	-
Sub-Total		1,124,716	37,472,824	38,597,540	32,179	600,407	632,586	(201,960)	4,626,847	4,424,887	43,655,013
Income from investments (Refer note 2(c)(iii) of Schedule 16)											
(a) Interest, dividend & rent-Gross		351,032	3,958,520	4,309,552	19,080	243,964	263,044	9,637	1,964,423	1,974,060	6,546,656
(b) Profit on sale/redemption of investments		357,979	21,310,487	21,668,466	15	484,956	484,971	917	1,720,332	1,721,249	23,874,686
(c) (Loss) on sale/redemption of investments		(32,475)	(9,111,501)	(9,143,976)	-	(220,703)	(220,703)	(3)	(932,381)	(932,384)	(10,297,063)
(d) Transfer/gain on revaluation/ change in fair value*		-	62,399,743	62,399,743	-	1,197,645	1,197,645	-	1,508,458	1,508,458	65,105,846
(e) Accretion of discount/(amortisation of premium) (net)		(28,844)	1,142,751	1,113,907	(2,079)	67,567	65,488	(1,980)	66,112	64,132	1,243,527
Sub-Total		647,692	79,700,000	80,347,692	17,016	1,773,429	1,790,445	8,571	4,326,944	4,335,515	86,473,652
Other income											
Linked income (Refer note 2(c)(iv) of schedule 16)	UL1	5,058,029	(5,058,029)	-	109,881	(109,881)	-	428,605	(428,605)	-	-
Miscellaneous income (Refer note 2(c)(v) of Schedule 16)		12,900	-	12,900	28	-	28	2,886	-	2,886	15,814
Income on unclaimed amount of Policyholder (Refer note 3.5 of Schedule 16)		165,189	-	165,189	-	-	-	-	-	-	165,189
Contribution from the Shareholders' account (Refer note 3.26 of Schedule 16)		1,300,221	-	1,300,221	-	-	-	-	-	-	1,300,221
Contribution from Shareholders Account towards Excess EOM (Refer note 3.26 of Schedule 16)		-	-	-	51,500	-	51,500	-	-	-	51,500
Sub-Total		6,536,339	(5,058,029)	1,478,310	161,409	(109,881)	51,528	431,491	(428,605)	2,886	1,532,724
Total (A)		8,308,747	112,114,795	120,423,542	210,604	2,263,955	2,474,559	238,102	8,525,186	8,763,288	131,661,389
Commission (Refer note 2(d) of Schedule 16)		855,788	-	855,788	7,455	-	7,455	534	-	534	863,777
Operating expenses related to insurance business (Refer note 2(q) of Schedule 16)		6,737,203	-	6,737,203	70,619	-	70,619	45,015	-	45,015	6,852,837
Provision for doubtful debts (Refer note 2(k) of Schedule 16)		2,724	-	2,724	-	-	-	-	-	-	2,724
Bad debts written off		2,402	-	2,402	-	-	-	-	-	-	2,402
Provisions (other than taxation)											
(a) For diminution in the value of investments (Net) (Refer note 2 (h) (ii) and 3.3.9 of Schedule 16)		-	(235,609)	(235,609)	-	(33,816)	(33,816)	-	(101,420)	(101,420)	(370,845)
(b) Others (Refer note 2(i) of Schedule 16)**		-	-	-	-	-	-	-	-	-	-
GST on linked charges		-	1,130,569	1,130,569	-	25,756	25,756	-	77,478	77,478	1,233,803
Total (B)		7,598,117	894,960	8,493,077	78,074	(8,060)	70,014	45,549	(23,942)	21,607	8,584,698

Annexure to Revenue Account–Break up of unit linked business (Contd.)
Revenue account Policyholders' Account (Technical Account) (Contd.)
for the year ended 31 March 2021

(₹ In Thousand)

Particulars	Schedule	Linked Life			Linked Pension			Linked Group			Total (j)=(c)+(f)+(i)
		Non-Unit (a)	Unit (b)	Total (c)=(a)+(b)	Non-Unit (d)	Unit (e)	Total (f)=(d)+(e)	Non-Unit (g)	Unit (h)	Total (i)=(g)+(h)	
Benefits paid (Net) (Refer note 2(e) of Schedule 16)	UL2	1,196,191	23,674,475	24,870,666	8,055	1,441,985	1,450,040	17,051	3,937,369	3,954,420	30,275,126
Interim and Terminal bonuses paid		-	-	-	-	-	-	-	-	-	-
Change in valuation of liability in respect of life policies in force (Refer note 3.2 and note 2(f) of Schedule 16)											
(a) Gross (Policy liabilities (non-unit/mathematical reserve))***		(109,465)	-	(109,465)	(1,470)	-	(1,470)	32,574	-	32,574	(78,361)
(b) Fund reserve		-	81,882,710	81,882,710	-	902,190	902,190	-	4,611,759	4,611,759	87,396,659
(c) Reserve for discontinued policies (Refer note 3.14 of Schedule 16)		-	5,662,650	5,662,650	-	(72,160)	(72,160)	-	-	-	5,590,490
(d) Appreciation in unclaimed balances		(19,894)	-	(19,894)	-	-	-	-	-	-	(19,894)
(e) Amount ceded in re-insurance		-	-	-	-	-	-	-	-	-	-
(f) Amount accepted in re-insurance		-	-	-	-	-	-	-	-	-	-
Total (C)		1,066,832	111,219,835	112,286,667	6,585	2,272,015	2,278,600	49,625	8,549,128	8,598,753	123,164,020
Surplus/(deficit) before tax (D) = (A) - (B) - (C)		(356,202)	-	(356,202)	125,945	-	125,945	142,928	-	142,928	(87,329)
Provision for taxation (Refer note 2(o) of Schedule 16)											
(a) Current tax (credit)/charge (Refer note 3.39 of Schedule 16)		(373,391)	-	(373,391)	-	-	-	14,307	-	14,307	(359,084)
(b) Deferred tax (credit)/charge		-	-	-	-	-	-	-	-	-	-
Surplus/(deficit) after tax		17,189	-	17,189	125,945	-	125,945	128,621	-	128,621	271,755
Appropriations											
Transfer to Shareholders' account (Refer note 3.27 of Schedule 16)		17,189	-	17,189	125,945	-	125,945	128,621	-	128,621	271,755
Transfer to other reserves		-	-	-	-	-	-	-	-	-	-
Balance being funds for future appropriations (Refer note 2(g) of Schedule 16)		-	-	-	-	-	-	-	-	-	-
Total		17,189	-	17,189	125,945	-	125,945	128,621	-	128,621	271,755
Details of surplus											
(a) Interim and terminal bonuses paid		-	-	-	-	-	-	-	-	-	-
(b) Allocation of bonus to policyholders		-	-	-	-	-	-	-	-	-	-
(c) Surplus shown in the Revenue Account		17,189	-	17,189	125,945	-	125,945	128,621	-	128,621	271,755
Total Surplus		17,189	-	17,189	125,945	-	125,945	128,621	-	128,621	271,755
Funds for future appropriations											
Opening balance as at 1 April 2020		-	-	-	-	-	-	-	-	-	-
Add: Current period appropriations		-	-	-	-	-	-	-	-	-	-
Balance carried forward to Balance Sheet		-	-	-	-	-	-	-	-	-	-

*Represents the deemed realised gain as per norms specified by the Authority (Refer note 2(c)(iii) of Schedule 16)

**Represents impairment on policy loan

*** Represents Mathematical Reserves after allocation of bonus

As required by erstwhile Section 40-B(4) of the Insurance Act, 1938 as amended by Insurance Laws (Amendment) Act, 2015 read with Expenses of Management of Insurers transacting life insurance business Regulations, 2016, we certify that allowable expenses of management in respect of life insurance business in India by the company have been debited to the Policyholders' Revenue Account.

Schedule-UL1 : Linked income (recovered from linked funds) (net of GST)

For the year ended 31 March 2022

(₹ In Thousand)

Particulars	Linked Life Unit	Linked Pension Unit	Linked Group Unit	Total
Fund administration charge	99,977	-	-	99,977
Fund management charge	3,498,650	91,260	424,597	4,014,507
Policy administration charge	774,790	15,772	4,326	794,888
Surrender charge	-	-	-	-
Switching charge	916	11	-	927
Mortality charge	1,385,174	4,638	29,129	1,418,941
Rider premium charge	94,845	236	136	95,217
Partial withdrawal charge	-	-	-	-
Miscellaneous charge	-	-	-	-
Total	5,854,352	111,917	458,188	6,424,457

For the year ended 31 March 2021

(₹ In Thousand)

Particulars	Linked Life Unit	Linked Pension Unit	Linked Group Unit	Total
Fund administration charge	89,733	-	-	89,733
Fund management charge	2,589,167	88,828	386,750	3,064,745
Policy administration charge	810,793	15,466	3,923	830,182
Surrender charge	-	-	-	-
Switching charge	1,733	7	-	1,740
Mortality charge	1,465,982	5,308	37,779	1,509,069
Rider premium charge	100,621	272	153	101,046
Partial withdrawal charge	-	-	-	-
Miscellaneous charge	-	-	-	-
Total	5,058,029	109,881	428,605	5,596,515

Schedule-UL2 : Benefit paid (net)

For the year ended 31 March 2022

(₹ In Thousand)

Particulars	Linked Life			Linked Pension			Linked Group			Total (j)=(c)+(f)+(i)
	Non Unit (a)	Unit (b)	Linked Life (c)=(a)+(b)	Non-Unit (d)	Unit (e)	Linked Pension (f)=(d)+(e)	Non-Unit (g)	Unit (h)	Linked Group (i)=(g)+(h)	
Insurance claims										
(a) Claims by death*	1,348,364	1,191,542	2,539,906	13,581	92,047	105,628	24,174	57,088	81,262	2,726,796
(b) Claims by maturity	162,637	7,243,262	7,405,899	(301)	303,964	303,663	(67)	84,424	84,357	7,793,919
(c) Annuities/pensions payment	-	-	-	-	-	-	-	-	-	-
(d) Other benefits										
(i) Surrender/withdrawal/foreclosure**	29,038	27,099,971	27,129,009	(1,555)	1,660,838	1,659,283	(577)	4,134,688	4,134,111	32,922,403
(ii) Rider	34,404	-	34,404	-	-	-	-	-	-	34,404
(iii) Health	-	-	-	-	-	-	-	-	-	-
(iv) Periodic Benefits	1,676	-	1,676	-	-	-	-	-	-	1,676
(v) interest on unclaimed amount of policyholder	116,495	-	116,495	-	-	-	-	-	-	116,495
(vi) Others	22,280	-	22,280	2,804	-	2,804	152	-	152	25,236
Sub-Total (A)	1,714,894	35,534,775	37,249,669	14,529	2,056,849	2,071,378	23,682	4,276,200	4,299,882	43,620,929
(Amount ceded in reinsurance):										
(a) Claims by death	(82,794)	-	(82,794)	-	-	-	(1,500)	-	(1,500)	(84,294)
(b) Claims by maturity	-	-	-	-	-	-	-	-	-	-
(c) Annuities/pensions payment	-	-	-	-	-	-	-	-	-	-
(d) Other benefits										
(i) Rider	-	-	-	-	-	-	-	-	-	-
(ii) Health	-	-	-	-	-	-	-	-	-	-
(iv) Periodic Benefits	-	-	-	-	-	-	-	-	-	-
(v) Others	-	-	-	-	-	-	-	-	-	-
Sub-Total (B)	(82,794)	-	(82,794)	-	-	-	(1,500)	-	(1,500)	(84,294)
Amount accepted in reinsurance										
(a) Claims by death	-	-	-	-	-	-	-	-	-	-
(b) Claims by maturity	-	-	-	-	-	-	-	-	-	-
(c) Annuities/pensions payment	-	-	-	-	-	-	-	-	-	-
(d) Other benefits*	-	-	-	-	-	-	-	-	-	-
Sub-Total (C)	-	-	-	-	-	-	-	-	-	-
TOTAL (A)-(B)-(C)	1,632,100	35,534,775	37,166,875	14,529	2,056,849	2,071,378	22,182	4,276,200	4,298,382	43,536,635
Benefits paid to claimants:										
In India	1,632,100	35,534,775	37,166,875	14,529	2,056,849	2,071,378	22,182	4,276,200	4,298,382	43,536,635
Outside India	-	-	-	-	-	-	-	-	-	-
Total	1,632,100	35,534,775	37,166,875	14,529	2,056,849	2,071,378	22,182	4,276,200	4,298,382	43,536,635

Note:

- * Includes Claim investigation expense amounting to ₹ 5,101 thousand
- ** Total surrenders are net of linked surrender charges of ₹ (1,476) thousand
- Legal, other fees and expenses also form part of the claim cost, wherever applicable
- Refer note 2(e) of schedule 16 for accounting policy on benefits paid

Schedule-UL2 : Benefit paid (net) (Contd.)

For the year ended 31 March 2021

(₹ In Thousand)

Particulars	Linked Life			Linked Pension			Linked Group			Total (j)=(c)+(f)+(i)
	Non Unit (a)	Unit (b)	Linked Life (c)=(a)+(b)	Non-Unit (d)	Unit (e)	Linked Pension (f)=(d)+(e)	Non-Unit (g)	Unit (h)	Linked Group (i)=(g)+(h)	
Insurance claims										
(a) Claims by death*	892,499	604,060	1,496,559	15,873	70,736	86,609	17,627	42,146	59,773	1,642,942
(b) Claims by maturity	95,355	5,971,402	6,066,757	(1,875)	141,455	139,580	(503)	25,641	25,138	6,231,474
(c) Annuities/pensions payment	-	-	-	-	-	-	-	-	-	-
(d) Other benefits										
(i) Surrender/withdrawal/foreclosure**	14,603	17,099,013	17,113,616	(9,097)	1,229,794	1,220,697	(118)	3,869,582	3,869,464	22,203,777
(ii) Rider	31,751	-	31,751	-	-	-	-	-	-	31,751
(iii) Health	-	-	-	-	-	-	-	-	-	-
(iv) Periodic Benefits	2,050	-	2,050	-	-	-	-	-	-	2,050
(v) interest on unclaimed amount of policyholder	171,828	-	171,828	-	-	-	-	-	-	171,828
(vi) Others	27,728	-	27,728	3,154	-	3,154	45	-	45	30,927
Sub-Total (A)	1,235,814	23,674,475	24,910,289	8,055	1,441,985	1,450,040	17,051	3,937,369	3,954,420	30,314,749
(Amount ceded in reinsurance):										
(a) Claims by death	(39,623)	-	(39,623)	-	-	-	-	-	-	(39,623)
(b) Claims by maturity	-	-	-	-	-	-	-	-	-	-
(c) Annuities/pensions payment	-	-	-	-	-	-	-	-	-	-
(d) Other benefits										
(i) Rider	-	-	-	-	-	-	-	-	-	-
(ii) Health	-	-	-	-	-	-	-	-	-	-
(iii) Periodic Benefits	-	-	-	-	-	-	-	-	-	-
(iv) Others	-	-	-	-	-	-	-	-	-	-
Sub-Total (B)	(39,623)	-	(39,623)	-	-	-	-	-	-	(39,623)
Amount accepted in reinsurance										
(a) Claims by death	-	-	-	-	-	-	-	-	-	-
(b) Claims by maturity	-	-	-	-	-	-	-	-	-	-
(c) Annuities/pensions payment	-	-	-	-	-	-	-	-	-	-
(d) Other benefits	-	-	-	-	-	-	-	-	-	-
Sub-Total (C)	-	-	-	-	-	-	-	-	-	-
TOTAL (A)-(B)-(C)	1,196,191	23,674,475	24,870,666	8,055	1,441,985	1,450,040	17,051	3,937,369	3,954,420	30,275,126
Benefits paid to claimants:										
In India	1,196,191	23,674,475	24,870,666	8,055	1,441,985	1,450,040	17,051	3,937,369	3,954,420	30,275,126
Outside India	-	-	-	-	-	-	-	-	-	-
Total	1,196,191	23,674,475	24,870,666	8,055	1,441,985	1,450,040	17,051	3,937,369	3,954,420	30,275,126

Note:

- * Includes Claim investigation expense amounting to ₹ 3,116 thousand
- ** Total surrenders are net of linked surrender charges of ₹ (231) thousand
- Legal, other fees and expenses also form part of the claim cost, wherever applicable
- Refer note 2(e) of schedule 16 for accounting policy on benefits paid

Schedule 16 Significant accounting policies and notes forming part of the financial statements for the year ended 31 March 2022

1. Company information

Bajaj Allianz Life Insurance Company Limited (the Company'), a joint venture between Bajaj Finserv Limited and Allianz SE, was incorporated on 12 March 2001 as a Company under the erstwhile Companies Act, 1956 ('the Act'). The Company obtained a license from the Insurance Regulatory and Development Authority of India ("IRDAI") for carrying on the business of life insurance on 3 August 2001. The license is in force as at 31 March 2022.

The Company is in the business of providing life insurance, health insurance, pension and annuity across individual and group customers. These products are offered across the traditional and unit-linked platforms. The product portfolio of the Company varies across participating life, non-participating life, linked life, health, variable insurance, annuity and pension products including rider benefits that are offered under some of these products.

The Company distributes these products through individual agents, corporate agents, banks, brokers, online through the Company website, web aggregators and through the Company's direct sales channels across the country.

2. Significant accounting policies

(a) Basis of preparation

The accompanying financial statements are prepared and presented under the historical cost convention, unless otherwise stated, and on the accrual basis of accounting, in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared the financial statements in compliance with the Accounting Standards ('AS') notified under the Section 133 of the Companies Act, 2013 read with Rule 7 of the Company (Accounts) Rules, 2014, further amended by Companies (Accounting Standards) Amendment Rules, 2016 and in accordance with the provisions of the Insurance Act, 1938 (as amended by the Insurance Laws (Amendment) Act, 2015), Insurance Regulatory and Development Authority Act, 1999, the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations, 2002 (The Accounting Regulations), the Master Circular on Preparation of Financial Statements and Filing of Returns of Life Insurance Business Ref No. IRDA/F&A/Cir/232/12/2013 dated 11 December 2013 ('the Master Circular') and various other circulars and notifications issued by the IRDAI from time to time and the practices prevailing within the insurance industry in India.

The accounting policies have been consistently applied by the Company. The management evaluates all newly issued or revised accounting pronouncements on an ongoing basis to ensure due compliance.

(b) Use of estimates

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

(c) Revenue recognition

i. Premium income

In case of traditional business, premium is recognised as income (net of goods and service tax) when due from policyholders. For unit linked business, premium is recognised as income when the associated units are created. In case of variable insurance products (VIPs), premium income is recognised on the date when the Policy Account Value is credited.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

Premium on lapsed policies is recognised as income when such policies are reinstated. Top up premiums paid by unit linked policyholders' are considered as single premium and recognised as income when the associated units are created.

ii. Reinsurance premium ceded and commission thereon

Reinsurance premium ceded is accounted in accordance with the terms and conditions of the relevant treaties with the reinsurer.

Commission received on reinsurance ceded is recognised as income, and netted off against commission paid, in the period in which reinsurance premium is ceded. Profit commission on reinsurance ceded is recognised as income, and netted off against reinsurance premium ceded, in accordance with the terms and conditions of the relevant treaties with the reinsurers.

iii. Income from investments**• Interest income**

Interest income from investments is recognised on accrual basis.

• Amortized income/cost

Premium or discount on acquisition, as may be the case, in respect of debt securities, pertaining to non-linked investments is amortized/accreted over the period of maturity/holding using the effective yield methodology.

Discount on acquisition of money market instruments is amortized/ accreted over the period of maturity/ holding using straight line method.

• Dividend Income

In case of listed equity, preference shares and Real Estate Investment Trusts (REITs) dividend income is recognised on the 'ex-dividend' date. In case of unlisted equity and preference shares, dividend income is recognised when the right to receive dividend is established.

• Income from Securities Lending and Borrowing (SLB)

Fee received on lending of equity shares under SLB scheme is recognised as income over the period of lending on straight line basis.

• Rent on Investment Property

Lease rental on investment property is recognised on accrual basis and does not include any notional rent as prescribed by IRDA (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations 2002. Costs related to operating and maintenance of investment property are recognised as expense in the Profit and Loss or the Revenue Account, as relevant.

• Profit/(Loss) on sale of Equity shares, ETFs and Mutual Fund units

Profit or loss on sale/redemption of equity shares/equity exchange traded funds (ETFs), preference shares and mutual fund units is the difference between the net sale consideration and the weighted average cost in the books of the Company.

Profit or loss on sale/redemption of equity shares/ETFs, preference shares and mutual fund units in other than linked investments is recognised on trade/redemption date and includes effects of accumulated fair value changes, as applicable and previously recognised under the head 'Fair Value Change Account' in the Balance Sheet.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

- **Investment income on Alternate Investment Funds (AIFs) and REIT's**

Investment income on Alternate Investment Funds (AIFs), Real Estate Investment Trusts (REITs), are recognized as and when declared by respective Fund/Trust.

- **Realised Gain/(Loss) on Debt Securities for Non-Linked Business**

Profit or loss on sale/redemption of debt securities held under other than linked business is the difference between the net sale consideration and the amortized cost computed on weighted average basis as on the date of sale/redemption.

- **Realised Gain/(Loss) on Debt Securities for Linked Business**

Profit or loss on sale/redemption on debt securities held for linked business is the difference between the net sale consideration and the weighted average cost as on the date of sale/redemption.

- **Unrealised Gain/(Loss) for Linked Business**

Unrealised gains and losses for linked business are recognised in the Revenue Account of respective fund.

- **Income from loans**

Interest income on loan is recognised on accrual basis.

iv. Other income from unit linked policies

Income from unit linked policies, which includes fund management charges, policy administration charges, mortality charges and other charges, if any, are recovered from the unit linked funds in accordance with terms and conditions of policies issued and are recognised when due. These charges are shown on the face of the Fund Revenue Account though netted off against unit fund reserves in the Policyholders' Revenue Account in line with the disclosure requirements prescribed by IRDAI in the Accounting Regulations.

v. Fees, charges and other income

Interest income on loans to policyholders is recognised as income on accrual basis and disclosed under other income.

Interest on overdue premium is recognised as income on reinstatement of the policy.

(d) Acquisition cost

Acquisition costs are costs that vary with and are primarily related to acquisition of new insurance contracts. Acquisition cost mainly consist of commission, medical costs, stamp duty and other related expenses. These costs are expensed out in the year in which they are incurred.

(e) Benefits paid

Benefits paid comprise of policy benefits and claim settlement costs.

- Death and rider claims are accounted for on receipt of intimation.
- Survival, maturity and annuity benefits are accounted when due as per the terms of the contract with the policyholders.
- Withdrawals and surrenders under non-linked policies are accounted on the receipt of intimation. Withdrawals and surrenders under unit linked policies are accounted when the associated units are cancelled.
- Surrender charges recovered, if any, are netted off against the benefits paid.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

Reinsurance recoveries are accounted for in the same period as the related claims and netted off against the benefits paid. Repudiated claims disputed before judicial authorities are provided for based on the best judgment of the management considering the facts and evidence in respect of each such claim.

(f) Actuarial (Policy) liability

The actuarial liabilities are calculated in accordance with accepted actuarial practice, requirements of Insurance Act, 1938, as amended from time to time, regulations notified by IRDAI and Actuarial Practice Standards of the Institute of Actuaries of India.

The Company provides for liabilities in respect of all "in force", "paid-up", "lapsed" policies. It also allow for future expected revival of policies that are within the reinstatement period. Liabilities are, based on actuarial valuation done by the Appointed Actuary as per gross premium valuation method and unearned premium/risk premium reserve method, wherever applicable, in accordance with accepted actuarial practices, requirements of IRDAI and the Institute of Actuaries of India.

Linked liabilities comprises of unit liability representing the fund value of policies and non-unit liability for meeting insurance claims and expenses, etc. This is determined based on an actuarial valuation carried out by the Appointed Actuary.

(g) Funds for Future Appropriations (FFA)

Funds for Future Appropriation in the participating segment includes the amount of unappropriated surplus held in the Balance Sheet based on the recommendations of the Appointed Actuary. Transfers to and from the fund reflect the excess or deficit of income over expenses respectively and appropriations in each accounting period arising in the Company's Policyholders' Fund. Any allocation of bonus to the participating policyholders would also give rise to a transfer to Shareholders' Profit and Loss Account in the required proportion.

(h) Investments

Investments are made and accounted for in accordance with the Insurance Act, 1938, as amended from time to time including the amendment brought by the Insurance Laws (Amendment) Act, 2015, the Insurance Regulatory and Development Authority of India (Investments) Regulations, 2016 as amended from time to time, Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 and various other circulars/notifications issued by the IRDAI in this context from time to time.

Investments are recorded on trade date at cost, which includes brokerage, fees and related taxes, if any and excludes pre-acquisition interest, if any. Broken period interest paid/received is debited/credited to interest accrued but not due account. Bonus and rights entitlements are recognised as investments on ex-date basis.

i. Classification

Investments maturing within twelve months from the Balance Sheet date and investments made with the specific intention to dispose within twelve months from Balance Sheet date are classified as short-term investments. Investments other than short term investments are classified as long-term investments.

ii. Valuation – Shareholders' investments and non-linked policyholders' investments

All debt securities are considered as 'held to maturity' and accordingly stated at historical cost adjusted for amortization of premium or accretion of discount, as the case may be, over the remaining period of maturity using the effective yield basis.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

AT1 - Additional Tier 1 Basel III compliant perpetual bonds are valued at fair value as per the IRDAI Investment Master Circular of May 2017. AT1 bonds with a residual maturity of over 182 days are valued on a yield to maturity basis, by using spreads over the benchmark rate (based on the matrix released by the CRISIL on daily basis) to arrive at the yield for pricing the security.

AT1 - Additional Tier 1 Basel III compliant perpetual bonds with a residual maturity up to 182 days are valued at last valuation price plus the difference between the redemption value and last valuation price, spread uniformly over the remaining maturity period of the instrument.

Money market instruments (including treasury bills, certificate of deposits, commercial papers and Tri-Party Repo - TREPs) are valued at historical cost and adjusted for amortization of premium or accretion of discount, as the case may be, over the period of maturity/holding on a straight-line basis.

Listed equity shares are stated at fair value being the last quoted closing price on the National Stock Exchange of India (NSE). In case the equity shares are not listed on the NSE, then they are valued on the last quoted closing price on Bombay Stock Exchange Limited (BSE).

ETFs are valued as equity shares. In case the ETF is not traded either on NSE or BSE on any day, latest available NAV as published by the mutual fund is considered for valuation.

Units of Real Estate Investment Trust (REITs) are stated at fair value being the last quoted price on the National Stock Exchange of India (NSE). In case any of the REITs is not listed on the NSE, then they are valued on the last quoted closing price on Bombay Stock Exchange Limited (BSE). The price considered for valuation should not be later than 30 days. In case, where quoted price is not available for last 30 days, the REITs shall be valued as per the latest NAV (not more than 6 months old) of the Units published by the trust.

Equity shares lent under the SLB scheme continue to be recognised in the Balance Sheet as the Company retains all the associated risks and rewards of these securities. These securities are valued as stated above for equity shares.

Redeemable preference shares are considered as 'held to maturity' and accordingly valued at historical cost and is subject to amortization of premium or accretion of discount.

Listed preference shares other than redeemable preference shares are valued at fair value, being the last quoted closing price on NSE at the Balance Sheet date. In case the preference shares are not listed on the NSE, then they are valued on the last quoted closing price on BSE. If price is not available on Balance Sheet date, the quoted price on the earliest previous day is used for valuation.

In case of unlisted equity and preference shares (other than redeemable preference shares) and listed preference (other than redeemable preference shares) that are not regularly traded in active markets and which are classified as 'thinly traded' as per the guidelines governing mutual funds for valuation of thinly traded securities laid down by Securities Exchange Board of India (SEBI) are valued at historical cost, subject to provision for diminution in the value, if any, of such investments determined separately for each individual investment.

Mutual fund units are stated at fair value being the NAV per unit on the Balance Sheet date declared by respective mutual fund.

Alternative Investment Funds (AIF) are valued at NAV, if available or historical cost less diminution in value of investments. Investment in security receipts, fixed deposits and reverse repos are valued at cost.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

Unrealised gains/losses on changes in fair values of listed equity shares, ETFs, AIF, mutual funds, REITs and AT1 - Additional Tier 1 Basel III compliant perpetual bonds are taken to the "Fair Value Change Account" in the Balance Sheet.

Investment property is held to earn rental income or for capital appreciation and is not occupied by the Company. Investment property is initially valued at cost including any directly attributable transaction costs. Investment property is revalued at least once in every three years. The change in carrying amount of investment property is taken to "Revaluation reserve" in the Balance Sheet.

Interest rate derivative contracts for hedging of highly probable forecasted transactions on insurance contracts and investment cash flows in life, pension and annuity business, are accounted for in the manner specified in accordance with 'Guidance Note on Accounting for Derivative Contracts' issued by the Institute of Chartered Accountants of India (ICAI) and IRDAI Investment Master Circular issued in May 2017.

At the inception of the transaction, the Company documents the relationship between the hedging instruments and hedged item, as well as the risk management objective and the strategy for undertaking the hedge transaction and the methods used to assess the hedge effectiveness. The Company also documents its assessment of whether the hedge is expected to be, and has been, highly effective in offsetting the risk in the hedged item.

Hedge effectiveness is the degree to which changes in cash flow of the hedged item that are attributable to a hedged risk are offset by changes in the cash flows of the hedging instrument. Hedge effectiveness is ascertained at the time of inception of the hedge and periodically thereafter at Balance Sheet date.

A Forward Rate Agreement ('FRA') transaction is that whereby the Company fixes the yield on the specific government bond for the period till the maturity of the contract. The Company has entered in FRA to hedge interest rate risk on highly probable forecasted cash flows. As on the date of entering into the FRA, the Company locks-in the yield of the reference security and thereby hedges the risk of lower yield in the future.

For cash flow hedges, a forecasted transaction that is the subject of the hedge must be highly probable and must present an exposure to variations in cash flows that could ultimately affect Revenue or Profit or Loss Account.

On each reporting date, FRA contract is valued at the difference between the market value of underlying bond at the spot reference yield taken from the Security Exchange Board of India ('SEBI') approved rating agency and present value of contracted forward price of underlying bond including present value of intermediate coupon inflows from valuation date till FRA contract settlement date, at applicable INR-Overnight Index Swap (OIS) rate curve.

The portion of fair value gain/loss on the Interest Rate Derivative that is determined to be an effective hedge is recognised directly in appropriate equity account i.e. "Hedge Fluctuation Reserve" which is included in 'Credit/(Debit) Fair Value Change Account' under Policyholders funds in the Balance Sheet. The ineffective portion of the change in fair value of such instruments is recognised in the Revenue Account in the period in which they arise. The accumulated gains or losses that were recognised directly in the Hedge Reserve are reclassified into Revenue Account, in the same period during which the income from hedged forecasted cash flows affect the Revenue Account (such as in the periods that income on the investments acquired from underlying forecasted cash flow is recognized in the Revenue Account). If the hedging relationship ceases to be effective or it becomes probable that the expected forecast transaction will no longer occur, hedge accounting is discontinued and accumulated gains or losses that were recognised directly in the Hedge Fluctuation

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

Reserve are reclassified into Revenue Account. Costs associated with derivative contracts are considered as at a point in time cost.

All derivatives are initially recognised in the Balance Sheet at their fair value, which usually represents their cost. All derivatives are carried as assets when the fair values are positive and as liabilities when the fair values are negative. The notional or contractual amount associated with derivative financial instruments are not recorded as assets or liabilities in the Balance Sheet as they do not represent the fair value of these transactions.

Impairment of Investment

The Company assesses at each Balance Sheet date whether there is any evidence of impairment of any investments. In case of impairment, the carrying value of such investment is reduced to its fair value and the impairment loss is recognised in the Revenue Account or Profit and Loss Account after adjusting it with previously recognised revaluation reserve/fair value change account. However, at the Balance Sheet date if there is any indication that a previously recognised impairment loss no longer exists, then such loss is reversed and the investment is restated to that extent.

iii. Valuation – linked business

Government securities are valued at prices obtained from Credit Rating Information Services of India Limited (CRISIL).

Debt securities other than government securities with a residual maturity of over 182 days are valued on a yield to maturity basis, by using spreads over the benchmark rate (based on the matrix released by the CRISIL on daily basis) to arrive at the yield for pricing the security.

Debt securities with a residual maturity up to 182 days are valued at last valuation price plus the difference between the redemption value and last valuation price, spread uniformly over the remaining maturity period of the instrument.

Listed equity shares are valued at fair value, being the last quoted closing price on the NSE. In case the equity shares are not listed on the NSE, then they are valued on the last quoted closing price on BSE.

ETFs are valued as equity shares. In case the ETF is not traded either on NSE or BSE on any day, latest available NAV as published by the mutual fund is considered for valuation.

Equity shares lent under SLB scheme are valued as equity shares as the Company retains the risk and reward of the shares lent. The securities are valued as stated above for equity shares.

Listed preference shares are valued and stated at fair value, being the last quoted closing price on NSE at the Balance Sheet date. In case the preference shares are not listed on the NSE, then they are valued on the last quoted closing price on BSE.

If preference shares are not traded either on the NSE or BSE on the Balance Sheet date, then the price at which the preference shares are traded on the Primary or the Secondary Exchange, as the case may be, on the earliest previous day is considered for valuation.

Unrealised gains or losses arising on such valuations are accounted for in the Revenue Account.

Listed equity and preference shares that are not regularly traded in active markets and which are classified as 'thinly traded' as per the guidelines governing mutual funds for valuation of thinly traded securities laid down by SEBI, are valued at historical cost, subject to provision for diminution in the value, if any, of such investment determined separately for each individual investment.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

Money market instruments (including treasury bills, certificate of deposits, commercial papers and Tri-Party Repo - TREPs) are valued at cost and adjusted for amortization of premium or accretion of discount, as the case may be over the period of maturity/holding on a straight-line basis.

Investments in fixed deposit and reverse repos are valued at cost.

Mutual fund units are valued at the last available NAV per unit as declared by respective mutual fund.

Unrealised gains and losses are recognised in the Revenue Account as prescribed by IRDAI (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations 2002.

Securities with call option are valued at the lower of the value as obtained by valuing the security up to final maturity date or the call option date. In case there are multiple call options, the security is valued at the lowest value obtained by valuing the security at various call dates or up to the final maturity date.

Securities with put option are valued at the higher of the value as obtained by valuing the security up to final maturity date or the put option date. In case there are multiple put options, the security is valued at the highest value obtained by valuing the security at various put dates or up to the final maturity date.

The securities with both put and call option on the same day would be deemed to mature on the put/call date and would be valued on a yield to maturity basis, by using spreads over the benchmark rate based on the matrix released by CRISIL.

iv. Provision for Non-Performing Asset (NPA)

All assets where the interest and/or instalment of principal repayment remain overdue for more than 90 days at the Balance Sheet date are classified as NPA and provided in the manner required by the IRDAI regulations on this behalf. The Company may make higher provisions basis the impairment policy if the estimated recoverable value is lower than the carrying value of the asset.

v. Provision for Standard Asset

In accordance with the IRDAI guidelines on 'Prudential norms for income recognition, asset classification, provisioning and other related matter in respect of debt portfolio' vide the Master circular, adequate provisions are made for estimated loss arising on account from/under recovery of loans and advances relating to investments (other than loans granted against insurance policies issued by the insurer) outstanding at the Balance Sheet date in respect of standard asset.

vi. Transfer of investments

Transfer of investments from Shareholders' Account to the Policyholders' Account to meet the deficit in the Policyholders' Account is done at cost price or market price, whichever is lower.

No transfer of securities is done between non-linked Policyholders' funds.

Transfer of investments between unit linked funds is done at market price of the latest trade in case of equity, preference shares, ETF and government securities. In case the trade has not taken place on the day of transfer and for all other securities, previous day valuation price is considered.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(i) 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, bonuses and other non-monetary benefits are recognised in the period in which the employee renders the related services. All short term employee benefits are accounted for on undiscounted basis.

ii. Long term employee benefits: Post-employment

The Company has both defined contribution and defined benefit plans.

Defined contribution plans

Provident fund: Each eligible employee and the Company, make contribution at a percentage of the basic salary specified under the Employee Provident Funds and Miscellaneous Provisions Act, 1952. The Company recognizes contributions payable to the Provident fund scheme as an expenditure when the employees render the related services. The Company has no further obligations under the plan beyond its periodic contributions.

National Pension Scheme contributions: For eligible employees, the Company makes contributions to National Pension Scheme. The contributions are charged to the Revenue or Profit and Loss Account, as relevant, in the year the contributions are made.

Other contributions: The Company makes contributions to Employee Labour Welfare Fund, Employee's State Insurance Corporation and Employee Deposit Linked Insurance Schemes. The contributions are charged to the Revenue Account in the year the contributions are made.

Defined benefit plans - Gratuity

The gratuity benefit payable to the employees of the Company is as per the provisions of the Payment of Gratuity Act, 1972 or the Company's gratuity plan, whichever is higher. The Company accounts for liability for future gratuity benefits based on independent actuarial valuation under revised Accounting Standard 15 (AS 15) on 'Employee Benefits'. Contributions towards gratuity liability of the Company are made to the Bajaj Allianz Life Insurance Company Limited Employees Group Gratuity cum Life Assurance Scheme Trust, which is administered by the Company. The gratuity liability of the Company is actuarially determined at the Balance Sheet date using the 'projected unit credit method'.

The Company contributes towards net liabilities to the Bajaj Allianz Life Insurance Company Limited, Employees Group Gratuity cum Life Assurance Scheme. The Company recognizes the net obligation of the Scheme in Balance Sheet as an asset or liability, respectively in accordance with Accounting Standard (AS) 15 (revised 2005), 'Employee benefits'. The discount rate used for estimation of liability is based on Government securities yield. Gain or loss arising from change in actuarial assumptions/experience adjustments is recognised in the Revenue Account and Profit or Loss Account for the period in which they emerge. Expected long term rate of return on assets has been determined based on historical experience and available market information.

iii. Other long term employee benefits

Other long term employee benefits includes accumulated compensated absences that are entitled to be carried forward for future encashment or availment, at the option of the employee subject to the rules framed by the Company which are expected to be availed or encashed beyond 12 months from the end of the year and long term retention incentive payable to employees on fulfilment of criteria prescribed by the Company. The Company's liability towards accumulated compensated absences entitlement outstanding at the close of the year and long term retention incentive are determined on the basis of an independent actuarial valuation and are recognised as a liability at the present value

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

of the obligation as at the Balance Sheet date. Accumulated entitlements related to compensated absences, at the time of separation, are entitled to be encashed.

iv. Employee Stock Options Plans

Stock options are granted to eligible employees under Employee Stock Option Scheme 2018 ("ESOP Scheme") as formulated by Bajaj Finserv Limited ("Holding Company"). The scheme is administered through Bajaj Finserv Employee Stock Option Trust ("The Trust"). The mode of settlement of the scheme is through equity shares of the holding company. The options so granted are accounted for based on intrinsic value basis in accordance with the 'Guidance Note on Accounting for Employee Share based Payments', issued by the Institute of Chartered Accountants of India ("ICAI"). Intrinsic value of option is the difference between market price of the underlying stock and the exercise price on the date of grant, which is amortised over the vesting period with a charge to the Revenue Account or Profit and Loss Account. Further, any cost of such options, which is reimbursed to the holding company is amortised over the vesting period with a charge to the Revenue Account or Profit and Loss Account.

(j) Operating lease expenses

Leases where the lessor effectively retains substantially all the risks and rewards of ownership are classified as operating leases. Payments made under operating lease are recognised as an expense, on a straight line basis, over the lease term.

(k) Provision for doubtful debts

The Company regularly evaluates the probability of recovery and provides for doubtful recoverable in the Revenue Account or Profit and Loss Account, as applicable.

(l) Provision for impairment of policy loans

Provision for impairment of policy loans is made if surrender value of the policy falls below the outstanding loan amount (inclusive of accrued interest). For the cases where the maturity is due within 180 days, the impairment is created if maturity value of the policy falls below the outstanding loan amount (inclusive of accrued interest).

(m) Loans

Loans are stated at historical cost plus accrued interest, net of provision for impairment, if any.

(n) Property, Plant and Equipment, Intangibles, Depreciation, Amortisation and impairment**i. Tangible assets and depreciation**

Tangible assets are stated at acquisition cost less accumulated depreciation and impairment loss, if any. Cost includes the purchase price net of trade discounts and rebates, if any, and any cost directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management and other incidental expenses incurred up to that date.

Subsequent expenditure incurred on tangible assets is expensed out except where such expenditure results in an increase in future benefits from the existing assets beyond its previously assessed standard of performance.

In respect of liabilities incurred in acquisition of fixed assets in foreign exchange, the net gain or loss arising on conversion/settlement is charged to Revenue Account or Profit and Loss Account. Asset costing up to ₹ 5,000 are charged off as revenue expenses.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Revenue Account or Profit and Loss Account when the asset is de-recognised.

The estimated useful life of assets determined is as follows:

Asset class	Useful life (in years)
Leasehold improvement	Over the balance period of lease
Buildings	60
Electrical fittings	10
Furniture and fittings	10
Information technology equipment	3
Server and networks	6
Air conditioner	5
Vehicles (in common use)	8
Vehicles (in use by specified employees)	4
Office equipment	5
Mobile Phones/Tablets	2

Depreciation is charged using straight-line method ('SLM') on pro-rata basis from the month in which the assets is ready to use and incase of assets sold, up to the date of sale, based on estimated useful life for each class of asset.

As per Company policy, mobile phone/ tablet is transferred to employee on completion of two years or on written down value (WDV) in case of separation of employee before two years. Accordingly, the Company has depreciated the mobile phones/tables over two years.

As per Company policy, vehicle (in use by specified employee) is transferred to an employee on completion of four years or on WDV in case of separation of employee before four years. Accordingly, the Company has depreciated the Vehicles (in use by specified employee) over four years.

ii. Intangibles

Intangible assets comprising software are stated at cost less amortization. Cost includes the purchase price and any directly attributable expenditure on making the asset ready for its intended use. Significant expenditure on improvements to software are capitalized when it is probable that such expenditure will enable the asset to generate future economic benefits in excess of its originally assessed standards of performance and such expenditure can be measured and attributed to the asset reliably. Subsequent expenditures are amortised over the remaining useful life of original software. Software expenses are amortized on straight line basis over a period of three years from the date of being ready to use.

Gains or losses arising from de-recognition of intangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Revenue Account when the asset is de-recognised.

iii. Capital work in progress

Advances paid towards the acquisition of fixed assets outstanding at each Balance Sheet date and the cost of fixed assets not ready for its intended use before such date are disclosed under capital work-in-progress.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

iv. Impairment of assets

At each Balance Sheet date, management assesses whether there is any indication, based on internal/external factors, that an asset may be impaired. Impairment occurs where the carrying value exceeds its recoverable amount. Recoverable amount is the higher of an asset's net selling price and its value in use. The impairment loss to be expensed is determined as the excess of the carrying amount over the higher of the asset's net sales price or present value as determined above.

An assessment is made at the Balance Sheet date to see if there is an indication that a previously assessed impairment loss no longer exists or may have decreased. If such indication exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount, subject to maximum of depreciable historical cost.

After impairment, depreciation is provided on the revised carrying amount of the asset over the remaining useful life.

(o) Taxation**i. Direct taxes**

The Income-Tax Act, 1961 prescribes that profits and gains of life insurance companies will be the surplus or deficit disclosed by the actuarial valuation made in accordance with the Insurance Act, 1938.

Income tax expense comprises of:

Current tax – It is the amount of tax for the year determined in accordance with the Income Tax Act, 1961 after taking credit for allowances and exemptions in accordance with the Income Tax Act, 1961.

Deferred tax – It is a charge or credit reflecting the tax effects of timing differences between accounting income and taxable income for the year. Deferred tax asset and liabilities are recognised using the tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognised and carried forward only to the extent there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. However, deferred tax asset in respect of unabsorbed depreciation or carried forward loss are recognised only if there is a virtual certainty of realization of such assets. At each Balance Sheet date deferred tax assets are reviewed and written down or written up to reflect the amount that is reasonable / virtually certain (as the case may be) to be realised.

The Company allocates tax to the respective lines of businesses in the Revenue Account in order to ensure that the expenses pertaining to and identifiable with a particular line of business are represented as such to enable a more appropriate presentation of the financial statements.

ii. Indirect taxes

Goods and Service Tax (GST) liability on premium and charges are set-off against available GST credits from payments made for eligible input services. Unutilised GST credits, if any, are carried forward under "Advances and other Assets" for adjustments/set-off in subsequent periods.

(p) Provisions and contingencies

The Company creates a provision when there is present legal obligation as a result of a past event/(s) that probably requires an outflow of resources embodying economic benefits and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate to settle the obligation on the reporting date. These estimates are reviewed at each Balance Sheet date and adjusted to reflect current best estimates.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

A contingent liability is a possible obligation that arises from past event/(s) whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. It also includes a present obligation that is not recognised as it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. Accordingly, the Company does not recognize a contingent liability but discloses the existence of a contingent liability when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are neither recognised nor disclosed.

(q) Segmental reporting

Based on the primary segments identified under IRDAI (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations 2002 ('the Regulations') read with AS 17 on "Segment Reporting" prescribed in the Companies Act, 2013 and rules thereunder, the Company has classified and disclosed segmental information separately for Shareholders' and Policyholders'. Within Policyholders', the businesses are further segmented into Participating (Life and Pension), Non-Participating (Life, Variable, Annuity, Health, Group Assurance and Group Variable), Linked (Life, Pension and Group). Since all business is written in India, there are no reportable geographical segments.

The allocation of revenue, expenses, assets and liabilities to specific segments is done in the following manner, which is applied on a consistent basis:

- Revenue, expenses, assets and liabilities that are directly identifiable to the segment are allocated on actual basis;
- Other revenue, expenses (including depreciation and amortization), assets and liabilities that are not directly identifiable to a segment are allocated based on the relevant drivers which includes:
 - Rated new business premium of the Company/channels;
 - Renewal premium;
 - Total premium;
 - New business commission of the respective channels;
 - Number of policies inforce, lapsed and paid up;
 - Number of new policies sold;
 - Assets under management;
 - Total operating expenses (for certain current assets and liabilities).
- Expenses attributable to shareholders are charged to the Shareholders' account.

(r) Foreign exchange transactions

In accordance with the requirements of Accounting Standard (AS) 11, "The Effects of Changes in Foreign Exchange Rates", transactions in foreign currency are initially recognised in Indian Rupees, by applying the exchange rate between the Indian Rupee and the foreign currency at the date of the transaction.

Subsequent conversion on reporting date of foreign currency monetary items are translated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

Exchange differences are recognised as income or as expenses in Revenue Account or Profit and Loss Account in the period in which they arise.

(s) Earnings per share

In accordance with the requirement of Accounting Standard (AS) 20, "Earnings per share", basic earnings per share is calculated by dividing the net profit or loss for the year attributed to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the equity weighted average number of shares outstanding during the year are adjusted for effects of all dilutive equity shares, if any.

(t) Cash and cash equivalents

Cash and cash equivalents for the purpose of Cash Flow Statement (Statement of Receipts and Payments) include cash and cheques in hand, bank balances, liquid mutual funds and other short term investments with original maturity of three months or less which are subject to insignificant risk of changes in value.

Receipts and Payments Account is prepared and reported using the Direct Method in accordance with Accounting Standard (AS) 3, "Cash Flow Statements" as per requirements of Para 2.2 of the Master Circular.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3. Notes to Accounts

3.1 Contingent liabilities

Particulars	As at 31 March	
	2022	2021
Partly-paid up investments	15,652,952	23,727,398
Underwriting commitments outstanding	-	-
Claims, other than those under policies, not acknowledged as debts		
- Claims from employees relating to compensation/termination disputes	-	-
Guarantees given by or on behalf of the Company	4,068	4,068
Statutory demands/liabilities in dispute, not provided for	-	-
Reinsurance obligations to the extent not provided for in accounts	-	-
Claims, under policies, not acknowledged as debts (Refer note 1 below)		
- Death repudiation cases pending	670,405	596,009
- Cases pending against servicing failure	70,110	76,707
Total	16,397,535	24,404,182

Notes:

1. Pertains to litigations pending with various consumer forums/courts.

3.2 Actuarial method and assumptions

Liabilities for life insurance policies (Reserves) are determined by the Appointed Actuary in accordance with the IRDAI Regulations and relevant practice standards and guidance notes issued by the Institute of Actuaries of India.

Non-linked business is reserved using the prospective gross premium method of valuation. The non-linked business comprises of participating, non-linked non-participating, non-linked health, non-linked group savings and non-linked group credit life business. The reserves are established having regard to the assumptions as to future experience, including the interest rate that will be earned on premiums not yet received, together with associated bonus rates. Regular premium participating and non-participating business has been reserved using a best estimate interest rate range from 5.25% per annum to 7.50% per annum (Previous year: 4.5% per annum to 7.50% per annum). Similarly, regular and single premium non-linked group business has been reserved using a best estimate interest rate 5.50% per annum (Previous year: 5.50% per annum to 6.50% per annum)

The policies under Invest Plus and Invest Plus Premier products in the non-linked non-par business have been reserved using a best estimate interest rate 6.6% (Previous year: 6.6%) and the Guaranteed Investment Return (GIR) consistent with the interest rate assumption.

Further, on above best estimate rates, margin for adverse deviations as per Actuarial Practice Standard (APS) 7 issued by Institute of Actuaries of India is considered while reserving.

Assumptions as to the future bonus rates are set to be consistent with the interest rate assumptions. Provision has been made for bonus distribution in respect of business in force at the valuation date on a basis considered appropriate by the Appointed Actuary having considered the reasonable expectations of policyholders'.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

Linked business has been reserved using the unit price of the respective unit funds prevailing at the valuation date plus a non-unit reserve to allow for the cost of insurance and any expenses and commissions in excess of future charges.

Best estimate mortality assumptions are based on the published 'Indian Assured Lives Mortality (2012-2014) ultimate mortality table' with adjustments to reflect expected experience. Best estimate assumptions for morbidity and for the incidence of accidental death are based on terms available from reinsurers and the standard morbidity rate table 'CIBT 93 (Critical Illness Base Table for year 93). In case of Annuity benefits, mortality assumptions are based on the Indian Individual Annuitants Mortality (2012-2015) table.

Further, on above best estimate rates, margin for adverse deviation is allowed as per APS 7.

Reserves are sufficient to allow for any adverse lapse experience. Further, it has been ensured that for each policy, the reserve is sufficient to pay the minimum guaranteed surrender value.

Commission has been allowed for at the Company's table rates with an allowance for Goods and Service tax. Maintenance expenses have been allowed for in the reserves in accordance with pricing assumptions (with inflation) and allowance for adverse deviation as per APS 7 is allowed additionally. Further, adequate additional provision is held for a line of business wherever actual expense experience is more than pricing expense assumptions.

Reserves for Group Term Business have been calculated having regard to the risk premium and expenses already incurred. The group non-linked non-par savings business has been valued having regard to the accrued account value of the members of the group schemes.

As per the IRDA (Treatment of Discontinued Linked Insurance Policies) Regulations, 2010, a segregated fund called "Discontinued Policy Fund" is maintained for the discontinued policies of the products which are launched on or after 1 September 2010. The fund value as at the date of discontinuance after deducting the discontinuance charges as applicable by said regulations is credited to the discontinued fund. As an assured return is guaranteed on this fund, reserve is held towards the shortfall in meeting the guarantee on maturity, if any.

An additional reserve has been included to allow for the contingency of closure to new business as is required by guidance notes (GN1) issued by the Institute of Actuaries of India.

Provisions have been made for the incurred but not reported (IBNR) death claims based on the Company's experience of delay in reporting the event of deaths.

Reserves are held for free look option given to the policyholders based on the free look cancellation rate which varies between 0.28% and 2.01% (Previous year: 0.27% and 1.66%).

Where minimum surrender value is guaranteed, the minimum reserve under those policies has been set as the guaranteed surrender value. In all other cases the minimum reserve has been set to zero.

Additional reserves are held for substandard lives and guaranteed insurability options available.

Provisions for future claims in payment are made as part of other contingency reserves.

An additional contingency reserve to meet the claims payout arising due to Covid-19 pandemic is held based on the incidence rate of the pandemic and Company's sum exposed to the mortality risk.

The Appointed Actuary is satisfied that the nature and extent of reinsurance arrangements require no additional reserve to be set aside.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.3 Investments

All investments are specifically procured for and held under the Policyholders' and Shareholders' funds respectively and accordingly the income relating to these investments is recognised in the Revenue Account and Profit and Loss Account respectively.

3.3.1 Derivatives

The Company offers guaranteed products wherein the policyholders are assured of a fixed rate of return for premiums to be received in the future. These premiums are likely to be received over a longer tenure and the guaranteed rate of return is fixed at the beginning of the policy term. Any fall in interest rates would mean that each incremental investment of the Company would earn a lower rate of return. Accordingly, a fall in interest rates would mean lower interest earnings for the Company from future investments, thereby exposing the Company to interest rate risk. IRDAI master circular for Investment Regulations, 2016 allows insurers to deal in rupee denominated interest rate derivatives to hedge the volatility of returns from future fixed income investments, due to variations in market interest rates.

The Company has during the year, as part of its Hedging strategy, entered into Forward Rate Agreement (FRA) transactions to hedge the risk of movements in interest rates for highly probable forecasted transactions as permitted by IRDAI.

FRA is a forward contract to hedge the risk of movements in interest rates. In a FRA contract, the Company fixes the yield on the government bond for the period till the maturity of the contract. As on the date of entering the FRA, the Company fixes the yield on future investments in a government bond. The Company is using FRA instruments to hedge the interest rate risk arising out of highly probable forecasted future cash inflows. These highly probable forecasted future cash inflows arise from already written policies or from interest income and redemption of investments.

The Company has a well-defined Board approved Derivative Policy and Process document setting out the strategic objectives, risk measures and functioning of the derivative transactions as per the hedging strategy. The Company is following hedge accounting for all derivative transactions.

FRA are undertaken by Company solely for the purpose of hedging interest rate risks on account of following forecasted transactions:

- a) Reinvestment of maturity proceeds of existing fixed income investments;
- b) Investment of interest income receivable; and
- c) Expected policy premium income receivable on insurance contracts which are already underwritten in Life and Pension & Annuity business.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

Disclosures**a. Nature and Terms of Outstanding Derivative Contract**

- i. Total notional principal amount of Forward Rate Agreement undertaken during the year and outstanding at the year end:

(₹ In Thousand)

Sr. No.	Particulars	FY 2022	FY 2021
i)	Total notional principal amount of Forward Rate Agreements undertaken during the year:		
1	6.79% GOI (MD 26/12/2029)	-	3,194,489
2	7.88% GOI (MD 19/03/2030)	-	2,149,735
3	7.61% GOI (MD 09/05/2030)	-	2,064,834
4	8.97% GOI (MD 05/12/2030)	-	2,317,026
5	6.68% GOI (MD 17/09/2031)	305,472	1,673,172
6	8.32% GOI (MD 02/08/2032)	-	1,895,123
7	7.95% GOI (MD 28/08/2032)	2,383,672	5,245,668
8	8.24% GOI (MD 10/11/2033)	-	1,003,103
9	7.40% GOI (MD 09/09/2035)	4,600,545	6,515,173
10	6.67% GOI (MD 15/12/2035)	16,545,355	-
11	8.33% GOI (MD 07/06/2036)	6,727,749	-
12	8.30% GOI (MD 31/12/2042)	1,757,622	-
13	8.17% GOI (MD 01/12/2044)	574,217	-
14	8.13% GOI (MD 22/06/2045)	564,428	-
15	7.06% GOI (MD 10/10/2046)	500,820	-
16	7.72% GOI (MD 15/06/2049)	754,011	-
17	6.99% GOI (MD 15/12/2051)	718,152	-
18	7.72% GOI (MD 26/10/2055)	668,381	-
19	6.80% GOI (MD 15/12/2060)	590,014	-
20	6.76% GOI (MD 22/02/2061)	4,079,142	-
21	6.95% GOI (MD 16/12/2061)	4,244,014	-
	Total	45,013,593	26,058,324
ii)	Total notional principal amount of Forward Rate Agreements outstanding at the year-end:		
1	6.79% GOI (MD 26/12/2029)	3,194,489	3,194,489
2	7.88% GOI (MD 19/03/2030)	2,149,735	2,149,735
3	7.61% GOI (MD 09/05/2030)	2,064,834	2,064,834
4	8.97% GOI (MD 05/12/2030)	2,317,026	2,317,026
5	6.68% GOI (MD 17/09/2031)	1,978,644	1,673,172
6	8.32% GOI (MD 02/08/2032)	1,895,123	1,895,123
7	7.95% GOI (MD 28/08/2032)	5,349,515	5,245,668
8	8.24% GOI (MD 10/11/2033)	1,003,103	1,003,103

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(₹ In Thousand)

Sr. No.	Particulars	FY 2022	FY 2021
9	7.40% GOI (MD 09/09/2035)	5,562,478	5,121,901
10	6.67% GOI (MD 15/12/2035)	16,545,355	-
11	8.33% GOI (MD 07/06/2036)	6,727,749	-
12	8.30% GOI (MD 31/12/2042)	1,757,622	-
13	8.17% GOI (MD 01/12/2044)	574,217	-
14	8.13% GOI (MD 22/06/2045)	564,428	-
15	7.06% GOI (MD 10/10/2046)	500,820	-
16	7.72% GOI (MD 15/06/2049)	754,011	-
17	6.99% GOI (MD 15/12/2051)	718,152	-
18	7.72% GOI (MD 26/10/2055)	668,381	-
19	6.80% GOI (MD 15/12/2060)	440,111	-
20	6.76% GOI (MD 22/02/2061)	3,840,951	-
21	6.95% GOI (MD 16/12/2061)	4,244,014	-
	Total	62,850,757	24,665,051
iii)	Notional principal amount of outstanding and not 'highly effective' as at Balance Sheet date	-	-
iv)	Mark-to-market value of Forward Rate Agreements (FRA) and not 'highly effective' as at Balance Sheet date	-	-

- II. The fair value gains or losses (MTM) with respect of Forward Rate Agreements outstanding as at the Balance Sheet date is stated below:

(₹ In Thousand)

As at 31 March

Sr. No.	Hedging instrument	2022	2021
1	6.79% GOI (MD 26/12/2029)	42,364	26,805
2	7.88% GOI (MD 19/03/2030)	(8,247)	(16,739)
3	7.61% GOI (MD 09/05/2030)	11,871	1,174
4	8.97% GOI (MD 05/12/2030)	5,087	(9,276)
5	6.68% GOI (MD 17/09/2031)	(28,437)	(10,068)
6	8.32% GOI (MD 02/08/2032)	(8,605)	(1,128)
7	7.95% GOI (MD 28/08/2032)	(39,120)	(32,191)
8	8.24% GOI (MD 10/11/2033)	(10,525)	(7,021)
9	7.40% GOI (MD 09/09/2035)	(158,981)	(92,423)
10	6.67% GOI (MD 15/12/2035)	(208,667)	-
11	8.33% GOI (MD 07/06/2036)	(138,431)	-
12	8.30% GOI (MD 31/12/2042)	29,975	-
13	8.17% GOI (MD 01/12/2044)	(8,608)	-

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(₹ In Thousand)

Sr. No.	Hedging instrument	As at 31 March	
		2022	2021
14	8.13% GOI (MD 22/06/2045)	(10,253)	-
15	7.06% GOI (MD 10/10/2046)	(7,071)	-
16	7.72% GOI (MD 15/06/2049)	(12,377)	-
17	6.99% GOI (MD 15/12/2051)	8,043	-
18	7.72% GOI (MD 26/10/2055)	8,900	-
19	6.80% GOI (MD 15/12/2060)	(15,354)	-
20	6.76% GOI (MD 22/02/2061)	(97,411)	-
21	6.95% GOI (MD 16/12/2061)	(3,703)	-
	Total	(649,553)	(140,867)

b. Movement in Hedge Fluctuation Reserve

(₹ In Thousand)

Particulars	As at 31 March 2022			As at 31 March 2021		
	Realised	Unrealised	Total	Realised	Unrealised	Total
Balance at the beginning of the year	-	7,229	7,229	-	-	-
Add: changes in the fair value during the year	(23,362)	(170,160)	(193,521)	-	7,229	7,229
Less: Amounts reclassified to revenue a/c	453	-	453	-	-	-
Balance at the end of the year	(22,908)	(162,931)	(185,839)	-	7,229	7,229

An amount of ₹ 388,850 thousands (Previous year ₹ 157,106 thousands) was recognised in Revenue Account being the portion of loss on account of cash flow hedge.

c. Credit exposure on interest rate derivatives

(₹ In Thousand)

Particulars	As at 31 March	
	2022	2021
Name of the Counter Party	J.P. Morgan Chase / HSBC Ltd/ Standard Chartered Bank / Citibank NA/ BNP Paribas	J.P.Morgan Chase/ HSBC Limited/ Standard Chartered Bank
Credit Exposure		
Current Credit Exposure	147,319	41,368
(ii) Potential Future Credit Exposure	1,871,750	719,500
Total Credit Exposure	2,019,069	760,868

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

The credit exposure has been calculated on the basis of Credit Equivalent Amount using the Current Exposure Method (CEM) which is sum of the following:

- The current credit exposure (gross positive mark to market value of the contract); and
- Potential future credit exposure which is a product of the notional principal amount across the outstanding contract and a factor that is based on the mandated credit conversion factors as prescribed under the IRDAI master circular for Investment Regulations, 2016, which is applied on the residual maturity of the contract

d. Price sensitivity of outstanding interest rate derivative contracts:

Particulars	(₹ In Thousand)	
	As at 31 March	
	2022	2021
PV01 (Price value of one basis point)		
- Hedge instrument	(40,260)	(12,356)
- Hedge item	40,463	12,426

PV01 measures the change in the present value of the hedge item / instrument resulting from one basis point shift in the yield & OIS curve.

3.3.2 Encumbrance of assets

The assets of the Company are free from all encumbrances except to the extent assets or amount are required to be deposited as margin contributions for investment trade obligations of the Company or as mandated by the court, as detailed below:

a. Assets deposited with National Securities Clearing Corporation Limited (NSCCL) and Indian Clearing Corporation Limited (ICCL)

Fixed deposit of ₹ 247,500 thousand at 31 March 2022 (₹ 247,500 thousand at 31 March 2021) has been deposited with NSCCL and ₹ 52,500 thousand at 31 March 2022 (₹ 52,500 thousand at 31 March 2021) has been deposited with ICCL towards margin requirement for equity trade settlement.

Nature of pledge: Physical custody of the fixed deposits are with respective clearing houses, however, the income accrued on these deposits shall be passed on to the Company on the maturity of the deposits. These deposits can be invoked by the clearing houses in case of settlement default of equity transactions at the exchange.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

b. Assets encumbered with Clearing Corporation of India Limited (CCIL)

The following assets have been placed with CCIL towards margin requirement / default fund for settlement of trades in the securities and Tri-Party Repo (TREPs) segment:

(₹ In Thousand)

Particulars	As at 31 March 2022		As at 31 March 2021	
	Market Value	Amortized Cost	Market Value	Amortized Cost
Security guaranteed fund				
CCIL securities segment				
Government Securities	4,069,200	4,078,765	4,084,940	4,033,677
Cash	101,100	101,100	101,100	101,100
CCIL Tri-party repo (TREPS) segment				
Government Securities	457,785	458,861	459,556	453,789
Cash	100	100	100	100
Default fund				
CCIL securities segment				
Government Securities	32,045	32,120	32,169	31,765
Cash	5,000	5,000	5,000	5,000
CCIL Tri-party repo (TREPS) segment				
Government Securities	147,509	147,855	148,079	146,221
Cash	5,000	5,000	5,000	5,000

Nature of pledge: Physical custody of the securities is maintained with CCIL, however interest accrued on these securities is received by the Company. These deposits, both securities and cash, can be invoked by CCIL in case of any default by the Company in settlement of trades in securities and Tri-Party Repo (TREPs) segment.

c. Other Encumbrances

Fixed deposit with Axis Bank Limited towards bank guarantee requirement of Unique Identification Authority of India (UIDAI) for availing AADHAR authentication services.

(₹ In Thousand)

Particulars	As at 31 March	
	2022	2021
Fixed deposit with Axis Bank Limited	2,500	2,500

Nature of pledge: Against the deposit placed by the Company with Axis Bank above, the bank has issued a bank guarantee to UIDAI (central agency responsible for validating AADHAR). Interest accruing on the said deposit belongs to the Company and the bank guarantee can be invoked by UIDAI in case of any default by the Company of the terms or obligations as per the contract.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.3.3 Restructured assets

Sr. No	Particulars	As at 31 March	
		2022	2021
1	Total amount of Loan Assets subject to restructuring	Nil	Nil
2	Total amount of Standard Assets subject to restructuring	Nil	Nil
3	Total amount of Sub-Standard Assets subject to restructuring	Nil	Nil
4	Total amount of Doubtful Assets subject to restructuring	Nil	Nil

3.3.4 Non-performing investments

The Company has outstanding exposure (including accrued interest) of ₹ 2,789,533 thousand as at 31 March 2022 in debt securities of AT1 Bonds of Yes Bank Limited (Previous year: ₹ 2,789,533 thousand in debt securities of AT1 Bonds of Yes Bank Limited), the credit rating of which had been downgraded to "D" (default rating) and has also defaulted in repayment of maturity dues outstanding to the Company. The Company had classified the said exposure as Non-Performing Assets (NPA) as per the IRDAI investment classification requirement and had assessed the recoverability of the outstanding amounts and made impairment provision accordingly.

3.3.5 Investments written off

The Company had an exposure of ₹ 1,771,782 thousand in debt securities of IL&FS Ltd and IL&FS Financial Services Ltd against which 100% impairment provision was made in the earlier years on account of default in repayment of outstanding dues. The Company has assessed the realisability of dues as remote and has accordingly written off the entire exposure in IL&FS as of 31 March 2022 in line with the Company's impairment policy. While the Company has written off the exposure in IL&FS, it does not relinquish its right to claim the dues.

3.3.6 Commitments

The commitments made and outstanding for investments is ₹ 480,050 thousand (31 March 2021: ₹ 531,953 thousand) (net of amount already paid). Refer note 3.1 of Schedule 16 for outstanding commitments on partly-paid up investments.

Capital commitments outstanding towards other assets at 31 March 2022 were ₹ 295,762 thousand (31 March 2021: ₹ 429,410 thousand).

3.3.7 Value of investment contracts where settlement or delivery is pending as at year end is as follows:

Particulars	As at 31 March					
	Linked business		Non-Linked business		Shareholders'	
	2022	2021	2022	2021	2022	2021
Purchases where deliveries are pending	1,617,970	2,174,517	1,775,756	1,418,172	1,174,904	53,166
Sales where receipts are due	1,144,590	3,962,035	632,734	53,107	182,577	14,708

There are no investment contracts where securities have been sold but payments are overdue at the Balance Sheet date.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.3.8 Investment property

During the year the Company has reclassified portions of Land & Buildings from Fixed Assets to Investment Property. Historical cost of fixed assets reclassified during the year is ₹ 6,849 thousand. Also, during the year Company has transferred portion of its Investment property back to fixed Asset amounting to ₹ 77,730 thousand (includes revaluation reserve of ₹ 36,917 thousand). In accordance with the IRDAI (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations 2002, all the investment properties have been revalued at 31 March 2022. The values of the properties are based on valuation performed by an independent valuer at 31 March 2022. The opinions on market value by the independent valuer, are prepared in accordance with the guidelines laid out in the Appraisal and Valuation Manual published by the Royal Institution of Chartered Surveyors ("RICS"). Investment properties are valued at ₹ 870,114 thousand as at 31 March 2022 (at 31 March 2021 ₹ 921,596 thousand). Historical cost at 31 March 2022 ₹ 343,856 thousand (at 31 March 2021 ₹ 377,820 thousand). The difference between the revalued amount and the historical cost has been disclosed as revaluation reserve in the Balance Sheet (under Reserves and Surplus).

3.3.9 Impairment of investment assets

In accordance with the impairment policy of the Company, diminution in the value of investments has been evaluated on the Balance Sheet date. Accordingly, total impairment provision of ₹ 337,712 thousand recognised during the year (Previous year: reversal of impairment provision of ₹ 1,113,233 thousand). The details of impairment provision (net of reversal) recognised in Revenue Account and Profit and Loss Account are as under:

Particulars	(₹ In Thousand)	
	For the year ended 31 March	
	2022	2021
Revenue Account	234,401	(698,264)
Profit and Loss Account	103,312	(414,969)
Total Provision/(Provision reversal)	337,712	(1,113,233)

3.3.10 Securities lending and borrowing scheme (SLB)

Equity shares transferred under SLB continue to be recognised in the Balance Sheet as the Company retains all the associated risks and rewards of these securities. The market value of equity shares lent by the Company under SLB and outstanding as at 31 March 2022 is ₹ NIL (31 March 2021: ₹ NIL).

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.3.11 Reverse repo transactions in Government securities/Corporate debt securities disclosure pursuant to IRDAI Investment Master Circular May 2017.

(₹ In Thousand)

Particulars	Minimum outstanding during the year		Maximum outstanding during the year		Daily average outstanding during the year		Outstanding as at	
	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021	31 March 2022	31 March 2021
	Securities sold under repo							
i. Government Securities	-	-	-	-	-	-	-	-
ii. Corporate debt securities	-	-	-	-	-	-	-	-
Securities purchased under reverse repo								
i. Government Securities	-	-	-	-	-	-	-	-
ii. Corporate debt securities	-	-	-	-	-	-	-	-

3.3.12 Participation in Joint Lenders Forum (JLF) formed under RBI Guidelines.

The RBI vide its notification RBI/2018-19/203 DBR.No.BP.BC.45/21.04.048/2018-19 dated 7 June 2019 has prescribed the Prudential Framework for Resolution of Stressed Assets and accordingly, the Joint Lenders' Forum (JLF) as a mandatory institutional mechanism for resolution of stressed accounts stands discontinued.

The said notification provides for lenders of a stressed asset to initiate a resolution plan even before default or on default. In cases where resolution plan is to be implemented, all lenders are now required to enter into an inter-creditor agreement (ICA).

The following table provides details of ICA's entered into by the Company:

Nos.	Name of the entity	Date of Insurer entry into JLF/ICA	Exposure as on date of insurer entry into JLF/ICA (₹ In Thousands)	Additional exposure as decided in JLF/ICA	% of exposure in excess of IRDAI(INV) Regulations	Date of approval by the Insurers Board	Comments of Board on additional exposure permitted
							Nil

3.4 Claims settled and remaining unpaid

Claims settled and remaining unpaid for a period of more than six months as at 31 March 2022 is ₹ 615,184 thousand (at 31 March 2021: ₹ 482,765 thousand). This includes claims payable on death, maturity or otherwise.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.5 Unclaimed amount of policyholders'

- i. Disclosure as required under IRDAI Master Circular on unclaimed amount of policyholders vide reference no. IRDA/F&A/CIR/MISC/282/11/2020 dated 17 November 2020 is as follows:

Statement showing age-wise analysis of the unclaimed amount of the Policyholders' at 31 March 2022:

(₹ In Thousand)

Age-wise analysis	Claims settled but not paid to the policyholders/ beneficiaries due to any reasons except under litigation from the policyholders/ beneficiaries# (A)	Sum due to the policyholders/ beneficiaries on maturity or other-wise (B)	Any excess collection of the premium/tax or any other charges which is refundable to the policyholders/ beneficiaries either as terms of conditions of the policy or as per law or as may be directed by the Authority but not refunded so far (C)	Cheques issued but not encashed by the policyholder/ beneficiaries* (D)	Total amount (A+B+C+D)
0 - 6 Months	95,475	171,608	-	79,742	346,825
7 - 12 Months	16,954	47,355	-	50,372	114,680
13 - 18 Months	3,065	21,811	-	27,110	51,986
19 - 24 Months	4,484	23,336	-	79,599	107,419
25 - 30 Months	1,895	32,604	-	55,900	90,399
31 - 36 Months	5,852	45,376	-	66,683	117,911
37 - 120 Months	50,984	94,385	-	859,108	1,004,477
>120 months	-	-	-	77,432	77,432
Total[~]	178,709	436,475	-	1,295,946	1,911,130

Statement showing age-wise analysis of the unclaimed amount of the Policyholders' at 31 March 2021:

(₹ In Thousand)

Age-wise analysis	Claims settled but not paid to the policyholders/ beneficiaries due to any reasons except under litigation from the policyholders/ beneficiaries# (A)	Sum due to the policyholders/ beneficiaries on maturity or other-wise (B)	Any excess collection of the premium/tax or any other charges which is refundable to the policyholders/ beneficiaries either as terms of conditions of the policy or as per law or as may be directed by the Authority but not refunded so far (C)	Cheques issued but not encashed by the policyholder/ beneficiaries* (D)	Total amount (A+B+C+D)
0 - 6 months	8,481	53,321	-	1,192,559	1,254,361
7 - 12 months	6,240	51,669	-	33,683	91,593
13 - 18 months	2,099	43,349	-	46,256	91,704
19 - 24 months	37,130	60,244	-	59,583	156,957
25 - 30 months	1,280	46,150	-	74,378	121,808
31 - 36 months	7,814	33,952	-	139,443	181,209
37 - 120 months	42,911	88,124	-	739,049	870,085
>120 months	-	-	-	16,618	16,618
Total[~]	105,956	376,809	-	2,301,570	2,784,335

Includes all open title cases (Individual & Group)

[~] Does not include interest earned on the unclaimed fund of ₹ 134,951 thousand (Previous year: ₹ 159,731 thousand)

* Represents cheques issued but not encashed that have exceeded their validity period. Cheques issued to the policyholders' but not encashed which do not exceed their validity period amounting to ₹ 6,242,601 thousand (Previous year: ₹ 4,517,434 thousand) form part of the bank reconciliation statement and consequently have not been considered in unclaimed amount of policyholders.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

- ii. Disclosure of unclaimed amounts of policyholders' as required vide IRDAI Circular No. IRDA/F&A/CIR/MISC/282/11/2020 dated 17 November 2020 is as follows:

Details of unclaimed amounts and investment income thereon at 31 March 2022:

Particulars	(₹ In Thousand)			
	As at 31 March 2022		As at 31 March 2021	
	Policy dues	Income Accrued	Policy dues	Income Accrued
Opening Balance	2,784,335	159,731	3,353,702	221,513
Add: Amount transferred to unclaimed amount	620,506	-	5,741,775	-
Add: Cheques issued out of the unclaimed amount but not encashed by the policyholders (to be included only when the cheques are stale)	1,293,042	-	2,484,830	-
Add: Investment income*	-	113,106	-	165,189
Less: Amount paid during the year	2,740,867	137,887	8,781,402	226,970
Less: Amount transferred to SCWF (net of claims paid in respect of amounts transferred earlier)	45,982	-	14,570	-
Closing balance of unclaimed amount	1,911,130	134,951	2,784,335	159,731

* Net of fund management charges

3.6 Managerial remuneration

The remuneration paid to the Managing Director included in Employees' remuneration, welfare benefits and other manpower costs is as follows:

Particulars	(₹ In Thousand)	
	For the year ended 31 March	
	2022	2021
Basic salary	27,650	24,150
Allowances and perquisites	24,193	20,826
Bonus & Long-term Incentive	45,682	34,336
Retirement benefits	3,438	2,897
Total	100,963	82,208

The managerial remuneration is in accordance with the approval accorded by IRDAI, Section 34A of the Insurance Act, 1938 (amended by the Insurance Laws (Amendment) Act, 2015) and the approval from the Board of Directors. The managerial remuneration mentioned above does not include the perquisite value as per Income Tax Act, 1961 of employee stock options exercised. Managerial remuneration amounting to ₹ 85,963 thousand (Previous year - ₹ 67,208 thousand) being in excess of the limits prescribed by IRDAI has been charged to the Shareholders' Account. Benefits such as gratuity & leave encashment, which are valued by independent actuarial consultant are reported on paid basis.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

The details of options granted to and exercised by Managing Director & CEO is as follows:

Particulars	For the year ended 31 March	
	2022	2021
No. of options granted during the year	27,025	13,525
No. of options exercised during the year*	1,200	-

*Relates to options granted in the previous year

3.7 Employee benefits as per Accounting Standard 15 (Revised):

i. Defined contribution plans

The Company has recognised following amounts in the Revenue Account and the Profit and Loss Account for the year in respect of contribution towards defined contribution plans:

Particulars	(₹ In Thousand)	
	As at 31 March	
	2022	2021
Contribution to Employees Provident Fund*	425,746	328,091
Contribution to National Pension Scheme (NPS)	11,513	11,540
Contribution to Labour Welfare Fund and Employee Deposit Linked Insurance (EDLI)	14,020	10,840
Contribution to Employees State Insurance Corporation (ESIC)	43,216	23,038

ii. Defined benefit plan - Gratuity

The Gratuity plan of the Company provides for a lump-sum payment to vested employees at retirement/termination or on resignation from employment. Vesting of benefits happens immediately for employees who have joined prior to 12 August 2008 and on completion of five years of continuous service with the Company for employees having joined on or after 12 August 2008. However, in case of death of an employee during the course of an active employment, the gratuity is paid even if the employee has not completed five years of continuous service. The payment is based on employee's last drawn salary and number of years of employment with the Company. The actuarial valuation of gratuity liability of the Company is determined at each Balance Sheet date using projected unit cost method.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

a) Reconciliation of opening and closing balances of the present value of the Defined Benefit Obligation:

(₹ In Thousand)

As at 31 March

Particulars	2022	2021
Present value of Defined Benefit Obligation at the beginning of the year	390,456	345,404
Interest cost	25,776	24,243
Current service cost	65,953	56,996
Actuarial losses/(gains)	66,890	(48)
Past service cost	-	-
Benefits paid	(36,585)	(36,139)
Present value of Defined Benefit Obligation at the close of the year	512,491	390,456

b) Reconciliation of the opening and closing balances of the fair value of plan assets:

(₹ In Thousand)

As at 31 March

Particulars	2022	2021
Fair value of Plan Assets at the beginning of the year	386,090	344,304
Add: Expected return on Plan Assets	26,271	23,007
Add/(Less): Actuarial gains/(losses)	(3,096)	(3,022)
Add: Contributions	150,210	57,940
Less: Benefits paid	(36,585)	(36,139)
Fair value of Plan Assets at the close of the year	522,891	386,090
Actual return on Plan Assets	23,175	19,986

c) Net (assets)/liabilities recognised in the Balance Sheet as at 31 March 2022:

(₹ In Thousand)

As at 31 March

Particulars	2022	2021
Present value of Defined Benefit Obligation	512,491	390,456
Less: Fair value of Plan Assets	522,891	386,090
Net liability/(asset) recognised in the Balance Sheet	(10,399)	4,366

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

d) Total expenses recognised in the Revenue Account:

(₹ In Thousand)

As at 31 March

Particulars	2022	2021
Current service cost	65,953	56,996
Interest cost	25,776	24,243
Expected return on Plan Assets	(26,271)	(23,008)
Actuarial losses/(gains)	69,986	2,974
Past service costs	-	-
Effect of curtailment/settlement	-	-
Adjustments for earlier years	-	-
Recognised in the Revenue Account	135,444	61,205

These expenses have been included under the line item 'Employees' remuneration, welfare benefits and other manpower costs' in Schedule 3 forming part of the Financial Statements.

e) Major categories of plan assets as a percentage of total plan assets as at:

As at 31 March

Particulars	2022	2021
Insurer managed funds	100%	100%
Asset allocation:		
Government securities	50.9%	83.7%
Debentures and bonds	23.3%	6.0%
Fixed deposits	0.2%	1.1%
Money market instruments	22.4%	4.3%
Others	3.2%	4.9%

f) Experience adjustments on gratuity provisioning:

(₹ In Thousand)

As at 31 March

Particulars	2022	2021	2020	2019	2018
Defined benefit obligation	512,491	390,456	345,404	308,835	264,082
Plan assets	522,891	386,090	344,304	300,215	267,444
Surplus/(deficit)	10,399	(4,366)	(1,100)	(8,620)	3,362
Experience adjustments					
- on Plan Liabilities	25,578	(3,355)	4,597	28,594	822
- on Plan Assets	(3,096)	(3,022)	4,738	(830)	(9,169)

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

g) Actuarial assumptions:

Particulars	As at 31 March	
	2022	2021
Discount rate	6.05%	5.85%
Expected rate of return on Plan Assets*	7.00%	7.00%
Salary escalation rate**	6.75%	5.00%
Mortality table	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives Mortality (2012-14) Ultimate

* expected rate of return on Plan Assets is on the basis of average long-term rate of return expected on investments of the fund during the estimated term of obligation.

** future salary increases considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Note: The Company expects to fund ₹ 50,000 thousand (Previous year: ₹ 10,000 thousand) towards the Company's gratuity plan in the subsequent financial year.

iii. Other long-term benefits**Compensated absence**

Liability for compensated absence for employees is determined based on actuarial valuation which has been carried out using the projected accrued benefit method which is same as the projected unit credit method in respect of past service. The assumptions used for valuation are:

(₹ In Thousand)

Particulars	As at 31 March	
	2022	2021
Defined Benefit Obligation	150,207	122,228
Expenses recognized in the Profit and Loss and Revenue Account during the year	131,866	107,714
Actuarial assumptions used		
Discount rate	6.05%	5.85%
Salary escalation rate*	6.75%	5.00%
Mortality table	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives Mortality (2012-14) Ultimate

* future salary increases considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

Long term incentive plans

Liability for the scheme is determined based on actuarial valuation which has been carried out using the projected accrued benefit method which is same as the projected unit credit method in respect of past service. The assumptions used for valuation are:

Particulars	As at 31 March	
	2022	2021
Defined Benefit Obligation	94,518	239,354
Expense recognised in income statement during the year	219,061	156,025
Actuarial assumptions used		
Discount rate	6.05%	5.85%
Attrition Rate	5.00%	5.00%

iii. Employee Stock Options Plans

The Company has granted stock options under Employee Stock Option 2018-Tranche I ("ESOP 2018"), Employee Stock Option 2018 - Tranche III ("ESOP 2019"), Employee Stock Option 2018 - Tranche IV ("ESOP 2020") and Employee Stock Option 2018 - Tranche VI ("ESOP 2021") to its eligible employees. These grants have a graded vesting over three years and the vested options must be exercised by employees within five years from the date of last vesting, subject to the norms prescribed by the Nomination and Remuneration Committee. The mode of settlement of the scheme is through equity shares of the Bajaj Finserv Limited ("Holding Company").

ESOP 2018 and 2019

The intrinsic value of the options issued under ESOP 2018 and 2019 is 'Nil' and accordingly, no expenses are recognised in the books of account.

ESOP 2020 and 2021

While the intrinsic value of the options granted under ESOP 2020 and 2021 is also 'Nil', the Company has reimbursed cost of such options to the Holding Company. This cost is amortised over the vesting period resulting in amortisation charge to Revenue Account or Profit and Loss Account of ₹ 277,286 thousand (Previous Year: ₹ 101,849)

Had the Company followed the fair value method for valuing its options, the charge to the Revenue Account or Profit and Loss Account for the year would have been higher by ₹ 10,548 thousand (Previous year: ₹ 33,268 thousand) and the profit after tax would have been lower by ₹ 7,027 thousand (Previous year: ₹ 21,745 thousand). Consequently, Company's basic and diluted earnings per share would have been ₹ 21.48 (Previous year: ₹ 38.36).

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

Details of each option is as follows:

Particulars	ESOP 2021	ESOP 2020	ESOP 2019	ESOP 2018
Date of grant	28 April 2021	21 May 2020	16 May 2019	19 July 2018
No. of option granted	127,250	124,925	42,250	23,825
Exercise price	₹ 10,091.35	₹ 4,702.05	₹ 7,454.70	₹ 6,365.70
Graded Vesting Period:				
1st Year	34%	34%	34%	34%
2nd Year	33%	33%	33%	33%
3rd Year	33%	33%	33%	33%
Maximum term of options granted/Contractual Life	8 Years	8 Years	8 Year	8 Years

A summary of status of ESOP schemes in terms of options forfeited, options exercised, options outstanding and options exercisable is as given below:

Particulars	For the year ended							
	31 March 2022				31 March 2021			
	ESOP 2021	ESOP 2020	ESOP 2019	ESOP 2018	ESOP 2021	ESOP 2020	ESOP 2019	ESOP 2018
Outstanding at the beginning of the year	-	118,575	30,618	12,645	-	-	35,500	16,858
Granted during the year	127,250	-	-	-	-	124,925	-	-
Forfeited/lapsed during the year *	2,900	790	1,102	544	-	6,350	3,230	2,169
Exercised during the year	-	16,389	11,193	6,638	-	-	1,652	2,044
Outstanding at the end of the year	124,350	101,396	18,323	5,463	-	118,575	30,618	12,645
Exercisable at the end of the year	-	23,828	8,692	5,463	-	-	9,452	7,880
Remaining contractual life	6.07 Years	5.31 Years	4.43 Years	3.33 Years	-	6.13 Years	5.12 Years	4.29 Years

* Including ESOP units of employee transferred within Group Company

The weighted average share price of the holding company during the year was ₹ 14,609.67 (Previous year: ₹ 6,743.64).

The fair value of options has been calculated using the Black-Scholes model. The fair value on the date of grant and the key assumptions used in Black-Scholes model for calculating fair value of each option are as follows:

Particulars	ESOP 2021	ESOP 2020	ESOP 2019	ESOP 2018
Weighted average fair value on the date of grant	3,107.84	1,470.51	2,240.09	1,930.46
Risk-free interest rate	4.45% to 5.36%	6.35%	7.56%	8.07%
Expected life	One year after vesting	One year after vesting	One year after vesting	One year after vesting
Expected volatility*	34.97% to 40.80%	35.56%	30.40%	29.65%
Expected dividend per share	₹ 5.00	₹ 2.50	₹ 1.75	₹ 1.75

* Based on historical stock prices using annualised standard deviation of daily change in stock price.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.8 Operating lease payments

The Company has entered into agreements in the nature of lease/leave and license with different lessors/licensors for the purpose of establishment of office premises. These are generally in the nature of operating leases/leave and licenses and are of cancellable in nature. Lease payments on cancellable leases are charged to the Revenue Account over the lease term on a straight-line basis. The total operating lease rentals charged in the current year is ₹ 243,930 thousand (Previous year: ₹ 249,771 thousand). The period of agreement is generally for three years and renewable thereafter at the option of the lessee.

The Company has not entered into any non-cancellable leases.

3.9 Assets given on operating lease

The Company has entered into agreements in the nature of lease/leave and license with different lessees for leasing out its investment property consisting of the Company's surplus office space. These leases are cancellable operating leases. The total lease rentals received in respect of such lease recognised in the Profit and Loss Account for the year ended 31 March 2022 is ₹ 66,736 thousand (for the year ended 31 March 2021: ₹ 61,537 thousand).

3.10 Risk retained and reinsured

The extent of risk retained and reinsured is as follows:

(₹ In Thousand)

Particulars	As at 31 March 2022		As at 31 March 2021	
	Sum at risk	Percentage	Sum at risk	Percentage
Risk retained	5,201,795,151	68.7%	4,444,879,288	75.4%
Risk reinsured	2,367,548,218	31.3%	1,452,067,521	24.6%

3.11. Foreign exchange gain/loss

The net foreign exchange loss debited to Revenue Account for the year ended 31 March 2022 is ₹ 273 thousand (31 March 2021 exchange loss ₹ 1,684 thousand).

3.12 Earnings per share

In accordance with Accounting Standard (AS 20) on Earnings per Share (EPS), the following table reconciles the numerator and denominator used to calculate basic/diluted earnings per share.

(₹ In Thousand)

Particulars	For the year ended 31 March	
	2022	2021
Net profit/(loss) after tax	3,244,134	5,802,528
Basic earnings before extra-ordinary items [A]	3,244,134	5,802,528
Basic earnings after extra-ordinary items [B]	3,244,134	5,802,528
Weighted average number of equity shares [C]	150,709,000	150,709,000
Basic earnings per equity share [A]/[C]	21.53	38.50
Basic earnings per equity share excluding extraordinary items [B]/[C]	21.53	38.50
Nominal value per equity share	10.00	10.00

There are no dilutive equity shares or potential equity shares issued by the Company.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.13 The Micro, Small and Medium Enterprises Development (MSMED) Act, 2006

According to information available with the management, on the basis of intimation received from suppliers, regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), as amended from time to time, total amount due to Micro and Small Enterprises under the said Act is as follows:

Particulars	(₹ In Thousand)	
	As at 31 March	
	2022	2021
a) (i) Principal amount remaining unpaid to supplier under MSMED Act	9,960.83	757.21
(ii) Interest on (a) (i) above	Nil	Nil
b) (i) Amount of principal paid beyond the appointed date	Nil	Nil
(ii) Amount of interest paid beyond the appointed date (as per Section 16)	Nil	Nil
c) Amount of interest due and payable for the period of delay in making payment, but without adding the interest specified under section 16 of the MSMED Act	Nil	Nil
d) Amount of interest accrued and due	Nil	Nil
e) Amount of further interest remaining due and payable even in succeeding years	Nil	Nil

3.14 Discontinued policy fund

Pursuant to IRDAI's circular number IRDAI/F&A/CIR/MISC/232/12/2013 dated 11 December 2013, the following details are disclosed with respect to the policies discontinued either on customer request or for non-payment of premium amount within grace period:

a. Movement in funds for discontinued policies:

Particulars	(₹ In Thousand)	
	For the year ended 31 March	
	2022	2021
Opening balance of funds for discontinued policies	16,881,628	11,291,137
Add: Amount transferred to fund on discontinuance of policies during the year	18,785,084	16,330,410
Less: Amount transferred out of fund on revival of policies during the year	12,073,692	7,665,266
Add: Net income/gains on investments of the fund	709,017	570,953
Less: Fund management charges levied	106,892	89,395
Less: Amount refunded to policyholders' during the year	6,796,878	3,556,212
Closing balance of funds for discontinued policies	17,398,266	16,881,627

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

b. Count of policies discontinued during the year and percentage to total policies (product wise):

Product Name	As at 31 March 2022		As at 31 March 2021	
	Count of policies discontinued during the year	Percentage to total policies issued	Count of policies discontinued during the year	Percentage to total policies issued
Future Gain	28,735	6.59%	46,459	11.50%
Future Wealth Gain	26,760	12.49%	23,049	14.30%
Long Life Goal	9,172	15.29%	3,740	9.80%
Goal Assure	7,552	10.28%	10,885	15.80%
Smart Wealth Goal	5,961	12.58%	689	6.70%
Retire Rich	937	5.60%	1,806	10.80%
Principal Gain	187	2.48%	898	11.90%
Bima Sanchay Yojana	59	2.19%	148	5.50%
Fortune Gain	25	0.07%	89	0.30%
Goal Based Saving	7	6.14%	12	11.10%
Max Advantage IP	-	0.00%	1	0.00%
Total	79,395		87,776	

c. Number and percentage of the policies revived during the year ended:

Particulars	For the year ended 31 March	
	2022	2021
Number of policies revived	47,935	41,658
Percentage of policies revived	32.99%	34.5%

d. Charges imposed/readjusted on account of discontinued policies/revival of discontinued policies during the year ended:

Particulars	(₹ In Thousand)	
	For the year ended 31 March	
	2022	2021
Charges imposed on account of discontinued policies ¹	193,086	176,137
Charges readjusted on account of revival of discontinued policies	(123,463)	(82,556)
Total²	69,624	93,581

¹ excluding GST on charges

² Policies discontinued and revived during the same reporting year have been excluded

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.15 Disclosures on other work given to auditors

Pursuant to Corporate Governance guidelines issued by IRDAI dated May 18, 2016, the additional works (other than statutory/ internal audit) given to the auditors are detailed below:

Name of Audit firm	Services rendered	For the year ended 31 March	
		2022	2021
Kirtane & Pandit LLP	Tax Audit and Certification fees	1,421	1,500
S. R. Batliboi & Co. LLP	Certification Fee	1,300	1,110

3.16 Additional disclosures on expenses

The additional disclosures on expenses pursuant to the IRDAI Circular 067/IRDA/F&A/CIR/MAR-08 dated 28 March 2008 have been detailed herein below:

Particulars	For the year ended 31 March	
	2022	2021
Marketing expenses and Business development expenses	1,175,426	938,636
Outsourcing expenses	5,407,136	3,595,737

3.17 Sector-wise percentage of business

Particulars	For the year ended 31 March	
	2022	2021
Total business during the year		
- Number of individual policies issued	474,974	427,003
- Number of total group lives insured	28,238,179	23,160,619
Rural obligation during the year		
- Number of policies	135,874	123,589
- Percentage of total policies	28.6%	28.9%
- Premium underwritten (₹ thousand)	7,775,554	5,282,620
Social obligation during the year		
- Gross premium underwritten for new lives (₹ thousand)	4,185,809	2,633,329
- Number of individual policies issued	26,207	21,146
- Number of new lives covered	2,900,595	4,016,894
- Social sector lives as % to total business in preceding financial year	12.3%	11.8%
- Social sector lives as a % of total lives	10.3%	17.3%

Note: IRDAI (Obligations of insurers to rural and social sectors) Regulations, 2015 mandates the Company to cover atleast 5% of the total business procured in the preceding financial year (in terms of lives) from the social sector and 20% of the total number of policies written in the year from the rural sector.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.18 Details of related parties and transactions with related parties

Related parties and nature of relationship where transactions made during the year:

Nature of relationship	Name of the related party
Holding Company	Bajaj Finserv Limited
Co-promoter	Allianz SE
	Allianz SE Reinsurance Branch Asia Pacific
	Allianz Technology SE
	Bajaj Allianz Financial Distributors Limited
	Bajaj Allianz General Insurance Company Limited
	Bajaj Allianz Life Insurance Co Ltd Employees Group Gratuity Cum Life Assurance Trust
	Bajaj Allianz Staffing Solutions Limited
	Bajaj Auto Limited
	Bajaj Electricals Limited
Significant influence or fellow subsidiaries	Bajaj Finance Limited
	Bajaj Holdings and Investment Limited
	Bajaj Housing Finance Limited
	Hind Lamps Limited
	Hind Musafir Agency Limited
	Jamnalal Sons Private Limited
	Bajaj Finserv Health Limited
	Bajaj Finserv Direct Limited
	Bajaj Financial Securities Limited
Key managerial personnel (KMP)	Tarun Chugh, Managing Director and Chief Executive Officer

Relatives of Key management personnel as per AS-18 disclosure – Tarun Chugh, Managing Director and Chief Executive Officer

Nature of Relationship	Relatives Name
Spouse	Simran Chugh
Son	Manan Chugh
Son	Yuvan Chugh

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

The details of transactions with related parties is as follows:

(₹ In Thousand)

Sr. No.	Name of the related party	Description	FY 2022	FY 2021
1	Allianz SE, Germany	Expenditure		
		Reinsurance Premium	373,881	-
		Income		
		Reinsurance claims	(52,723)	-
		Others		
		Dividend Paid	356,577	431,028
		Outstanding Balance- Assets/(Liabilities)		
	Balance due to other insurance companies	(321,157)	-	
	Share Capital	(391,843)	(391,843)	
2	Allianz SE Reinsurance Branch Asia Pacific	Expenditure		
		Reinsurance Premium	140,486	143,347
		Income		
		Reinsurance profit commission	(4,871)	(45,400)
		Reinsurance claims	(150,491)	(85,101)
	Outstanding Balance- Assets/(Liabilities)			
	Balance due to other insurance companies	56,323	72,788	
3	Allianz Technology SE	Expenditure		
		Information technology expenses	11,554	15,926
		Foreign exchange loss	273	1,684
		Outstanding Balance- Assets/(Liabilities)		
	Sundry Creditors	(17,681)	(29,004)	
4	Bajaj Allianz Financial Distributors Limited	Income		
		Insurance premium	(12)	(12)
		Rents, rates and taxes	(281)	(267)
		Reimbursement of expenses received		
		- Repairs and maintenance	(56)	(60)
		Outstanding Balance- Assets/(Liabilities)		
	Other liabilities (security deposit against property let out)	(128)	(128)	
5	Bajaj Allianz General Insurance Co. Limited	Expenditure		
		Employees' remuneration, welfare benefits and other manpower costs	263,627	174,835
		Insurance, water and electricity charges	3,075	6,005
		Reimbursement of expenses paid		
		- Insurance, water and electricity charges	3,904	4,804
	- Rents, rates and taxes	475	1,086	

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(₹ In Thousand)

Sr. No.	Name of the related party	Description	FY 2022	FY 2021
		- Repairs	155	449
		- Employees remuneration, welfare benefits	55	-
		- Security and housekeeping	81	46
		- Legal and professional charges	-	4
		Income		
		Employees' remuneration, welfare benefits and other manpower costs	-	(2,284)
		Insurance Premium	(216,046)	(133,097)
		Interest, dividend & rent (Rent received for property let out)	(16,817)	(25,716)
		Reimbursement of expenses received		
		- Communication expenses	-	(136)
		- Repairs	(1,461)	(2,022)
		- Rents, rates and taxes	(2,010)	(1,371)
		Others		
		Claims received (loss of assets)	(498)	(112)
		Security Deposit paid (returned)	2,033	5,518
		Security Deposit received	(386)	-
		Outstanding Balance- Assets/(Liabilities)		
		Due from entities carrying on insurance business	2,177	1,301
		Unallocated premium	(2,540)	(319)
		Other liabilities (security deposit against property let out)	(8,586)	(10,233)
6	Bajaj Allianz Life Insurance Co Ltd Employees Group Gratuity Cum Life Assurance Trust	Income		
		Insurance premium	(161,059)	(57,940)
		Expenditure		
		Benefits Paid	35,748	36,139
		Fund reserve	20,308	19,636
		Outstanding Balance- Assets/(Liabilities)		
		Provision for linked liabilities	(522,766)	(385,973)
7	Bajaj Allianz Staffing Solutions Limited	Expenditure		
		Employees' remuneration, welfare benefits and other manpower costs	67,351	70,226
		Income		
		Insurance premium	(1,687)	-
		Rents, rates and taxes	(1,202)	(1,145)
		Reimbursement of expenses received		
		- Repairs	(216)	(247)

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(₹ In Thousand)

Sr. No.	Name of the related party	Description	FY 2022	FY 2021
		Outstanding Balance- Assets/(Liabilities)		
		Other liabilities (security deposit against property let out)	(549)	(549)
		Unallocated premium	(109)	(18)
8	Bajaj Auto Limited	Income		
		Insurance premium	(79,594)	(33,269)
		Dividend income	(17,500)	-
		Outstanding Balance- Assets/(Liabilities)		
		Unallocated premium	(4,909)	(2,159)
		Investments held	456,625	458,825
9	Bajaj Electricals Limited	Expenditure		
		Benefits paid	63,417	68,722
		Income		
		Insurance premium	(153,698)	(2,198)
		Outstanding Balance- Assets/(Liabilities)		
		Unallocated premium	(181)	(11)
10	Bajaj Finance Limited	Expenditure		
		Benefits paid	3,083,773	1,654,947
		Insurance commission paid	155,679	109,909
		Income		
		Insurance premium	(280,323)	(134,048)
		Interest, dividend & rent (Dividend Income)	(2,000)	-
		Interest, dividend & rent (interest income on investments held)	(1,400,311)	(1,032,725)
		Interest, dividend & rent (Rent received for property let out)	(18,101)	(9,044)
		Reimbursement of expenses received		
		- Repairs (Maintenance, Security & Housekeeping expenses)	-	(4,532)
		Others		
		Non-convertible debentures redemption	-	(218,000)
		Sale of Fixed Assets	-	(11)
		Security deposit received	-	(9,313)
		Investments Purchased	4,250,000	4,250,000
		Outstanding Balance- Assets/(Liabilities)		
		Outstanding premiums	19,007	4,235
		Sundry Debtors	223	311
		Unallocated premium	(21,777)	(18,615)

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(₹ In Thousand)

Sr. No.	Name of the related party	Description	FY 2022	FY 2021
		Agent's balances	(14,447)	(8,193)
		Investments held	21,771,885	16,782,843
		Interest accrued on investments	705,846	549,703
		Other liabilities (security deposit against property let out)	(15,339)	(15,339)
11	Bajaj Finserv Limited	Expenditure		
		Reimbursement of expenses paid		
		- Employees' remuneration, welfare benefits and other manpower costs	499,683	220,605
		- Advertisement and publicity	2,268	1,091
		- Legal Professional Fees	24,750	35,184
		Income		
		Reimbursement of expenses received		
		- Employees' remuneration, welfare benefits and other manpower costs	(2,362)	(1,854)
		- Legal Professional Fees	(10)	-
		Insurance premium	(1,878)	(1,046)
		Rents, rates and taxes	(994)	-
		Others		
		Dividend Paid	1,014,874	1,226,771
		Paid towards CWIP	7,691	-
		Paid towards Fixed Asset	3,588	-
		Security deposit received	(578)	-
		Outstanding Balance- Assets/(Liabilities)		
		Share Capital	(1,115,247)	(1,115,247)
		Unallocated premium	(17)	(147)
		Other liabilities (security deposit against property let out)	(578)	-
12	Bajaj Holdings and Investment Limited	Expenditure		
		Insurance, water and electricity charges	459	422
13	Bajaj Housing Finance Limited	Expenditure		
		Benefits paid	448,160	179,070
		Income		
		Insurance premium	(463,416)	(294,853)
		Interest received	(339,871)	(169,610)
		Others		
		Investment Purchased	2,170,000	2,170,000

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(₹ In Thousand)

Sr. No.	Name of the related party	Description	FY 2022	FY 2021
		Outstanding Balance- Assets/(Liabilities)		
		Outstanding premiums	30,731	17,369
		Unallocated premium	(3,094)	(3,737)
		Interest accrued on investments	49,162	32,755
		Investments held	6,508,937	4,339,704
14	Hind Lamps Limited	Income		
		Insurance premium	-	(374)
15	Hind Musafir Agency Limited	Expenditure		
		Travel, conveyance and vehicle running expenses	1,251	611
		Travel, conveyance and vehicle running expenses - Reimbursement for tickets and other bookings	50,453	3,877
		Outstanding Balance- Assets/(Liabilities)		
		Sundry Creditors	-	(98)
16	Jamnalal Sons Private Limited	Expenditure		
		Repairs	300	448
		Rents, rates and taxes	2,469	2,315
		Outstanding Balance- Assets/(Liabilities)		
		Sundry Creditors	-	(148)
		Deposits	1,020	1,020
17	Bajaj Finserv Direct Limited	Expenditure		
		Paid towards Insurance Commission	3,290	2,252
		Benefits Paid	1	-
		Income		
		Insurance premium	(60,965)	(21,902)
		Outstanding Balance- Assets/(Liabilities)		
		Agent Balances	(140)	(22)
		Unallocated Premium	(2,704)	(2,263)
18	Bajaj Finserv Health Limited	Income		
		Insurance premium	(176,043)	(23,779)
		Rents, rates and taxes	(3,976)	-
		Reimbursement of expenses received		
		- Rates and taxes	(42)	-
		Expenditure		
		Benefits paid	5,260	-
		Others		
		Security deposit received	(2,311)	-

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(₹ In Thousand)

Sr. No.	Name of the related party	Description	FY 2022	FY 2021
		Outstanding Balance- Assets/(Liabilities)		
		Other liabilities (security deposit against property let out)	(2,311)	-
		Unallocated Premium	(23,311)	(5,599)
19	Bajaj Financial Securities Limited	Income		
		Insurance premium	(1,139)	(395)
		Outstanding Balance- Assets/(Liabilities)		
		Unallocated Premium	(520)	(36)
20	Tarun Chugh	Expenditure		
		Employees' remuneration, welfare benefits and other manpower costs	100,963	80,314
		Assets transfer	(325)	-
		Miscellaneous expenses	-	1,448
		Security and housekeeping	-	326
		Travel, conveyance and vehicle running expenses	-	120
		Income		
		Insurance premium	(1,800)	(1,800)

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.19 Segmental reporting For the year ended 31 March 2022

Particulars	(₹ In Thousands)												
	Participating			Non - Participating				Linked			Share-holders' Total		
	Individual Assurance	Individual Pension	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension	Group			
Segment revenue (excluding contribution from the Shareholders' Account & transfers from Policyholders Account)	49,636,769	74,020	25,138,495	1,764	114,353	6,861,948	53,123,573	1,149,273	90,006,084	1,283,227	7,021,477	7,353,043	241,764,026
Segment results - Surplus/(Deficit) (post-tax) (Net of contribution from Shareholders' Account)	1,614,152	12,590	(4,433,970)	(749)	13,903	(679,167)	3,152,324	118,567	(2,756,249)	95,131	192,755	6,789,671	4,118,958
Depreciation/ Amortisation	135,893	126	59,069	-	1,227	20,584	57,145	1	136,764	1,380	1,752	-	413,941
Significant non- cash expenses*	16,499,283	(8,499)	15,428,698	1,141	16,090	4,960,519	28,204,210	(1,764,324)	44,698,748	(931,989)	2,418,303	103,311	109,625,491

* comprises of change in valuation of policy liabilities, provision for diminution in the value of investments (net), investments written off, provision for doubtful debts, bad debts written off and impairment on policy loan

For the year ended 31 March 2021

Particulars	(₹ In Thousands)												
	Participating			Non - Participating				Linked			Share-holders' Total		
	Individual Assurance	Individual Pension	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension	Group			
Segment revenue (excluding contribution from the Shareholders' Account & transfers from Policyholders Account)	47,748,404	89,253	15,690,742	2,405	117,825	873,830	38,714,980	1,284,571	119,123,321	2,423,059	8,763,288	7,727,842	242,559,520
Segment results - Surplus/(Deficit) (post-tax) (Net of contribution from Shareholders' Account)	1,664,641	16,982	(3,617,900)	2,232	(57,738)	43,385	3,188,487	35,188	(1,283,032)	74,445	128,621	6,490,855	6,686,166
Depreciation/ Amortisation	133,403	132	61,369	1	4,103	1,563	62,002	1	126,401	2,267	418	1,448	393,108
Significant non- cash expenses*	22,312,499	(3,668)	10,534,978	-6,107	47,079	503,591	21,478,408	(1,399,894)	87,185,518	794,744	4,542,913	(414,969)	145,575,092

* comprises of change in valuation of policy liabilities, provision for diminution in the value of investments (net), provision for doubtful debts, bad debts written off and impairment on policy loan

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.20 Segmental Balance Sheet For the year ended 31 March 2022

(₹ In Thousands)

Particulars	Participating			Non - Participating				Unit Linked			Shareholders'	Total
	Individual Assurance	Individual Pension	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension	Group		
Sources of funds												
Shareholders' funds												
Share capital											1,507,090	1,507,090
Reserves and surplus											103,760,888	103,760,888
Credit/(debit) fair value change account											4,120,059	4,120,059
Sub Total (A)											109,388,037	109,388,037
Borrowings												
Policyholders' funds												
Credit/(debit) fair value change account	17,511,136		652,537		(92,926)	1,610,906	236,699	690,824				
Policy liabilities												
Non Unit Mathematical reserve	201,717,115	492,517	47,208,975	17,361	180,626	7,400,097	116,811,983	9,799,659	1,535,438	46,796	109,079	385,319,646
Provision for linked liabilities												
(a) Provision for linked liabilities												
(b) Credit/(debit) fair value change account (linked)												
Provision for discontinuance fund												
(a) Discontinued on account of non-payment of premium												
(b) Other discontinuance												
(c) Credit/[debit] fair value change account												
Insurance reserves												
Sub Total (B)	219,228,251	492,517	47,861,512	17,361	180,626	7,307,171	118,422,889	10,036,358	288,331,357	7,086,806	39,190,072	738,154,920
Funds for future appropriations	11,337,309	250,324										11,587,633
Total	230,565,560	742,841	47,861,512	17,361	180,626	7,307,171	118,422,889	10,036,358	288,331,357	7,086,806	39,190,072	859,130,590
Application of funds												
Investments												
Shareholders'												
Policyholders'	222,986,986	772,398	46,417,551	14,896	224,904	7,549,951	119,310,273	9,987,016	3,879,067	505,943	299,684	411,948,669
Assets held to cover linked liabilities												
Assets held for discontinued fund												
Loans	4,648,974		499,131									5,149,541
Fixed assets-net block												3,945,359
Sub Total (C)	227,635,960	772,398	46,916,682	14,896	224,904	7,549,951	119,311,709	9,987,016	289,984,161	7,545,954	39,380,677	865,282,833

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.20 Segmental Balance Sheet (Contd.) For the year ended 31 March 2022

(₹ In Thousands)

Particulars	Participating			Non - Participating					Unit Linked			Shareholders' Total		
	Individual Assurance	Individual Pension	Individual Variable	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension	Group			
													Individual Assurance	Individual Pension
Current assets														
Cash and bank balances	392,258	(1,443)	542,517	1,103	(376)	182,148	2,084,702	945	421,354	96	121	(609,342)	3,014,083	
Advances and other assets	7,790,581	14,872	3,597,199	39	3,382	651,523	3,189,389	213,830	3,152,399	2,819	9,402	3,149,875	21,775,310	
Sub Total (D)	8,182,839	13,429	4,139,716	1,142	3,006	833,671	5,274,091	214,775	3,573,753	2,915	9,523	2,540,533	24,789,393	
Current liabilities	5,006,861	42,986	3,121,268	(370)	38,680	1,068,029	5,926,154	164,311	4,955,795	461,867	191,481	5,770,532	26,747,594	
Provisions	246,378	-	73,618	(953)	8,604	8,422	236,757	1,122	270,762	196	8,647	1,340,489	2,194,042	
Sub Total (E)	5,253,239	42,986	3,194,886	(1,323)	47,284	1,076,451	6,162,911	165,433	5,226,557	462,063	200,128	7,111,021	28,941,636	
Net current assets (F) = (D) - (E)	2,929,600	(29,557)	944,830	2,465	(44,278)	(242,780)	(888,820)	49,342	(1,652,804)	(459,148)	(190,605)	(4,570,488)	(4,152,243)	
Miscellaneous expenditure (To the extent not written off or adjusted)	-	-	-	-	-	-	-	-	-	-	-	-	-	
Debit balance in profit & loss account (Shareholders' account)	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sub-Total (G)	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total (C) + (F) + (G)	230,565,560	742,841	47,861,512	17,361	180,626	7,307,171	118,422,889	10,036,358	288,331,357	7,086,806	39,190,072	109,388,037	859,130,590	

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.20 Segmental Balance Sheet For the year ended 31 March 2021

(₹ In Thousands)

Particulars	Participating			Non - Participating			Unit Linked			Shareholders'	Total	
	Individual Assurance	Individual Pension	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension			Group
Sources of funds												
Shareholders' funds												
Share capital	-	-	-	-	-	-	-	-	-	-	1,507,090	1,507,090
Reserves and surplus	-	-	-	-	-	-	-	-	-	-	101,905,722	101,905,722
Credit/(debit) fair value change account	-	-	-	-	-	-	-	-	-	-	3,941,723	3,941,723
Sub Total (A)	-	-	-	-	-	-	-	-	-	-	107,354,535	107,354,535
Borrowings												
Policyholders' funds												
Credit/(debit) fair value change account	15,528,669	-	716,252	-	-	1,003,737	155,603	579,929	-	-	-	17,984,190
Policy liabilities												
Non Unit Mathematical reserve	185,463,485	501,015	31,789,526	16,219	2,440,470	88,607,773	11,563,974	1,942,999	38,572	114,989	-	322,643,562
Provision for linked liabilities												
(a) Provision for linked liabilities	-	-	-	-	-	-	-	180,021,474	5,704,994	35,210,450	-	220,936,918
(b) Credit/(debit) fair value change account (linked)	-	-	-	-	-	-	-	45,235,964	1,108,935	1,446,329	-	47,791,228
Provision for discontinuance fund												
(a) Discontinued on account of non-payment of premium	-	-	-	-	-	-	9	15,685,754	1,159,836	-	-	16,845,599
(b) Other discontinuance	-	-	-	-	-	-	-	99,526	6,459	-	-	105,985
(c) Credit/(debit) fair value change account	-	-	-	-	-	-	-	(69,957)	-	-	-	(69,957)
Insurance reserves												
Sub Total (B)	200,992,154	501,015	32,505,778	16,219	2,440,470	89,611,510	11,719,586	243,495,689	8,018,796	36,771,768	-	626,237,525
Funds for future appropriations	10,472,270	240,539	-	-	-	-	-	-	-	-	-	10,712,809
Total (A)+(B)	211,464,424	741,554	32,505,778	16,219	2,440,470	89,611,510	11,719,586	243,495,689	8,018,796	36,771,768	107,354,535	744,304,869
Application of funds												
Investments												
Shareholders'											100,575,276	100,575,276
Policyholders'	205,398,703	770,444	33,152,088	14,894	2,427,352	87,918,087	11,601,157	6,333,027	456,632	329,261	-	348,597,009
Assets held to cover linked liabilities	-	-	-	-	-	-	-	240,972,760	7,980,224	36,656,780	-	285,609,764
Loans	4,231,642	-	426,881	-	-	1,845	-	(38)	-	-	-	4,660,330
Fixed assets-net block #											3,647,237	3,647,237
Sub Total (C)	209,630,345	770,444	33,578,969	14,894	2,427,352	87,919,932	11,601,157	247,305,749	8,436,856	36,986,041	104,222,513	743,089,616

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.20 Segmental Balance Sheet (Contd.) For the year ended 31 March 2021

(₹ In Thousands)

Particulars	Participating			Non - Participating				Unit Linked			Shareholders' Total	
	Individual Assurance	Individual Pension	Individual Assurance	Individual Variable	Individual Health	Individual Annuity	Group Assurance	Group Variable	Individual Assurance	Individual Pension		Group
Current assets												
Cash and bank balances	509,216	(760)	395,189	275	2,050	128,733	2,286,540	99,076	229,621	559	490	294,099
Advances and other assets	7,914,194	10,497	2,175,086	67	10,072	60,385	2,017,323	171,571	3,863,504	5,392	8,513	1,287,990
Sub Total (D)	8,423,410	9,737	2,570,275	342	12,122	189,118	4,303,863	270,647	4,093,125	5,951	9,003	1,582,089
Current liabilities	6,505,644	38,627	3,407,830	(20)	27,056	170,076	2,410,414	153,453	5,715,085	422,657	214,325	(2,883,859)
Provisions	83,687	-	235,636	(963)	15,890	5,924	201,871	(1,235)	2,188,100	1,354	8,951	1,333,926
Sub Total (E)	6,589,331	38,627	3,643,466	(983)	42,946	176,000	2,612,285	152,218	7,903,185	424,011	223,276	(1,549,933)
Net current assets (F)=(D)-(E)	1,834,079	(28,890)	(1,073,191)	1,325	(30,824)	13,118	1,691,578	118,429	(3,810,060)	(418,060)	(214,273)	3,132,022
Miscellaneous expenditure (To the extent not written off or adjusted)	-	-	-	-	-	-	-	-	-	-	-	-
Debit balance in profit & loss account (Shareholders' account)	-	-	-	-	-	-	-	-	-	-	-	-
Sub-Total (G)	-	-	-	-	-	-	-	-	-	-	-	-
Total (C)=(F)+(G)	211,464,424	741,554	32,505,778	16,219	164,540	2,440,470	89,611,510	11,719,586	2,43,495,689	8,018,796	36,771,768	107,354,535
												744,304,869

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.21 Fund Revenue Account for the year ended 31 March 2022

Fund Revenue Account for each segregated linked fund is attached herewith - refer Annexure 1

3.22 Fund Balance Sheet for the year ended 31 March 2022

Fund Balance Sheet for each segregated linked fund is attached herewith - refer Annexure 1

3.23 Additional ULIP disclosures

Additional disclosure in respect of Unit linked portfolio as prescribed by IRDAI vide circulars 054/IRDA/F&A/FEB-07 dated 20 February 2007 and IRDA/F&A/001/APR-07 dated 16 April 2007 - refer Annexure 2

3.24 Disclosure on fines and penalties

(₹ In Thousand)

Sr. No.	Authority	Non-compliance/violation	Penalty awarded ¹		Penalty paid		Penalty waived/reduced	
			FY2022	FY2021	FY2022	FY2021	FY2022	FY2021
1	Insurance Regulatory and Development Authority of India	-	-	-	-	-	-	-
2	Service Tax/GST Authorities	Refer note 2	-	-	884	879	-	-
3	Income Tax Authorities	-	-	-	-	-	-	-
4	Any other Tax Authorities	-	-	-	-	-	-	-
5	Enforcement Directorate/ Adjudicating Authority/ Tribunal or any Authority under FEMA	-	-	-	-	-	-	-
6	Registrar of Companies/ National Company Law Tribunal/ Company Law Board/ Department of Corporate Affairs or any Authority under Companies Act, 1956 or any Authority under Companies Act, 2013	-	-	-	-	-	-	-
7	Penalty awarded by any Court/ Tribunal for any matter including claim settlement but excluding compensation	-	-	-	-	-	-	-
8	Competition Commission of India	-	-	-	-	-	-	-
9	Any other Central/State/Local Government / Statutory Authority	-	-	-	-	-	-	-

Note:

- Does not include any penalties recorded under tax litigations which are currently under adjudication or where the Company has decided to file appeal within the specified period against the order.
- Penalty paid, without prejudice, towards reversal of GST/service tax credit deemed to be ineligible by the department.

3.25 Statement containing names, descriptions, occupations of and directorships held by the persons in charge of management of the business under section 11 (3) of Insurance Act, 1938 (amended by the Insurance Laws (Amendment) Act, 2015)

Particulars	From 1 April 2021 to 31 March 2022
Name of person in-charge	Tarun Chugh
Designation of person in-charge	Managing Director and Chief Executive Officer
Occupation of person in-charge	Service
Directorships held by person in-charge	<ol style="list-style-type: none"> Member, Board of Governors of Indian Institute of Management, Sambalpur Non Ex-Officio Member, Governing Council of Insurance Information Bureau of India

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.26 Contribution from Shareholders' Account to Policyholders' Account

The Shareholders' of the Company, in their Extra Ordinary General Meeting held on 7 May 2010 have authorised the Board of Directors of the Company to decide on the transfer of amounts from the Shareholders' account to the Policyholders' account to make good the deficit, if any, in the Policyholders' funds in respect of any financial year, which shall be subject to the approval of the Shareholders' of the Company at the ensuing Annual General Meeting of the respective years. Such contributions made by the Shareholders' to the Policyholders' account are irreversible in nature.

The IRDAI (Expenses of Management of Insurers transacting Life Insurance Business) Regulations, 2016, which were notified on 9 May 2016, provided that the insurer shall be deemed to be compliant with these Regulations if for FY2022 the overall percentage of expense of management to allowable expenses is upto 100% subject to the excess expenses of management, on segmental level, being borne by the Shareholders'. To comply with the Regulation, the Company has during the year transferred ₹ 2,704,323 thousand (previous year: ₹ 1,152,056 thousand) from the Shareholders' Account to the Policyholders' Account.

3.27 Transfer of Surplus

During the year the Company has transferred ₹ 7,753,128 thousand (previous year ₹ 5,446,210 thousand) from Revenue Account to Profit & loss Account in accordance with the Insurance Act 1938 and the Insurance Law (Amendment) Act 2015 read with IRDAI circular no. IRDA/F&A/CIR/FA/059/03/2015 dated 31 March 2015 and as certified by the Appointed Actuary.

3.28 Participating policyholders' bonus

As recommended by the Appointed Actuary, the bonus to participating policyholders', for the current year, has been included in change in valuation against the policies in force.

3.29 Corporate Social Responsibility

During the year, as per provisions of section 135 of Companies Act, 2013, the Company was required to spend ₹ 122,260 thousand (previous year ₹ 132,345 thousand) being 2% of average net profits made during the three immediately preceding financial years, in pursuance of its Corporate Social Responsibility Policy. The details of the amount spent on ongoing and other than ongoing projects during the year and amount transferred to unspent CSR account pursuant to Section 135 of the Act are given below:

a. Gross amount required to be spent by the Company during the year is ₹ 122,260 thousand (previous year ₹ 132,345 thousand).

b. **Amount spent during the year on:**

Particulars	Amount	
	FY 2022	FY 2021
Construction/acquisition of any asset	-	-
On purpose other than above*	80,944	133,320
Total	80,944	133,320

*Includes amount of ₹ 1,483 thousand which is remaining unutilized by CSR implementing agencies

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

c. Movement in provision for CSR activities

(₹ In Thousand)

Particulars	Amount	
	FY 2022	FY 2021
Balance as at beginning of the year	-	-
Additional provision made during the year	41,316	-
Amount utilised during the year	-	-
Balance as at end of the year	41,316	-

d. In case of S. 135(5) unspent amount

Opening Balance	Amount deposited in Specified Fund of Sch. VII within 6 months	Amount required to be spent during the year*	Amount spent during the year	Closing Balance*
-	-	42,800	-	42,800

*Includes amount of ₹ 1,483 thousand which is remaining unutilized by CSR implementing agencies

e. Details of ongoing projects

Opening Balance		Amount required to be spent during the year	Amount spent during the year		Closing Balance	
With Company	In Separate CSR Unspent A/c		From Company's bank A/c	From Separate CSR Unspent A/c	With Company*	In Separate CSR Unspent A/c
Nil	Nil	59,592	16,792	-	42,800	-

* Includes amount of ₹ 1,483 thousand which is remaining unutilized by CSR implementing agencies. ₹ 42,800 thousand will be duly transferred to separate CSR unspent account.

f. Amounts of related party transactions pertaining to CSR related activities for the year ended March 31, 2022 is Nil (Previous year ended March 31, 2021 - Nil).

3.30 Summary of financial statements

(₹ in lakhs)

Particulars	FY 2022	FY 2021	FY 2020	FY 2019	FY 2018
Policyholders' account					
Gross written premium income	1,612,705	1,202,484	975,253	885,716	757,837
Net premium income ¹	1,592,490	1,192,602	967,849	880,398	751,731
Income from investments (Net) ²	741,877	1,156,241	(82,094)	384,143	410,685
Other income					
Miscellaneous income	7,399	6,457	7,514	8,946	7,896
Contribution from Shareholders' A/c	112,987	61,345	43,113	37,639	15,745
Total income	2,454,753	2,416,645	936,382	1,311,126	1,186,057

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

	(₹ in lakhs)				
Particulars	FY 2022	FY 2021	FY 2020	FY 2019	FY 2018
Commissions (Net)	83,397	57,987	41,885	33,012	21,788
Brokerage					
Operating expenses related to insurance business ³	301,718	205,365	188,573	164,837	130,916
Provisions for tax	(13,313)	(2,296)	(2,346)	8,101	1,571
Total expenses	371,802	261,083	228,112	205,950	154,275
Payment to Policyholders ⁴	904,047	625,730	684,875	542,393	810,149
Increase in actuarial liability ⁵	631,627	592,567	341,223	315,072	186,978
Provision for linked liabilities	460,997	873,967	(368,058)	153,102	(11,696)
Surplus/ deficit from operations	86,280	63,298	50,230	94,609	46,350
Shareholders' account					
Total income under Shareholders' account ^{2&6}	72,497	81,428	58,037	52,379	66,483
Total expenses under Shareholder's account	5,179	5,170	4,570	4,665	5,031
Profit/ (loss) before tax	31,863	69,375	52,445	58,085	80,662
Provisions for tax	(578)	11,350	7,486	7,899	9,050
Profit/ (loss) after tax	32,441	58,025	44,959	50,186	71,612
Profit/ (loss) carried to Balance Sheet	926,351	907,624	866,177	833,936	796,468
Miscellaneous					
(A) Policyholders' account:					
Total funds (including unit linked funds)	7,497,426	6,369,503	4,728,979	4,819,829	4,295,050
Total investments (including unit linked investments) ⁷	7,441,748	6,342,068	4,649,067	4,709,198	4,286,825
Yield on investments (%) (excluding unit linked investments) ^{8&9}	7.66%	9.94%	7.93%	8.05%	9.11%
(B) Shareholders' account:					
Total funds (Net of debit balance in Profit & Loss A/c)	1,093,880	1,073,545	973,071	965,380	921,823
Total investments	1,100,132	1,005,753	923,725	909,870	849,024
Yield on investments (%) ^{8&9}	7.08%	9.28%	7.01%	6.26%	8.20%
Yield on total investments (excluding unit linked investments) ^{8&9}	7.53%	9.79%	7.71%	7.59%	8.85%
Paid up equity capital	15,071	15,071	15,071	15,071	15,071
Net worth	1,093,880	1,073,545	973,071	965,380	921,823
Total assets (net of debit balance in Profit & Loss A/c)	8,591,306	7,443,049	5,702,050	5,785,209	5,216,874
Earning per share (₹)	21.53	38.50	29.83	33.30	47.52
Book value per share (₹)	725.82	712.32	645.66	640.56	611.66

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

1. Net of reinsurance
2. Net of losses and impairment provisions/ (reversals)
3. Includes bad debts written off, provisions for doubtful debts and Goods and Service Tax on linked charges
4. Inclusive of interim and terminal bonuses paid, if any
5. Includes unclaimed fund
6. Excludes amount transferred from the Policyholders' Account (Technical Account)
7. Includes Assets held to cover linked liabilities
8. Yields computed as investment income/daily average investment
9. Yield on investments without considering impairment losses:

Particulars	FY 2022	FY 2021
Policyholders' account (excluding unit linked investments)	7.73%	9.94%
Shareholders' account	7.18%	9.28%
Yield on total investments (excluding unit linked investments)	7.60%	9.79%

3.31 Accounting ratios**(a) New business premium income growth (segment wise)**

(New business premium current year-New business premium previous year)/New business premium previous year

Particulars	For the year ended 31 March	
	2022	2021
Participating		
Individual assurance	34.2%	2.5%
Individual pension	NA	NA
Non-participating		
Individual assurance	28.0%	112.2%
Individual variable assurance	66.7%	110.0%
Individual health	(70.2%)	(48.1%)
Individual annuity	786.2%	666.0%
Group assurance	43.0%	37.0%
Group variable	9.8%	(86.0%)
Unit linked		
Individual assurance	42.4%	0.4%
Individual pension	NA	NA
Group	(7.2%)	(15.2%)

NA - Due to no premium in either of the years

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(b) Net retention ratio (Net premium divided by gross premium)

(₹ In Thousand)

For the year ended 31 March

Particulars	2022	2021
Net Premium	159,249,028	119,260,167
Gross Premium	161,270,538	120,248,414
Ratio	98.7%	99.2%

(c) Ratio of expenses of management

(Expenses of management including commission (Before reinsurance commission) and rewards divided by the total gross direct premium)

(₹ In Thousand)

For the year ended 31 March

Particulars	2022	2021
Management Expenses	37,043,893	25,101,690
Gross Premium	161,270,538	120,248,414
Ratio	23.0%	20.9%

(d) Commission ratio (Gross commission paid to gross premium)

(₹ In Thousand)

For the year ended 31 March

Particulars	2022	2021
Gross Commission including rewards (Before reinsurance commission)	8,340,110	5,799,075
Gross Premium	161,270,538	120,248,414
Ratio	5.2%	4.8%

(e) Ratio of policyholders' liabilities to shareholders' funds

(₹ In Thousand)

For the year ended 31 March

Particulars	2022	2021
Policyholders' Liabilities	749,742,553	636,950,334
Shareholders' Funds	109,388,037	107,354,535
Ratio	685.4%	593.3%

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(f) Growth rate of shareholders' fund

(Shareholders' Fund current year - Shareholders' Fund previous year)/ Shareholders' Fund previous year

(₹ In Thousand)

For the year ended 31 March

Particulars	2022	2021
Shareholders' Fund at year end	109,388,037	107,354,535
Shareholders' Fund at year beginning	107,354,535	97,307,112
Growth Rate	1.9%	10.3%

(g) Ratio of surplus/(Deficit) to policyholders' liability

Ratio of surplus/ (Deficit) shown in revenue account divided by policy holders' liability

(₹ In Thousand)

For the year ended 31 March

Particulars	2022	2021
Surplus/(Deficit) shown in Revenue Account	8,627,952	6,329,848
Policyholders' liability	749,742,553	636,950,334
Ratio	1.2%	1.0%

(h) Change in net-worth

(Shareholder's net worth current year-Shareholder's net worth previous year)

(₹ In Thousand)

For the year ended 31 March

Particulars	2022	2021
Shareholder's net-worth at year end	109,388,037	107,354,535
Shareholder's net-worth at year beginning	107,354,535	97,307,112
Change in net-worth	2,033,502	10,047,423

(i) Profit after tax/total income

(₹ In Thousand)

For the year ended 31 March

Particulars	2022	2021
Profit after tax as shown in Profit and Loss Account	3,244,134	5,802,528
Total Income (Policyholders' plus Shareholders' income)	241,764,026	242,559,520
Ratio	1.3%	2.4%

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(j) (Total real estate + loans)/ Total of (cash & invested assets)

(₹ In Thousand)

For the year ended 31 March

Particulars	2022	2021
Total real estate + loans net	8,490,471	7,894,766
Cash & invested assets	855,568,053	738,593,301
Ratio	1.0%	1.1%

(k) Total investments/Total of (capital + surplus)

(₹ In Thousand)

For the year ended 31 March

Particulars	2022	2021
Total Investment	859,337,474	739,442,379
Capital + surplus	105,267,978	103,412,812
Ratio	816.3%	715.0%

(l) Total affiliated investments/ Total of (capital + surplus)

(₹ In Thousand)

For the year ended 31 March

Particulars	2022	2021
Total affiliated investments	28,737,447	21,581,371
Capital + surplus	105,267,978	103,412,812
Ratio	27.3%	20.9%

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(m) Investment yield (gross and net)*

Particulars	For the year ended 31 March	
	2022	2021
A. with realised gains		
Shareholders' funds	6.9%	8.8%
Policyholders' funds		
Non linked		
Participating	7.5%	11.1%
Non- participating	7.1%	8.1%
Linked		
Non- participating	12.6%	10.7%
B. with unrealised gains		
Shareholders' funds	5.4%	14.2%
Policyholders' funds		
Non linked		
Participating	6.0%	18.4%
Non- participating	5.5%	9.4%
Linked		
Non- participating	16.6%	43.9%

*The return calculated is based on Modified Dietz method as prescribed in Master circular

Investment yield without considering impairment loss (gross and net)*

Particulars	For the year ended 31 March	
	2022	2021
A. with realized gains		
Shareholders' funds	7.0%	8.8%
Policyholders' funds		
Non linked		
Participating	7.7%	11.1%
Non- participating	7.1%	8.1%
Linked		
Non- participating	12.6%	10.7%
B. with unrealized gains		
Shareholders' funds	5.5%	14.2%
Policyholders' funds		
Non linked		
Participating	6.1%	18.4%
Non- participating	5.5%	9.4%
Linked		
Non- participating	16.6%	43.9%

* The return calculated is based on Modified Dietz method as prescribed in Master circular

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(n) Conservation ratio

(Renewal premium of current year)/Total of (regular premium of previous year + renewal premium of previous year)

Particulars	For the year ended 31 March	
	2022	2021
Participating		
Individual assurance	91.3%	89.3%
Individual pension	89.6%	89.7%
Non- participating		
Individual assurance	84.6%	77.9%
Variable Individual assurance	82.0%	155.9%
Individual health	87.1%	82.2%
Individual annuity	89.3%	NA
Group assurance	78.8%	85.1%
Group variable	200.0%	2.3%
Unit linked		
Individual assurance	82.2%	89.4%
Individual pension	56.3%	79.7%
Group	87.6%	66.8%

NA - There was no regular premium business in this segment

(o) Persistency ratio#

Particulars	For the year ended 31 March	
	2022	2021
Persistency rate based on premium		
For 13th month	81.6%	79.8%
For 25th month	74.4%	71.3%
For 37th month	65.8%	62.8%
For 49th Month	62.0%	54.3%
For 61st month	48.1%	42.3%
Persistency rate based on policy count		
For 13th month	74.1%	70.0%
For 25th month	62.7%	58.5%
For 37th month	53.6%	44.7%
For 49th Month	46.1%	43.9%
For 61st month	41.1%	35.2%

The Persistency rates are computed in accordance with the methodology explained in IRDAI circular IRDA/ACT/CIR/MISC/35/01/2014 dated 23 January 2014.

Note: The persistency ratios for the year ended 31 March 2022 have been calculated for the policies issued in the March to February period of the relevant years. E.g.: the 13th month persistency for the current year is calculated for the policies issued from March 2020 to February 2021.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(p) NPA ratio

Particulars	For the year ended 31 March	
	2022	2021
A. Gross NPA ratio		
Shareholder's Funds	0.00%	0.81%
Policyholder's Funds		
Participating	0.00%	0.93%
Non participating	0.00%	0.04%
Unit linked	0.00%	0.00%
B. Net NPA ratio		
Shareholder's Funds	0.00%	0.00%
Policyholder's Funds		
Participating	0.00%	0.00%
Non participating	0.00%	0.00%
Unit linked	0.00%	0.00%

(q) Solvency ratio

Particulars	As at 31 March	
	2022	2021
Solvency margin	580.5%	665.9%

3.32 Statement showing the Controlled fund

Sr. No.	Particulars	(₹ In Crores)	
		As at 31 March	
		2022	2021
1	Computation of Controlled Fund as per the Balance Sheet		
	Policyholders' Fund (Life Fund)		
	Participating		
	Individual Assurance	21,922	20,099
	Individual Pension	49	50
	Non-participating		
	Individual Assurance	4,786	3,251
	Individual Health	18	17
	Individual Annuity	731	244
	Individual Variable	2	2
	Group Assurance	11,842	8,961
	Group Variable	1,004	1,172

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

		(₹ In Crores)	
		As at 31 March	
Sr. No.	Particulars	2022	2021
	Linked		
	Individual Assurance	27,156	22,778
	Individual Pension	646	685
	Group	3,919	3,677
	Discontinued fund	1,740	1,688
	Funds for future appropriations	1,159	1,071
	Total (A)	74,976	63,695
	Shareholders' Fund		
	Paid up capital	151	151
	Reserves & surplus	10,376	10,190
	Fair value change	412	394
	Total (B)	10,939	10,735
	Misc. expenses not written off	-	-
	Credit/(Debit) from Profit & Loss A/c	-	-
	Total (C)	-	-
	Total Shareholders' funds (B+C)	10,939	10,735
	Controlled Fund Total (A+B+C)	85,913	74,430
2	Reconciliation of the Controlled Fund from Revenue and Profit & Loss Account		
	Opening Balance of Controlled Fund (A)	74,430	57,020
	Add: Inflow		
	Income		
	Premium income	16,127	12,025
	Less: Reinsurance ceded	(202)	(99)
	Net premium	15,925	11,926
	Investment income	7,454	11,509
	Other income	63	48
	Funds transferred from Shareholders' accounts	1,130	613
	Total income	24,572	24,096
	Less: Outgo		
	(i) Benefits paid (Net)	8,810	6,108
	(ii) Interim bonus paid	230	149
	(iii) Change in valuation of liability	10,929	14,667
	(iv) Change in unclaimed liability	(3)	(2)
	(v) Commission	834	580
	(vi) Operating expenses	2,868	1,927
	(vii) Provision for doubtful debts and Bad Debts written off	2	3
	(viii) Provision others	1	1
	(ix) GST on linked charges	147	123

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

(₹ In Crores)

Sr. No.	Particulars	As at 31 March	
		2022	2021
	(x) Provision for taxation	(133)	(23)
	(xi) For diminution in the value of investments (Net)	23	(70)
	Total outgo	23,708	23,463
	Surplus of the Policyholders' fund	864	633
	Less: transferred to Shareholders' account	(775)	(545)
	Net flow in Policyholders' account	89	88
	Add: Net income in Shareholders' fund	324	580
	Net inflow/outflow (B)	413	668
	Change in valuation liabilities	10,929	14,667
	Change in fair value change account	280	2,233
	Change in Revaluation reserve	(2)	7
	Appropriations - Dividend paid during the year (including dividend distribution tax)	(137)	(166)
	Increase in paid up capital	-	-
	Sub total (C)	11,070	16,741
	Closing balance of controlled fund	85,913	74,430
	As per Balance Sheet	85,913	74,430
	Difference, if any	-	-
3	Reconciliation with Shareholders' and Policyholders' Fund		
3.1	Policyholders' Funds - Traditional PAR and Non PAR		
	Opening Balance of the Policyholders' Fund	34,867	27,794
	Add: Surplus of the Revenue Account	761	606
	Less: Surplus transfer to Shareholders' Account	(673)	(517)
	Change in valuation liabilities	6,308	5,376
	Change in fair value change account	251	1,609
	Total	41,513	34,867
	As per Balance Sheet	41,513	34,867
	Difference, if any	-	-
3.2	Policyholders' Funds - Linked		
	Opening Balance of the Policyholders' Fund	27,140	18,367
	Add: Surplus of the Revenue Account	102	27
	Less: Surplus transfer to Shareholders' Account	(102)	(27)
	Change in valuation Liabilities	4,569	8,732
	Change in fair value change account	12	41
	Total	31,721	27,140
	As per Balance Sheet	31,721	27,140
	Difference, if any	-	-

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

		(₹ In Crores)	
		As at 31 March	
Sr. No.	Particulars	2022	2021
3.3	Policyholders' Funds - Discontinued Fund		
	Opening Balance of the Policyholders' Fund	1,688	1,129
	Change in fund reserve	52	559
	Closing Balance	1,740	1,688
	As per Balance Sheet	1,740	1,688
	Difference, if any	-	-
3.4	Shareholders' Funds		
	Opening Balance of Shareholders' Fund	10,735	9,731
	Add: Net income of Shareholders' account (P&L)	324	580
	Change in Fair Value Change Account	18	583
	Change in revaluation reserve	(2)	7
	Appropriations - Depreciation adjustment (Refer note 2(I) of Schedule 16)	-	-
	Appropriations - Dividend & dividend distribution tax	(137)	(166)
	Closing balance of the shareholders' fund	10,939	10,735
	As per Balance Sheet	10,939	10,735
	Difference, if any	-	-

3.33 Dividend

The Board of Directors approved at the Board Meeting held on 20 October 2021 an interim dividend of ₹ 9.10 (Previous year: ₹ 11) per equity share of face value of ₹ 10 (110% of face value) for FY2022. The dividend amounts to ₹ 1,371,452 thousand (Previous year: ₹ 1,657,799 thousand).

3.34 Provision for Standard assets for debt portfolio

In accordance with the 'Guidelines on Prudential norms for income recognition, Asset classification, Provisioning and other related matters in respect of Debt portfolio' as specified by IRDAI Master Circular for Investment Regulations, 2016, provision for standard assets at 0.40% of the value of the asset has been recognized as follows -

		(₹ In Thousand)	
		As at 31 March	
Particulars		2022	2021
Provision towards Standard Assets		NIL	NIL

3.35. Pending litigations

The Company's pending litigations comprise of claims against the Company primarily by the customers, employees who have left the organisation and proceedings pending with Tax authorities. The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed the contingent liabilities where applicable, in its financial statements. In respect of litigations, where the management assessment of a financial outflow is probable, the Company has made a provision of ₹ 446,976 thousand at 31 March 2022 (at 31 March 2021: ₹ 397,707 thousand). The Company does not expect the outcome of these proceedings to have a material adverse effect on its financial results at 31 March 2022. Refer note 3.1 for details on contingent liabilities.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.36. Long term contracts

The Company has a process whereby periodically all long term contracts are assessed for material foreseeable losses. At the year end, the Company has reviewed and ensured that adequate provision as required under any law/accounting standards for material foreseeable losses on such long term contracts has been made in the financial statements. For insurance contracts, actuarial valuation of liabilities for policies in force is done by the Appointed Actuary of the Company. The assumptions used in valuation of liabilities for policies in force are in accordance with the guidelines and norms issued by the IRDAI and the Institute of Actuaries of India in concurrence with the IRDAI.

3.37. Disclosures required under IRDAI Corporate Governance Guidelines

The following disclosures required in line with the IRDAI Corporate Governance Guidelines are disclosed elsewhere as part of financial statements, and Directors' Report:

1. Quantitative and qualitative information on financial and operating ratios, namely, incurred claim, commission and expenses ratios.

Refer note 3.30 of Schedule 16 for summary of financial statements and note 3.31 of Schedule 16 for accounting ratios.

2. Actual solvency margin details vis-à-vis the required margin.

Refer note 3.31 of Schedule 16 for accounting ratios.

3. Persistency ratio

Refer note 3.31 of Schedule 16 for accounting ratios.

4. Financial performance including growth rate and current financial position

Refer note 3.30 of Schedule 16 for summary of financial statements and note 3.31 of Schedule 16 for accounting ratios.

5. Details of number of claims intimated, disposed of and pending with details of duration

Particulars	As at 31 March	
	2022	2021
Claims outstanding at the beginning of the period	2,798	4,314
Add:		
Claims reported during the period	778,816	585,590
Less:		
Claims settled during the period	766,914	572,044
Claims repudiated during the period	798	448
Claims written back	-	-
Unclaimed	11,277	14,614
Claims outstanding at end of the period	2,625	2,798
Details of duration of outstanding claims		
Less than 3 months	2,506	2,577
3 months to 6 months	88	143
6 months to 1 year	31	29
1 year and above	-	49

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

6. Payments made to group entities from the Policyholders Funds

Refer note 3.18 of Schedule on related party disclosure.

7. Any other matters, which have material impact on the Company's financial position

Nil

3.38. Code on Social Security, 2020

The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the Company towards Provident Fund and Gratuity. Implementation of the Code is dependent on States issuing notifications which is still awaited. The Company will assess the impact once the subject rules are notified and will give appropriate impact in its financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

3.39. Provision for taxation

The current tax includes reversal of tax provision of ₹ 1,433,622 thousand (Year ended 31 March 2021: ₹ Nil) in Revenue Account and ₹ 198,064 thousand (Year ended 31 March 2021: ₹ Nil) in Profit and Loss Account pertaining to previous periods which are no longer required.

3.40. Potential impact of uncertainties relating to COVID-19

In preparing the accompanying financial statements, the Company management has been required to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, equity, income and expenses. These estimates and associated assumptions, at the date of adopting the financial statements, are based on historical experience and various other factors including the possible effects that may result from the pandemic, that are believed to be reasonable under the current circumstances.

COVID-19 outbreak has been declared as a Pandemic by World Health Organisation in March 2020. Since the outbreak, COVID-19 spread across the globe leading to economic slowdown and significant volatility in global and Indian financial markets. The Government is undertaking several measures to restrict the spread of virus and provide financial support to some stressed sectors.

The extent to which COVID-19 pandemic will impact the Company depends on future spread of the virus, new variants of the virus emerging and related developments, which are highly uncertain, including, among other things, lockdowns and its repercussions on the economy, proportion of population vaccinated, government intervention to provide financial support to the stressed sections, etc. The Company will continue to closely monitor developments as they unfold.

The regional lockdowns announced by the government from time to time required the Company to facilitate Work from Home (WFH). WFH has been enabled by the Company since Q1 FY2021 through use of portable devices through the Company's Virtual private Network (VPN) ensuring requisite data security controls. Accordingly, the operations of the Company intermittently continue to be partially performed from remote locations (WFH) through secured servers. As the processes of the Company are mostly automated/system driven, WFH has not led to any material change in the controls or processes.

As the processes of the Company are mostly automated/system driven, WFH has not led to any material change in the controls or processes. The Company has an Internal Financial Control framework that has been independently tested covering all the material controls over financial reporting and found them to be operating effectively at 31 March 2022.

Schedule 16 Significant accounting policies and notes forming part of the financial statements (Contd.)

3.41. Previous year comparatives

No previous year figures have been re-grouped during the year.

As per our report of even date attached.

For and on behalf of the Board of Directors

For S. R. Batliboi & Co. LLP

Chartered Accountants
ICAI Firm Registration
No. 301003E/E300005

For Kirtane & Pandit LLP

Chartered Accountants
ICAI Firm Registration
No. 105215W/W100057

Sanjiv Bajaj

Chairman
DIN 00014615

Ritu Arora

Director
DIN 07019164

per Vaibhav Kumar Gupta

Partner
Membership No. 213935

per Suhas Deshpande

Partner
Membership No. 031787

Lila Poonawalla

Chairperson of Audit
Committee
DIN 00074392

Tarun Chugh

Managing Director &
Chief Executive Officer
DIN 02578909

Bharat Kalsi

Chief Financial Officer

Avdhesh Gupta

Appointed Actuary

Rajesh Shanoy

Company Secretary

Date : 22 April 2022
Place: Pune

Date : 22 April 2022
Place: Pune

Date : 22 April 2022
Place: Pune