

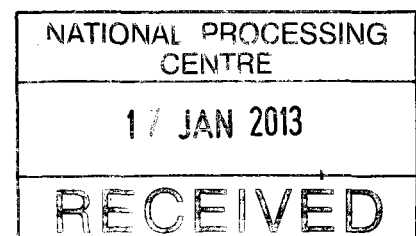
10061529711



**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

ANNUAL REPORT

FOR THE YEAR ENDED 31 MARCH 2012



**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

**ANNUAL REPORT
FOR THE YEAR ENDED 31 MARCH 2012**

CONTENTS	PAGE
Annual Report	1
Company Directory	2
Audit Report	3
Statement of Financial Position	4
Statement of Comprehensive Income	5
Statement of Changes in Equity	6
Notes to the financial statements	7-21


**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

ANNUAL REPORT

The Directors are pleased to present their Annual Report, together with the financial statements of The New India Assurance Company Limited New Zealand Branch for the year ended 31 March 2012.

No disclosure has been made in respect of section 211(1) (a) and (e) to (j) of the Companies Act 1993 following a unanimous decision by the shareholders in accordance with section 211(3) of the Companies Act 1993.

For and on behalf of the Board of Directors:

Director: 

Date: 20/9/2012

Director: 

Date: 20th September 2012

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

COMPANY DIRECTORY

NATURE OF BUSINESS	General Insurance
REGISTERED OFFICE	Level 5 83 Albert Street AUCKLAND
INCORPORATION NUMBER	1489374
DIRECTORS	A.R. Sekar M.D. Maliya P. Bakliwal S.G. Subramanian A. Kumar K.S. Kumar
AUDITOR	Cockcroft & Co Chartered Accountants
BANKER	ANZ Bank

John Cockcroft
Susan Wallace

BCom, CA(PP), CMA
NDA, CA(PP)

Cockcroft & Co

CHARTERED ACCOUNTANTS

10th Floor, 44 Wellesley Street
P O Box 6028, Auckland
Telephone 309 8209
Fax 309 0314

**The New India Assurance Company Limited
New Zealand Branch
Independent Auditor's Report
For the year ended 31 March 2012**

To the Shareholders of The New India Assurance Company Limited – New Zealand Branch.

We have audited the financial statements on pages 4 to 20, which comprise the Statement of Financial Position as at 31 March 2012, the Statement of Comprehensive Income and Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Directors' Responsibility

The Directors are responsible for the preparation of the financial statements in accordance with generally accepted accounting practice in New Zealand and that give a true and fair view of the matters to which they relate; this includes the design, implementation and maintenance of internal control relevant to the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an independent opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, The New India Assurance Company Limited – New Zealand Branch.

Opinion

In our opinion, the financial statements:

- comply with generally accepted accounting practice in New Zealand;
- give a true and fair view of the financial position of The New India Assurance Company Limited – New Zealand Branch as at 31 March 2012 and its financial performance for the year ended on that date.

Report on Other Legal and Regulatory Requirements

In accordance with the Financial Reporting Act 1993, we report that:

- We have obtained all the information and explanations that we have required.
- In our opinion proper accounting records have been kept by The New India Assurance Company Limited – New Zealand Branch as far as appears from an examination of those records.



Cockcroft & Co
20 September 2012
Auckland, New Zealand

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

**STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2012**

	Note	2012 \$	2011 \$
Assets			
Non-current assets			
Property plant and equipment	5	66,821	26,809
Investments	6	514,460	523,546
Intangibles	8	1,166	2,891
Total non-current assets		<u>582,427</u>	<u>553,246</u>
Current assets			
Cash at Bank		696,268	438,542
Taxation refund		1,240,739	102,509
Trade and other receivables	9	3,243,302	3,353,731
Investments	6	13,350,000	7,100,000
Total current assets		<u>18,530,299</u>	<u>10,994,782</u>
Total assets		<u>19,112,726</u>	<u>11,548,028</u>
Current liabilities			
Trade and other payables	10	1,490,914	1,314,293
Outstanding claim provision	12	8,914,600	1,852,678
Employee benefits	11	32,360	20,787
Unearned premium reserve	13	8,077,564	4,361,564
Total current liabilities		<u>18,515,428</u>	<u>7,549,222</u>
Equity			
Retained losses		(4,149,060)	(1,153,879)
Total equity		<u>(4,149,060)</u>	<u>(1,153,879)</u>
Head office account	18	<u>4,746,348</u>	<u>5,162,685</u>
Total equity and head office account		<u>597,298</u>	<u>3,998,806</u>
Total equity and liabilities		<u>19,112,726</u>	<u>11,548,028</u>

For and on behalf of the Board

Director: 

Date: 20/09/2012

Director: 

Date: 20th September 2012

The above statement is to be read in conjunction with the accompanying notes and the Audit Report.

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2012**

	Note	2012 \$	2011 \$
Gross earned premium revenue	2	10,027,884	5,497,350
Outwards reinsurance premium expense		(2,460,336)	(1,001,490)
Net premium revenue		<u>7,567,548</u>	<u>4,495,860</u>
Claims expense		(11,074,888)	(3,107,941)
Reinsurance and other recoveries revenue	2	<u>3,516,787</u>	<u>550,993</u>
Net claims incurred		<u>(7,558,099)</u>	<u>(2,556,948)</u>
Acquisition costs		(978,626)	(578,636)
Other underwriting expenses	3	<u>(2,477,645)</u>	<u>(961,094)</u>
Underwriting expenses		<u>(3,456,270)</u>	<u>(1,539,730)</u>
Underwriting (loss)/profit		<u>(3,446,821)</u>	<u>399,182</u>
Investment income	2	554,453	286,991
(Loss)/Profit before income tax expense		<u>(2,892,368)</u>	<u>686,173</u>
Income tax expense	4	(102,803)	-
(Loss)/Profit attributable to members of the entity		<u>(2,995,171)</u>	<u>686,173</u>
Other comprehensive income		-	-
Total comprehensive income		<u><u>(2,995,171)</u></u>	<u><u>686,173</u></u>

The above statement is to be read in conjunction with the accompanying notes and the Audit Report.

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2012**

	Retained Losses \$	TOTAL \$
Equity at 01 April 2010	(1,840,052)	(1,840,052)
Profit attributable to members of the entity	686,173	686,173
Other comprehensive income	-	-
Total comprehensive income	<u>686,173</u>	<u>686,173</u>
Equity at 31 March 2011	(1,153,879)	(1,153,879)
Loss attributable to members of the entity	(2,995,171)	(2,995,171)
Other comprehensive income	-	-
Total comprehensive income	<u>(2,995,171)</u>	<u>(2,995,171)</u>
Equity at 31 March 2012	<u>(4,149,050)</u>	<u>(4,149,050)</u>

The above statement is to be read in conjunction with the accompanying notes and the Audit Report.

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

1. STATEMENT OF ACCOUNTING POLICIES

Reporting Entity

The New India Assurance Company Limited – New Zealand Branch (the "Company") is a company registered under the Companies Act 1993 and is domiciled in New Zealand. The company is a General Insurance provider.

The financial statements of the Company are for the year ended 31 March 2012. The financial statements were authorised for issue by the Directors on 20th September 2012

BASIS OF PREPARATION

Statement of compliance

The financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice (NZ GAAP). They comply with the New Zealand Equivalents to International Financial Reporting Standards (NZ IFRS) and other applicable Financial Reporting Standards as appropriate to profit-oriented entities that qualify for and apply differential reporting concessions. The Company is a reporting entity for the purposes of the Financial Reporting Act 1993 and its financial statements comply with that Act.

The Company qualifies for Differential Reporting exemptions as it has no public accountability, and is not large as defined in the Differential Reporting Framework. All available reporting exemptions allowed under the Framework for Differential Reporting have been adopted except for the exemption under NZ IAS 18 NZ 6.1 which allows revenue and expenses to be recognized inclusive of goods and services tax.

Basis of Measurement

The financial statements are prepared on the historical cost basis as modified by the revaluation of financial assets and liabilities at fair value through the Statement of Comprehensive Income.

In the application of NZ IFRS, management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments. It is possible, based on existing knowledge, that outcomes within the next financial year that are different from assumptions could require a material adjustment to the carrying amount of the asset or liability affected.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Judgments made by management in the application of NZ IFRS that have significant effects on the financial statements and estimates with a significant risk of material adjustments in the next year are disclosed where applicable in the relevant notes to the financial statements.

Presentation currency

The financial statements are presented in New Zealand dollars (\$).

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

1. STATEMENT OF ACCOUNTING POLICIES (Continued)

Significant Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

Specific Accounting Policies

(a) Property, Plant and Equipment

Owned assets

Property, plant and equipment are stated at cost, less accumulated depreciation and impairment losses.

Depreciation

Depreciation is charged at the same rate as is allowed by the Income Tax Act 2007. Depreciation is charged to the Statement of Comprehensive Income. The following rates have been used:

Other assets	19.2% diminishing value
Office equipment	36% - 60% diminishing value
Fixtures and fittings	12% - 30% diminishing value
Motor vehicles	26% diminishing value

The residual value of assets is reassessed annually.

(b) Intangible Assets

Software is finite life intangibles and is recorded at cost less accumulated amortisation and impairment. Amortisation is charged on a diminishing value basis so as to write off the cost less the estimated residual value of these assets over their estimated useful lives. The amortisation expense is included in the Statement of Comprehensive Income. The diminishing rate of 80% has been used in preparing the financial statements.

(c) Principles of General Insurance

An insurance contract is defined as a contract under which one party (the insurer) accepts significant risk from another party (the policyholder) by agreeing to compensate the policyholder if a specified uncertain future event (the insured event) adversely affects the policyholder.

(d) Credit Rating

The Company has received an A- (Excellent) Credit Rating and an A- (Excellent) Financial Strength Rating from A.M Best Company, an approved agency by the New Zealand Registrar of Companies, dated 20 January 2012. The credit rating is an indication of the Company's ability to pay current and future claims.

(e) Investments

Investments are measured at market value as at balance date and changes in market values are recognised in the Statement of Comprehensive Income.

(f) Impairment

The carrying amounts of the Company's assets are reviewed at each balance date to determine whether there is any indication of impairment. If any such indication exists, the assets recoverable amount is estimated.

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

1. STATEMENT OF ACCOUNTING POLICIES (Continued)

(f) Impairment (continued)

An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses directly reduce the carrying amount of assets and are recognised in the Statement of Comprehensive Income.

Estimated recoverable amount of investments and receivables carried at amortised cost is calculated as the present value of estimated future cash flows, discounted at their original effective interest rate. Receivables with short duration are not discounted.

Estimated recoverable amount of other assets is the greater of their fair value less costs to sell and value in use. Value in use is determined by estimating future cash flows from the use and ultimate disposal of the asset and discounting these to their present value using a pre-tax discount rate that reflects current market rates and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

(g) Trade and Other Receivables

Accounts receivable are stated at their estimated net realisable value after allowance for bad or doubtful debts and credit notes due. An allowance is established when the entity will not be able to collect all amounts due to the original term of the receivable. Any decrease or increase of the allowance is recognised in the Statement of Comprehensive Income.

(h) Provisions

A provision is recognised when the Company has a present legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market rates, and, where appropriate, the risks specific to the liability.

(i) Trade and Other Payables

Trade and other payables are recognised when the Company becomes obliged to make future payments resulting from the purchase of goods and services.

(j) Gross Premium Revenue

Direct and inwards insurance premium revenues represent amounts charged in relation to accepting risk from policy holders or other insurers and do not include amounts collected on behalf of third parties.

The earned portion of premiums received and receivable, including unclosed business, is recognized as revenue from the date of attachment of risk. Premium revenue is recognized evenly over the period of the policy or the period of indemnity on the basis of the 365ths method which is considered to closely approximate the pattern of incidence of risk.

(k) Outwards Reinsurance Premium Expense

Premium ceded to Head Office is recognized as reinsurance premium expense in accordance with the provision of reinsurance cover.

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

1. STATEMENT OF ACCOUNTING POLICIES (Continued)

(l) Claims

Claims expense includes a provision for outstanding claims which is measured as the amount of expected future payments. The expected future payments include amounts in respect of unpaid reported claims, claims incurred but not yet reported, adjustments for claims development and claims incurred but not enough reported, and costs expected to be incurred in settling those claims.

Discounting to net present value has not been applied to the expected future payments for outstanding claims as all claims are expected to be settled shortly after balance date.

Claims outstanding are assessed by reviewing the individual claim files and estimating claims incurred but not yet reported and settlement costs on the basis of past experience and trends.

(m) Equity Retention

It is the policy of the shareholders to ensure that equity retained provides an adequate level of solvency when measured against capital requirements to support the assets of the Company. The Head Office account is subordinated to all liabilities of the New Zealand branch of the Company and will not be repaid unless there is an adequate surplus of assets over liabilities after repayment of the Head Office account.

(n) Reinsurance Programme

Reinsurance is purchased to make the entity's results less volatile by reducing the effect that individual large claims and catastrophic events leading to multiple claims have on results.

The experience bases model has been adopted while purchasing catastrophic reinsurance cover.

The majority of reinsurance has been arranged on excess of loss treaty basis and facultative cover is used where certain risks are falling outside the limits provided under excess of loss treaty to ensure complete financial protection.

(o) Deferred Acquisition Costs

A portion of acquisition costs relating to unearned premium reserve and unearned interest is deferred as an asset in recognition that it represents a future benefit. Deferred acquisition costs are measured at the lower of cost and recoverable amount and are amortised over the period expected to benefit from the expenditure.

(p) Operating Lease Payments

Payments made under operating leases are recognised in the Statement of Comprehensive Income on a straight-line basis over the term of the lease. Lease incentives received are recognised in the Statement of Comprehensive Income over the lease term as an integral part of the total lease expense.

(q) Finance Income and Expenses

Finance income comprises interest income. Finance expenses comprise interest expense on borrowings. Interest income is recognised in the Statement of Comprehensive Income as it accrues using the effective interest method. The interest expense component of finance lease payments is recognised in the Statement of Comprehensive Income using the effective interest rate method.

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

1. STATEMENT OF ACCOUNTING POLICIES (Continued)

(r) Income Tax

The income tax expense recognised in the Statement of Comprehensive Income is the estimated income tax payable in the current year, adjusted for any differences between the estimated and actual income tax payable in prior years.

(s) Goods and Services tax

All amounts are shown exclusive of Goods and Services Tax (GST), except for receivables and payables that are stated inclusive of GST.

(t) Financial Assets

Financial assets are classified into the following specified categories: financial assets 'at fair value through profit or loss', 'held-to-maturity investments', 'available-for-sale financial assets', and 'loans and receivables'. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition. Currently the Company has only classified financial assets in the 'loans and receivables' and 'at fair value through profit or loss' categories.

Loans and receivables

Trade receivables, loans, and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method less impairment.

Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss are stated at fair value, with any resultant gain or loss recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any dividend or interest earned on the financial asset.

(u) Financial Liabilities

Trade and other payables are recognised when the Company becomes obliged to make future payments resulting from the purchase of goods and services.

Trade and other payables are classified as 'other financial liabilities'. Other financial liabilities are initially measured at fair value, net of transaction costs. Other financial liabilities are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

The effective interest method is a method of calculating the amortised cost of a financial liability and allocating the interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or, where appropriate, a shorter period to the net carrying amount of the liability.

(v) Liability Adequacy Testing

Liability adequacy testing is performed in order to recognize any deficiencies in the Statement of Comprehensive Income arising from the carrying amount of the unearned premium liability less any related deferred acquisition costs and intangible assets not meeting the estimated future claims under current insurance contracts.

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

1. STATEMENT OF ACCOUNTING POLICIES (Continued)

(v) Liability Adequacy Testing (continued)

The estimated future claims under current insurance contracts are measured using the present value of the expected cash flows relating to future claims and associated expenses (discounted using a risk free discount rate) plus the additional fair value risk margin to reflect the inherent uncertainty of those estimated cash flows.

Liability adequacy testing is performed at the level of a portfolio of contracts that are subject to broadly similar risks and are managed together as a single portfolio.

2. REVENUE

	2012 \$	2011 \$
Gross written premium	13,743,884	6,678,119
Movement in unearned premium	(3,716,000)	(1,180,769)
Gross earned premium revenue	<u>10,027,884</u>	<u>5,497,350</u>
Reinsurance and other recoveries revenue	3,516,787	550,993
Investment revenue		
Interest received	554,453	286,991
Total investment revenue	<u>554,453</u>	<u>286,991</u>
Total revenue	<u>14,099,124</u>	<u>6,335,334</u>

3. EXPENSES

	2012 \$	2011 \$
Operating profit/(loss) from trading was arrived at after:		
Charging the following expenses:		
Auditor's fees - auditing the financial statements	26,390	29,700
- other services	-	6,000
Depreciation	6,984	8,995
Amortisation of government stock	9,096	8,538
Amortisation of intangible assets	1,735	4,337
Rental operating lease expenses	63,093	71,817
Salaries and wages	340,298	311,812
Doubtful debts expense/(recovery)	(49,688)	242,982

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

4. TAXATION

a) Income tax recognised in profit or loss	2012	2011
	\$	\$
Tax expense comprises:		
Current tax expense	-	-
Under/(over) provision in previous years	102,803	-
Total tax expense	<u>102,803</u>	<u>-</u>

Income tax on pre-tax profit from operations reconciles to income tax expense in the financial statements as follows:

(Loss)/Profit before income tax expense	(2,892,368)	686,173
Income tax at 28% (2011: 30%)	(809,863)	205,852
Non deductible items	254,134	16,971
Tax losses utilised	-	(731,009)
Adjustment for prior years	102,803	-
Tax loss not recognised for accounting purposes	555,729	508,186
	<u>102,803</u>	<u>-</u>

b) Imputation credit account balances

Balance at beginning of the year	110,457	89,478
RWT paid	120,739	59,178
Income tax refund	-	(38,199)
Taxation paid	1,120,000	-
Balance at the end of the year	<u>1,351,196</u>	<u>110,457</u>

5. PROPERTY, PLANT AND EQUIPMENT

2012	At cost	Current year depreciation	Accumulated depreciation	Carrying value
	\$	\$	\$	\$
Furniture & fittings	39,180	3,556	22,815	16,365
Motor vehicles	46,923	1,017	1,017	45,906
Office equipment	114,672	2,221	110,598	4,074
Other assets	1,154	180	678	476
	<u>201,929</u>	<u>6,984</u>	<u>135,108</u>	<u>66,821</u>

2011	At cost	Current year depreciation	Accumulated depreciation	Carrying value
	\$	\$	\$	\$
Furniture & fittings	34,972	2,585	19,259	15,713
Motor vehicles	27,781	1,890	22,377	5,384
Office equipment	113,423	4,332	108,377	5,046
Other assets	1,154	188	488	666
	<u>177,310</u>	<u>8,995</u>	<u>150,501</u>	<u>26,809</u>

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

6. INVESTMENTS

	Note	2012 \$	2011 \$
Current			
Fixed interest maturing < 12 months		13,350,000	7,100,000
Government stock		-	-
		<u>13,350,000</u>	<u>7,100,000</u>
Non-current			
<u>Government stock:</u>			
Opening balance		523,546	532,084
Less: Government stock matured		-	-
Less: Amortisation expense	7	(9,096)	(8,538)
Plus: Government stock purchased		-	-
		<u>514,450</u>	<u>523,546</u>
Total Investments		<u>13,864,450</u>	<u>7,623,546</u>

Government stock represents deposits with Public Trust amounting to \$600,000 at par lodged by the Company in accordance with the provisions of the Insurance Companies' Deposits Act 1953.

7. FINANCIAL INSTRUMENTS

Fair value of financial instruments

The carrying value of all financial assets and liabilities reflect their fair value, with any resultant fair value gains or losses recognised in the Statement of Comprehensive Income.

The minimum exposure to credit risk of financial assets at fair value through profit or loss is \$514,450 (2011: \$523,546).

	2012 \$	2011 \$
Changes in Fair Value		
Realised (losses) on investments	-	-
Unrealised (losses) on investments	(9,096)	(8,538)
Total	<u>(9,096)</u>	<u>(8,538)</u>

8. INTANGIBLES

2012	At cost \$	Current year amortisation \$	Accumulated amortisation \$	Carrying value \$
Software	112,932	1,735	111,776	1,166
2011	At cost \$	Current year amortisation \$	Accumulated amortisation \$	Carrying value \$
Software	112,932	4,337	110,041	2,891

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

9. TRADE AND OTHER RECEIVABLES

	2012 \$	2011 \$
Trade receivables		
Premium due from policyholders and intermediaries	2,779,441	2,016,111
Provision for doubtful debts	(193,293)	(242,982)
Total trade receivables	<u>2,586,148</u>	<u>1,773,129</u>
Other receivables		
Deferred acquisition costs		1,107,540
Other receivables	351,634	304,853
Accrued interest	268,853	131,629
Prepayments	36,667	36,580
Total other receivables	<u>657,154</u>	<u>1,580,602</u>
Total receivables	<u><u>3,243,302</u></u>	<u><u>3,353,731</u></u>

The provision for doubtful debts in relation to trade receivables is provided for based on estimated recoverable amounts determined by reference to current customer circumstances and past default experience. In determining the recoverability of a trade receivable the Company considers any change in the credit quality of the trade receivable from the date the credit was initially granted up to the reporting date. In the current year the Company has recognised a doubtful debt expense of \$(49,689) (2011: 242,982).

10. TRADE AND OTHER PAYABLES

	2012 \$	2011 \$
Trade payables	211,124	208,234
Amounts due to reinsurers	926,161	988,834
Non-trade payables and accrued expenses	353,628	117,225
Total trade and other payables	<u><u>1,490,914</u></u>	<u><u>1,314,293</u></u>

The average credit limit for payables owing to the Company's reinsurer and brokers is 90 days. The Company has financial risk management policies in place to ensure that all payables are paid within the credit timeframe.

11. EMPLOYEE BENEFITS

	2012 \$	2011 \$
Liability for annual and sick leave	<u><u>32,350</u></u>	<u><u>20,787</u></u>

12. OUTSTANDING CLAIMS PROVISION

	2012 \$	2011 \$
Central estimate of outstanding claims provision	7,451,800	1,543,815
Claim handling expenses	232,200	77,191
Claims incurred but not reported	1,230,600	231,572
Gross outstanding claims provision	<u><u>8,914,600</u></u>	<u><u>1,852,578</u></u>

The risk margin used to determine claims incurred but not reported included in gross outstanding claims is 15.0% (2011: 15.0%) of the central estimate.

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

13. UNEARNED PREMIUM RESERVE

	2012	2011
	\$	\$
Unearned premium liabilities at beginning of the year	4,361,584	3,180,795
Movement in unearned premium		
Deferral of premium on contracts written during the year	8,077,564	4,361,564
Earning of premiums deferred in prior years	(4,361,584)	(3,180,795)
Unearned premium liabilities at end of the year	<u>8,077,564</u>	<u>4,361,564</u>

14. LIABILITY ADEQUACY TEST

The liability adequacy test carried out on the portfolios in the current year, in accordance with NZ IFRS 4 identified a deficiency, therefore total deferred acquisition costs of \$1,727,715 have been fully written off. An additional unexpired risk liability of \$858,234 has been recognised.

15. ACTUARIAL INFORMATION

The actuary who carried out the valuation of the IBNR reserve of the Company is Marcelo Lardies from the actuarial team at Aon New Zealand.

Report date:

7 September 2012

Qualification:

Fellow of the New Zealand Society of Actuaries

The report relied on historical data and other qualitative and quantitative information provided by the New India Assurance Company Limited - New Zealand Branch. The actuary also reconciled the business data to the financial data in which the overall result is acceptable.

Unexpired risk liability

The unearned premium liability was found to be deficient as at 31 March 2012.

The probability of sufficiency (POS) adopted in performing the liability adequacy test is set at the 75th percentile which is the same as that adopted in determining the outstanding claims liability (OCL).

The POS for OCL is set at a level that is appropriate to cover the company's claims obligations after having regard to the prevailing market environment and prudent industry practice.

Being a test of adequacy, the POS for LAT is set to highlight deficiencies in product pricing following an analysis of the company's profit margins for the last two financial years.

(a) Assumptions	2012
Calculation of deficiency	
Unearned premium liability relating to insurance contracts issued	7,219,330
Related deferred acquisition costs	1,727,715
Central estimate of present value of expected future cash flows arising from future claims on insurance contracts issued	6,731,303
Risk margin of 20%	1,346,261
Deficit	<u>(2,585,949)</u>

Deferred acquisition costs of \$1,727,715 have been written off and an additional unexpired risk reserve of \$858,234 has been recognised.

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

15. ACTUARIAL INFORMATION (continued)

(a) Assumptions (continued)

The following assumptions have been made in determining the outstanding claims liabilities:

Inflation rate	3%
Superimposed inflation rate	0%
Discount rate	3.50%
Discounted mean term (years)	1.5 years
Claim handling expense ratio	3.60%
Risk margin	15%

(b) Processes used to determine assumptions

The valuation of outstanding claims liabilities included in the report are calculated using the Chain Ladder Method and the Payments Per Claim Incurred Method.

In the development of Claim Payment Patterns and projecting claim payment liabilities the following economic assumptions have been made:

Inflation rate

Pre valuation date claim inflation has been taken as 50% of movements in the CPI and 50% of the movements in the AWE index. This assumes that increases in the claim costs are equally affected by general price increases and by wage increases. Post valuation date claim inflation has been taken as 3% per annum. Most claims are of a short to medium term duration and we are currently in an environment where inflation and wage increases are likely to run above the norm in the short to medium term.

Discount rate

The discount rate used is 3.5% per annum. This is approximately the average gross yield on Government Bonds of short to medium term durations consistent with the duration of the liabilities.

Claims Handling Expenses

The Company is responsible for the on-going management of all claims incurred on or before 31 March 2012. To reflect this expense, an allowance is included in the central estimate of the outstanding claims liability.

Risk margin

A risk margin at a 75% level of sufficiency has been used to determine the outstanding claims liability on the liability line of business at 31 March 2012. The minimal risk margin reflects the predominantly short tail nature of the business.

(c) Sensitivity analysis

The Outstanding Claims Liability provision has been estimated by the Appointed Actuary taking into consideration overall past claims experience and case estimates information provided by the management of the Company. Given the large outstanding claims case estimates, any changes in the assumptions used are not material. For instance a 10% increase in Claims Expenses ratio will result in a 0.3% increase (\$26,700) in Outstanding Claims Liability, decreasing the reported profit and equity by the same amount. Likewise a 10% increase in Risk margin ratio will result in a 1.3% increase (\$116,300) in Outstanding Claims Liability, decreasing profit and equity by the same amount.

(d) Solvency

As at 31 March 2012 New India Assurance Company Limited had an audited Solvency Ratio (Total Available Solvency Margin / Total Required Solvency Margin) of 2.00 (= Rs 46.42bn / Rs23.24bn) in accordance with Section 64VA of the Insurance Act, 1938 (Republic of India).

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

16. FINANCIAL INSTRUMENTS

a) Capital risk management

The company manages its capital structure to ensure that it will be able to continue as a going concern while maximising the return to shareholders through the optimisation of the debt and equity balance.

The capital structure of the Company consists of cash and cash equivalents and equity comprising accumulated losses as disclosed in the statement of changes in equity.

The directors review the capital structure on a regular basis, as part of this review the directors consider the cost of capital and the risks associated with each class of capital. The directors balance the overall capital structure through the issue of new debt or redemption of existing debt when required.

b) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the company. The company has adopted the policy of dealing with creditworthy counterparties and obtaining sufficient collateral or other security where appropriate, as a means of mitigating the risk of financial loss from defaults. The company's reinsurance recoveries are from a fellow related party. The company's investments are spread across several banks and bond providers thereby minimising the credit risks.

c) Categories of financial assets and financial liabilities

2012	Loans and receivables	Financial assets at fair value through profit or loss	Financial liabilities at amortised cost	Total
	\$	\$	\$	\$
Assets				
Cash and cash equivalents	696,258	-	-	696,258
Trade and other receivables	3,206,635	-	-	3,206,635
Investment in term deposits	13,350,000	-	-	13,350,000
Investment in government stock	-	514,460	-	514,460
Total financial assets	17,252,893	514,460	-	17,767,343
Non-financial assets				1,345,383
Total assets				19,112,726
Liabilities				
Trade and other payables	-	-	1,490,914	1,490,914
Total financial liabilities	-	-	1,490,914	1,490,914
Non-financial liabilities				17,024,514
Total liabilities				18,515,428

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

16. FINANCIAL INSTRUMENTS (continued)

c) Categories of financial assets and financial liabilities (continued)

	Loans and receivables	Financial assets at fair value through profit or loss	Financial liabilities at amortised cost	Total
2011	\$	\$	\$	\$
Assets				
Cash and cash equivalents	324,192	-	-	324,192
Trade and other receivables	2,307,273	-	-	2,307,273
Investment in term deposits	4,350,000	-	-	4,350,000
Investment in government stock	-	532,084	-	532,084
Total financial assets	6,981,465	532,084	-	7,513,549
Non-financial assets				415,473
Total assets				7,929,022
Liabilities				
Trade and other payables	-	-	1,475,512	1,475,512
Total financial liabilities	-	-	1,475,512	1,475,512
Non-financial liabilities				4,195,467
Total liabilities				5,670,979

d) Liquidity risk

Liquidity risk is the risk that payment of obligations may not be met in a timely manner at a reasonable cost. Ultimate responsibility for liquidity risk management rests with the board of directors who have built a liquidity risk management framework for the management of the company's short, medium and long term investment portfolio which can be liquidated at short notice. The following tables summarise the maturity profile of the company's financial liabilities:

	Weighted average interest rate %	Less than 1 year	1-5 years	5+ years	Total
2012					
Outstanding claims	-	7,451,800	-	-	7,451,800
Financial Liabilities					
Non-interest bearing payables	-	1,490,914	-	-	1,490,914
		8,942,714	-	-	8,942,714

	Weighted average interest rate %	Less than 1 year	1-5 years	5+ years	Total
2011					
Outstanding claims	-	1,543,815	-	-	1,543,815
Financial Liabilities					
Non-interest bearing payables	-	1,314,293	-	-	1,314,293
		2,858,108	-	-	2,858,108

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

16. FINANCIAL INSTRUMENTS (continued)

e) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risks are currency exchange risk, fair value interest rate risk, cash flow interest rate risk and price risk.

The company primarily faces interest rate risk due to the nature of its investments and liabilities. The company manages its exposure to this risk by holding the majority of such assets on short term maturities.

The following table details the company's expected maturity for its financial assets. The tables below have been drawn up based on the undiscounted contractual maturities of the financial assets.

	Weighted average interest rate %	Less than 1 year	1-5 years	5+ years	Total
2012					
Non-interest bearing					
Cash	-	696,258	-	-	696,258
Trade debtors	-	3,243,302	-	-	3,243,302
Fixed interest rate instruments					
Short term deposits	4.83%	13,350,000	-	-	13,350,000
Government bonds	6.50%	-	514,450	-	514,450
		<u>17,289,560</u>	<u>514,450</u>	<u>-</u>	<u>17,804,010</u>

	Weighted average interest rate %	Less than 1 year	1-5 years	5+ years	Total
2011					
Non-interest bearing					
Cash	-	438,542	-	-	438,542
Trade debtors	-	3,353,731	-	-	3,353,731
Fixed interest rate instruments					
Short term deposits	5.36%	7,100,000	-	-	7,100,000
Government bonds	6.50%	-	523,546	-	523,546
		<u>10,892,273</u>	<u>523,546</u>	<u>-</u>	<u>11,415,819</u>

17. CONTINGENCIES AND COMMITMENTS

The Company had no capital commitments as at balance date.

There were no contingent liabilities at balance date (2011: \$Nil).

Operating Lease Commitments

	2012 \$	2011 \$
Commitments under non-cancellable operating leases:		
Less than one year	71,817	53,863
Between one and five years	359,085	359,084
Greater than 5 years	125,680	197,496
Total Operating Lease Commitments	<u>556,582</u>	<u>610,443</u>

**THE NEW INDIA ASSURANCE COMPANY LIMITED
NEW ZEALAND BRANCH**

NOTES TO THE FINANCIAL STATEMENTS

18. RELATED PARTIES

The Head Office has charged the New Zealand branch for Treaty Reinsurance in the amount of \$2,199,070 (2011: \$1,119,763).

The Head Office has provided funding to support the New Zealand branch and as at 31 March 2012 the New Zealand branch owed the Head Office \$4,746,348 (2011: \$5,152,685).

No related party debts have been written off or forgiven during the year.

19. SUBSEQUENT EVENTS

There have been no events subsequent to balance date which would have a material effect on the financial statements.

FORD, RHODES, PARKS & CO.
Chartered Accountants
Sai Commercial Bldg,
3rd Floor, 312/313 BKS
Devshi Marg, Govandi,
Mumbai 400 088

S.R. GOYAL & CO.
Chartered Accountants
1A, Sangram Colony,
C-Scheme,
Jaipur-302 001

L.B. JHA & CO.
Chartered Accountants
GF-1, Gillander House
8 Netaji Subhas Road
Kolkata-700001



AUDITORS' REPORT

To The Members,
The New India Assurance Company Limited



We have audited the attached Balance Sheet of The New India Assurance Company Limited (the Company) as at 31st March, 2012 and the annexed the revenue accounts of Fire, Marine and Miscellaneous Insurance Revenue Accounts (collectively known as 'Revenue Accounts'), Profit and Loss Account and Receipts and Payments Account of the Company for the year ended on that date, in which are incorporated:

- (a) Returns from twenty-eight Regional Offices, four hundred Divisional Offices audited by the other firms of Auditors appointed by the Central Government;
- (b) Returns from nine Foreign Branches audited by other firms of Auditors appointed by the Company;
- (c) Returns from seven foreign agencies audited by local auditors appointed by the Company; and
- (d) Returns of eight unaudited run-off foreign agencies.

(in all covering total premium of Rs.8539.44 crores and Claims of Rs.6509.62 crores.)

The Balance Sheet, the Revenue Accounts and the Profit and Loss Account have been drawn up in accordance with the Insurance Act, 1938, Insurance Regulatory and Development Authority ('IRDA') (Preparations of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 ('the IRDA Regulations') read with Section 211 of the Companies Act, 1956 ('the Act').

These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.





Without qualifying our opinion. Attention is invited to Notes to Accounts:

- a. Note number 8(a), 8(b) (ii), 8 (c) and 8 (d) in Schedule 16 B regarding non-compliance of Insurance Regulatory and Development Authority (IRDA) Regulations during the year.
- b. Note number 12 in Schedule 16 B, which describe deferment of gratuity liability of the company to the extent of Rs.10293.60 lakhs, pursuant to the circular dated 18-04-2011 of IRDA to Public sector insurance companies.
- c. Note number 8 (b) (i) in Schedule 16 B, non-disclosure of segment reporting in respect of Public and Product Liability of Foreign Business.
- d. Note 16 in Schedule 16 B, which describes deferment of the liability on dismantling of the Indian Motor Third Party Insurance Pool by the Company to the extent of Rs. 130331.16 lakhs pursuant to the exercise of the option for the accounting treatment for the same prescribed under paragraph 3(b) of Insurance Regulatory and Development Authority Order no. IRDA/F&A/ORD/MTAP/070/03/2012 dated 22nd March 2012.

We report that:

1.
 - a. *In view of non-availability of balance confirmations of some loans and investments (Refer Note number 9, notes to accounts in Schedule 16 B), we are unable to comment on the impact of adjustments arising out of reconciliation / confirmation of such balances on the financial statements.*
 - b. *The historical/weighted average cost of listed and unlisted equity / equity related instruments / preference shares, the value of which were impaired on or before 31.03.2000 is not available with the Company. As a result, the reversal of impairment losses recognized in Profit and Loss/Revenue account prior to 01.04.2000 has not been accounted for. (Refer Significant Accounting Policy in schedule 16 under 13 L and M(II)).*
 - c. *Balances due to/from persons or bodies carrying on Insurance Business and balances of inter office accounts are pending for reconciliation/confirmation as stated in Note number 3 (a) and (c) of Notes to accounts, in schedule 16 B. Consequential effect, if any, is not ascertainable.*
 - d. *The accounting of Tax Liability for Branches in Foreign Countries is not in accordance with "Accounting Standard 22 - Accounting for Taxes on Income" as it does not recognize deferred tax assets and liabilities. (Refer Notes to accounts note number 11 C v 3 in Schedule 16 B)*
2. *The Company's internal audit system requires strengthening in the areas of audit coverage and compliance.*
3. *Overall impact of the above Para 1 (a) to (d) and the consequential*



effects on Revenue Accounts, Profit and Loss Accounts and Reserve and Surplus as on 31st March, 2012 are not ascertainable.



Subject to above, we further report that:

- a. We have obtained all the information and explanations, which, to the best of our knowledge and belief were necessary for the purposes of our audit and found them satisfactory.
 - b. In our opinion, proper books of accounts, as required by law, have been kept by the Company so far as appears from our examination of those books.
 - c. The Balance Sheet, Revenue Accounts, Profit and Loss Account and Receipts and Payments Account are in agreement with the books of accounts.
 - d. The actuarial valuations of liability in respect of claims Incurred But Not Reported (IBNR) and those Incurred But Not Enough Reported (IBNER) as at 31st March, 2012, have been duly certified by the Company's Appointed Actuary and relied upon by us. The Appointed Actuary has also certified that the assumptions considered by him for such valuations are in accordance with guidelines and norms prescribed by the Insurance Regulatory and Development Authority (IRDA) and the Actuarial Society of India in concurrence with the IRDA.
 - e. As per Circular Number 8/2002 dated 22.03.2002 of the Department of Company Affairs, the directors of the Government Companies are exempted from applicability of the provisions of section 274 (1)(g) of the Companies Act, 1956.
 - f. The reports of the regional auditors consolidating divisional auditors' reports, reports of the foreign branches and foreign agencies auditors have been forwarded to us and considered by us and were adequate for the purposes of our audit.
4. We further report that in our opinion and to the best of our information and according to the information and explanation given to us;
- a. The Balance Sheet, Profit and Loss Account and Receipts and Payment Account comply with the accounting standards referred to in Section 211 (3C) of the Companies Act, 1956 to the extent applicable to the Company and are also in conformity with the accounting principles as prescribed in the IRDA Regulations, except preparation of Receipts and Payments Account has been drawn by "Indirect Method" instead of "Direct Method" as required by Part I of Schedule B.
 - b. The investments have been valued in accordance with the provisions of the Insurance Act, 1938, the regulations and orders/ directions issued by IRDA in this regard.





c. The said accounts read together with significant accounting policies and notes to accounts thereon have been drawn up in accordance with the applicable provisions of the Insurance Act, 1938, the Insurance Regulatory and Development Authority Act, 1999 and the Companies Act, 1956, to the extent applicable and in the manner so required, and subject to paragraph 1(a) to (d) above, give a true and fair view in conformity with the accounting principles generally accepted in India as applicable to insurance companies:

- (i) of the state of affairs of the Company, in so far it relates to the Balance Sheet as at 31st March, 2012;
- (ii) of the deficit, in so far it relates to the Revenue Accounts of Fire, Marine and Miscellaneous Business for the financial year ended on that date;
- (iii) of the Profit, in so far it relates to the Profit and Loss Account for the financial year ended on that date, and
- (iv) for the receipts and payments, in so far it relates to the Receipts and Payments Account for the financial year ended on that date.

5. Further on the basis of our examination of books and records of the Company and according to the information and explanations given to us and to the best of our knowledge and belief, we certify that:

- a. We have reviewed the management report attached to the financial statements for the year ended 31st March, 2012 and there is no apparent mistake or material inconsistency with the financial statements; and
- b. Based on the information and explanations received during the normal course of our audit and management representation by officer of the Company charged with the compliance, nothing has come to our attention which causes to believe that the Company has not complied with the terms and conditions of registration as stipulated by the IRDA.

For FORD, RHODES, PARKS & CO.
Firm Registration no:102860W
Chartered Accountants

Shrikant B. Prabhu
Partner
Membership No. 35296

For S.R. GOYAL & CO.
Firm Registration no:001537C
Chartered Accountants

Anil Goyal
Partner
Membership No.071158

For L.B. JHA & CO.
Firm Registration no:301088E
Chartered Accountants

Tirtha Mandal
Partner
Membership No.050070

Place: Mumbai
Date: 9th June, 2012



The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]



Fire Insurance Revenue Account for the year ended 31st March, 2012

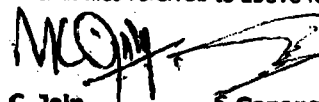
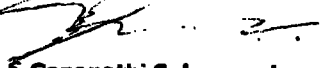


Particulars	Schedule	Current year ₹ (000)	Previous year ₹ (000)
1.Premium Earned (Net)	1	13789681	12124747
2.Profit on Sale or Redemption of Investments (Policy Holders)	-	989174	1086873
Loss on Sale or Redemption of Investments (Policy Holders)		0	0
3.Interest, Dividend and Rent (Gross)	-	2135850	1482325
4. Premium Deficiency		(1100382)	0
Total (A)		15814323	14693945
1.Claims Incurred (Net)	2	16573456	12722669
2.Commission	3	1930106	1777956
3.Operating Expenses Related to Insurance Business	4	4032331	4042548
4.Others - Foreign Taxes		9648	51
Amortisation, Write off, Provisions - Investments		(12955)	23516
Total (B)		22532586	18566740
Operating Profit/ (Loss) C=(A-B)		(6718263)	(3872795)
Appropriations			
Transfer to Share Holders Account (Profit and Loss Account)	-	(6718263)	(3872795)
Transfer to Catastrophic Reserves	-	0	0
Transfer to Other Reserves	-	0	0
Total		(6718263)	(3872795)

Significant Accounting Policies and Notes to Accounts

16

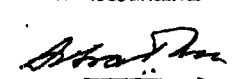
As required by section 40C(2) of the Insurance Act 1938, we certify that, to the best of our knowledge and according to the information and explanations given to us, and so far as appears from our examination of the Company's books of account, all expenses of management, wherever incurred, whether directly or indirectly in respect of fire insurance business have been fully debited in the fire insurance revenue account as expenses.

The schedules referred to above form integral part of the revenue account

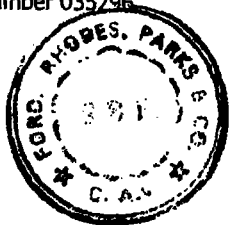
 V. C. Jain Company Secretary	 S. Ganapathi Subramanian Director	 Prakash Bakliwal Director	 A. R. Sekar Chairman-Cum- Managing Director (O)
---	--	---	--

As per our report of even date

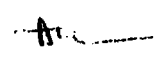
For FORD, RHODES, PARKS & CO.
Firm Reg No.102860W
Chartered Accountants


Shrikant B. Prabhu
Partner
Membership Number 035296

Mumbai
June 09, 2012



For S R GOYAL & CO.
Firm Reg. No.001537C
Chartered Accountants


Anil Goyal
Partner
Membership Number 071158



For L B JHA & CO
Firm Reg. No.301088E
Chartered Accountants


T Mandal
Partner
Membership Number 050070



The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]



Marine Insurance Revenue Account for the year ended 31st March, 2012

Particulars	Schedule	Current year ₹ (000)	Previous Year ₹ (000)
1. Premium Earned (Net)	1	3025315	2289914
2. Profit on Sale or Redemption of Investments (Policy Holders)	-	257933	292865
Loss on Sale or Redemption of Investments (Policy Holders)	-	0	0
3. Interest, Dividend and Rent (Gross)	-	556935	399423
4. Premium Deficiency	-	0	0
Total (A)		3840183	2982202
1. Claims Incurred (Net)	2	2776413	2576432
2. Commission	3	224327	322264
3. Operating Expenses Related to Insurance Business	4	1031705	967194
4. Others - Foreign Taxes	-	23	0
Amortisation, Write off, Provisions - Investments	-	(3378)	6336
Total (B)		4029090	3872226
Operating Profit/ (Loss) C=(A-B)		(188907)	(890024)
Appropriations			
Transfer to Share Holders Account (Profit and Loss Account)	-	(188907)	(890024)
Transfer to Catastrophic Reserves	-	0	0
Transfer to Other Reserves	-	0	0
Total		(188907)	(890024)

Significant Accounting Policies and Notes to Accounts

16

As required by section 40C(2) of the Insurance Act 1938, we certify that, to the best of our knowledge and according to the information and explanations given to us, and so far as appears from our examination of the Company's books of account, all expenses of management, wherever incurred, whether directly or indirectly in respect of marine insurance business have been fully debited in the marine insurance revenue account as expenses.

The schedules referred to above form integral part of the revenue account


V. C. Jain
 Company Secretary


S. Ganapathi Subramanian
 Director


Prakash Bakliwal
 Director

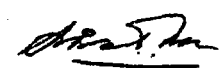

A. R. Sekar
 Chairman-Cum- Managing Director (O)

As per our report of even date

For FORD, RHODES, PARKS & CO.
Firm Reg No.102860W
Chartered Accountants

For S R GOYAL & CO.
Firm Reg. No.001537C
Chartered Accountants

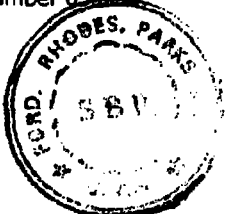
For L B JHA & CO
Firm Reg. No.301088E
Chartered Accountants


Shrikant B. Prabhu
Partner
Membership Number 035206

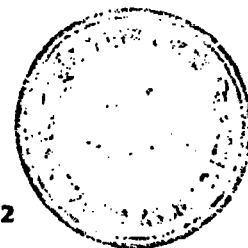

Anil Goyal
Partner
Membership Number 071158


T Mandal
Partner
Membership Number 050070

Mumbai
June 09, 2012



The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]



Miscellaneous Insurance Revenue Account for the year ended 31st March, 2012

Particulars	Schedule	Current year ₹ (000)	Previous year ₹ (000)
1.Premium Earned (Net)	1	61930868	50318571
2.Profit on Sale or Redemption of Investments (Policy Holders)	-	3502432	4478142
Loss on Sale or Redemption of Investments (Policy Holders)		0	0
3.Interest, Dividend and Rent (Gross)	-	7562540	6107486
4. Premium Deficiency		0	0
Total (A)		72995840	60904199
1.Claims Incurred (Net)	2	51525418	49949581
2.Commission	3	6820551	4386491
3.Operating Expenses Related to Insurance Business	4	15579143	14422524
4.Others - Foreign Taxes		5234	0
Amortisation, Write off, Provisions - Investments		(45861)	96889
Total (B)		73884485	68855485
Operating Profit/ (Loss) C=(A-B)		(888645)	(7951286)
Appropriations			
Transfer to Share Holders Account (Profit and Loss Account)			
Transfer to Catastrophic Reserves	-	(888645)	(7951286)
Transfer to Other Reserves	-	0	0
Total		(888645)	(7951286)

Significant Accounting Policies and Notes to Accounts

16

As required by section 40C(2) of the Insurance Act 1938, we certify that, to the best of our knowledge and according to the information and explanations given to us, and so far as appears from our examination of the Company's books of account, all expenses of management, wherever incurred, whether directly or indirectly in respect of miscellaneous insurance business have been fully debited in the miscellaneous insurance revenue account as expenses.

The schedules referred to above form integral part of the revenue account

V. C. Jain
Company Secretary

S. Ganapathi Subramanian
Director

Prakash Bakliwal
Director

A. R. Sekar
Chairman-Cum- Managing Director (O)

As per our report of even date

For FORD, RHODES, PARKS & CO.
Firm Reg No.102860W
Chartered Accountants

For S R GOYAL & CO.
Firm Reg. No.001537C
Chartered Accountants

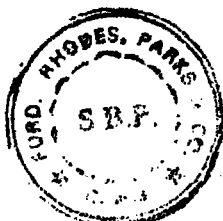
For L B JHA & CO
Firm Reg. No.301088E
Chartered Accountants

Shrikant B. Prabhu
Partner
Membership Number 035296

Anil Goyal
Partner
Membership Number 071158

T Mandal
Partner
Membership Number 050070

Mumbai
June 09, 2012



The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]



Profit and Loss Account for the year ended 31st March, 2012

Particulars	Schedule	Current year ₹ (000)	Previous year ₹ (000)
1. Operating Profit / (Loss)			
a. Fire Insurance	-	(6718263)	(3872795)
b. Marine Insurance	-	(188907)	(890024)
c. Miscellaneous Insurance	-	(888645)	(7951286)
2. Income from Investments			
a. Interest, Dividend and Rent (Gross) - Share Holders	-	5701916	5578048
b. Profit on Sale of Investment - Share Holders	-	2640723	4089947
Less: Loss on Sale of Investment - Share Holders	-	0	0
3. Other Income Misc Receipts - Credit Balances Written Back		10110	(29969)
Total (A)=1+2+3		556934	(3076079)
4. Provisions (Other Than Taxation)			
a. Others - Amortisation, Provision For Thinly Traded Shares - Shareholders	-	38862	35511
b. For Doubtful Debts - Investments(Shareholders)	-	(115102)	(18305)
c. For Doubtful Debts - Operations	-	(996755)	930587
d. For Diminution In Value Of Investments (Shareholders)	-	41662	71284
5. Other Expenses(Other Than Those Related To Insurance Business)			
a. Others - Interest On Income/Service Tax	-	30389	22512
b. (Profit)/Loss On Sale Of Assets	-	(5375)	(4856)
c. Penalty For Breach Of Tariff	-	1600	852
Total (B)=(4+5)		(1004719)	1037585
Profit Before Tax (A-B)	-	1561653	(4113664)
Provision For Taxation - Current Tax	-	60792	165582
Deferred Tax	-	(304734)	(72774)
Wealth Tax	-	12427	9133
Profit After Tax	-	1793168	(4215605)
Transfer from General Reserves for UK Equalization Reserve		508285	
Appropriations			
a. Proposed Final Dividend	-	(400000)	0
b. Dividend Distribution Tax.	-	(64890)	3284
c. Transfer to General Reserves	-	(1328278)	4212321
d. Transfer to UK Equalization Reserves	-	(508285)	
Profit / (Loss) Carried Forward to The Balance Sheet	-	0	0

Basic and diluted earnings per share (₹) {Refer Note 11 B to notes to accounts in Schedule 16 B}

8.97 (21.08)

Significant Accounting Policies and Notes to Accounts

The schedules referred to above form integral part of the Profit and Loss Account

16

V. C. Jain
Company Secretary

S Ganapathi Subramanian
Director

Prakash Bakliwal
Director

A. R. Sekar
Chairman-Cum- Managing Director (O)

As per our report of even date

For FORD, RHODES, PARKS & CO.
Firm Reg No.102860W
Chartered Accountants

For S R GOYAL & CO.
Firm Reg. No.001537C
Chartered Accountants

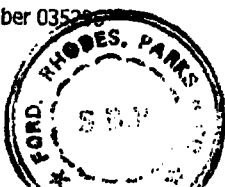
For L B JHA & CO
Firm Reg. No.301088E
Chartered Accountants

Shrikant B. Prabhu
Partner
Membership Number 035225

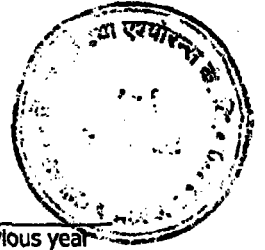
Anil Goyal
Partner
Membership Number 071158

T Mandal
Partner
Membership Number 050070

Mumbai
June 09, 2012



The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]



Balance Sheet as at 31st March, 2012

Particulars	Schedule	Current year ₹ (000)	Previous year ₹ (000)
A. Sources of Funds			
1. Share Capital	5 & 5A	2000000	2000000
2. Reserves and Surplus	6	75312971	69115405
3. Fair Value Change Account	-	154451957	167320075
4. Borrowings	7	0	0
Total A		231764928	238435480
B. Application of Funds			
1. Investments	8	282032202	284782244
2. Loans	9	4233085	4856564
3. Fixed Assets	10	1547211	1568312
4. Deferred Tax Assets		1323298	1018563
5. Current Assets			
a. Cash and Bank Balances	11	71421744	53044531
b. Advances and Other Assets	12	61069897	50942487
Sub Total(a+b)		132491641	103987018
c. Current Liabilities	13	134709519	112783566
d. Provisions	14	56182350	46366135
Sub Total(c+d)		190891869	159149701
Net Current Assets (a+b-c-d)		(58400228)	(55162683)
6. Miscellaneous Expenditure - Contribution to Gratuity Fund-Deferred (to the extent not written off or adjusted)	15	1029360	1372480
Total B		231764928	238435480

Significant Accounting Policies and Notes to Accounts 16
The Schedules referred to above form Integral part of the Balance Sheet

V. C. Jain
Company Secretary

S. Ganapathi Subramanian
Director

Prakash Bakliwal
Director

A. R. Sekar
Chairman-Cum- Managing Director (O)

As per our report of even date

For FORD, RHODES, PARKS & CO.
Firm Reg No.102860W
Chartered Accountants

For S R GOYAL & CO.
Firm Reg. No.001537C
Chartered Accountants

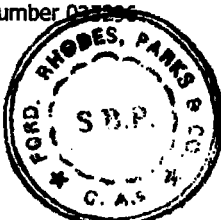
For L B JHA & CO
Firm Reg. No.301088E
Chartered Accountants

Shrikant B. Prabhu
Partner
Membership Number 037296

Anil Goyal
Partner
Membership Number 071158

T Mandal
Partner
Membership Number 050070

Mumbai
June 09, 2012







The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]




Receipts & Payments Account /Cash Flow Statement for the period 01.04.2011 to 31.03.2012

Description	Current Year ₹ (000)	Previous Year ₹ (000)
OPERATING ACTIVITIES		
Profit Appropriated to General Reserve	1328278	(4212321)
Adjustments for Non-Cash Items		
Unexpired Risks Reserves	10066592	7189051
Provisions -Outstanding Claims	16500196	14287379
Depreciation	772977	632017
Provision- Dividend and Dividend tax	464890	(3284)
Provision for Taxes	73219	174715
Deferred Tax	(304734)	(72774)
Reserve for Doubtful Debts	(1202659)	(707551)
Foreign Currency Translation Reserve	4869288	1025658
Other Provisions - Outstanding Expenses	1495619	403126
Prepaid Expenses	215216	43527
Deferred - Contribution to Gratuity Trust	343120	(1372480)
Profit or Loss on Sale of Asset	(5375)	(4856)
Balances Written Back	(306657)	26007
Total Non Cash Items	32981692	17418214
Items Considered Separately		
Investment Items - Interest Dividend & Rent	(15957241)	(13567283)
Investment Items - Profit on sale of Investments	(7390262)	(9947827)
Provision for thinly traded shares	(74932)	(13560)
Provision for Bad Debts	(322121)	(62828)
Impairment	111558	244665
Amortisation	188723	46954
Total of Items Considered Separately	(23444275)	(5881665)
Net Increase /Decrease in Current Assets	4000199	5958707
Net Cash (In)Flow from Operating Activities Before Tax	6866496	77042
Net Tax Expense	891026	(925801)
Net Cash (In)Flow from Operating Activities After Tax	5974470	(848759)
INVESTING ACTIVITIES		
Interest, Dividend and Rent	15324315	13197948
Net Increase/decrease in Investments	(2798550)	(2128308)
Net Increase/decrease in Loans	623479	736908
Net Additions to Assets	(746501)	(573966)
Net Cash (In)Flow from Investing Activities	12402743	11232682
FINANCING ACTIVITIES		
Dividend Paid	0	(991174)
Increase in Cash and Bank Balances during the year	18377213	9392649
Cash and Bank Balances as per Schedule 11 at the end of the period	71421744	53044531
Cash and Bank Balances as per Schedule 11 at the beginning of the period	53044531	43651882

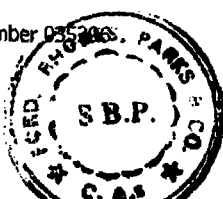
   
V. Jain **S. Ganapathi Subramanian** **Prakash Bakliwal** **A. R. Sekar**
 Company Secretary Director Director Chairman-Cum- Managing Director (O)

As per our report of even date

For FORD, RHODES, PARKS & CO.
Firm Reg. No.102860W
Chartered Accountants

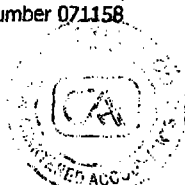

Shrikant B. Prabhu
 Partner
 Membership Number 0552068

Mumbai
June 09, 2012



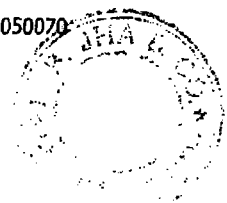
For S R GOYAL & CO.
Firm Reg. No.001537C
Chartered Accountants


Anil Goyal
 Partner
 Membership Number 071158



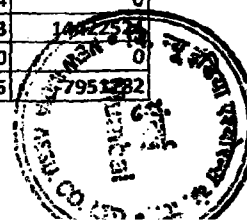
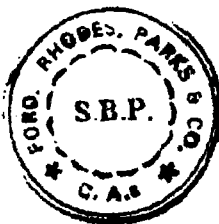
For L B JHA & CO
Firm Reg. No.301088E
Chartered Accountants


T Mandal
 Partner
 Membership Number 050070



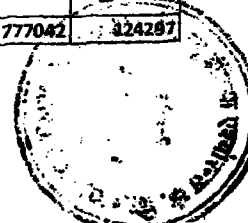
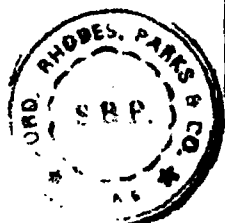
The New India Assurance Co. Ltd.

Revenue Accounts Elements	Segment	SEGMENT REPORTING SCHEDULE FOR THE YEAR ENDED 31ST MARCH, 2012 - Global (₹000)									
		Fire		Marine Cargo		Marine Hull		Total Marine		Total Misc.	
		CY	PY	CY	PY	CY	PY	CY	PY	CY	PY
Premium Direct		15783279	13544552	3522578	3105118	4112799	2960671	7635377	6065789	77320128	62644782
Premium Accepted		7636379	6290105	63648	39268	290461	222295	354109	261563	13163075	8118962
Premium Ceded		-9119616	-6555334	-476894	-811045	-3608881	-2490991	-4085775	-3302036	-20974881	-15146098
Net Premium		14300042	13279323	3109332	2333341	794379	691975	3903711	3025316	69508322	55617646
Unexpired Risk Reserve Op.		6639661	5485085	2333341	1842967	691975	446947	3025316	2289914	28682413	23383341
Unexpired Risk Reserve Cl.		-7150019	-6639661	-3109331	-2333341	-794379	-691975	-3903710	-3025316	-36259870	-28682413
Net Earned Premium		13789684	12124747	2333342	1842967	691975	446947	3025317	2289914	61930866	50318574
Profit on Realisation of Investment		989174	1086873	158384	186114	99549	106751	257933	292865	3502432	4478142
Other Income/Expense (Apportioned)		0	0	0	0	0	0	0	0	0	0
Interest Dividend and Rent		2135850	1482325	341987	253831	214948	145592	556935	399423	7562539	6107486
Investment Provisions		12952	-23516	2074	-4027	1304	-2310	3378	-6337	45861	-96889
Total Investment Income		3137976	2545682	502445	435918	315801	250033	818246	685951	11110832	10488739
Claims Paid Direct		8488431	8392816	1641299	1670768	1877416	1368292	3518715	3039060	52313877	47944813
Claims Paid Accepted		7168526	2492418	31559	15564	180867	285670	212426	301234	6399190	4663601
Claims Paid Ceded		-5745049	-3901527	-203916	-393342	-1432278	-1260843	-1636194	-1654185	-16344832	-10326921
Net Claim Paid		9911908	6983707	1468942	1292990	626005	393119	2094947	1686109	42368236	42281492
Cl O/S Claims Direct		33577123	23349300	3289249	2966333	4667451	5118912	7956700	8085245	70991707	64310782
Cl O/S Claims Accepted		16369201	10824286	78580	53901	387986	336785	466566	390686	30409424	22905921
Cl O/S Claims Ceded		-23285670	-14174481	-934993	-1088247	-2885914	-3466789	-3820907	-4555036	-26604792	-21577544
Net Cl. O/S Claim		26660654	19999105	2432836	1931987	2169523	1988908	4602359	3920895	74796339	65639159
Op O/S Claims Direct		-23349300	-18482738	-2966333	-2342074	-5118912	-5094038	-8085245	-7436112	-64310782	-63705825
Op O/S Claims Accepted		-10824286	-5435816	-53901	-55633	-336785	-323335	-390686	-378968	-22905921	-13969148
Op O/S Claims Ceded		14174481	9658410	1088247	859537	3466789	3924974	4555036	4784511	21577544	19703909
Net Op. O/S Claim		-19999105	-14260144	-1931987	-1538170	-1988908	-1492399	-3920895	-3030569	-65639159	-57971064
Incurred Claims Direct		18716254	13259378	1964215	2295026	1425955	1393165	3390171	3688191	58994800	48549768
Incurred Claims Accepted		12713441	7880889	56238	13833	232068	299120	288307	312953	13902691	13600372
Incurred Claims Ceded		-14856239	-8417598	-50661	-622053	-851403	-802659	-902064	-1424712	-21372078	-12200558
Net Incurred Claims		16573456	12722669	1969793	1686806	806621	889626	2776414	2576432	51525414	49949582
Commission Direct		1624505	1412864	499952	435350	303387	68368	803339	503718	6389180	5613804
Commission Accepted		1401791	1053411	14468	9942	62219	40212	76687	50154	948361	719433
Commission Ceded		-1096191	-688319	-84818	-88046	-570881	-143563	-655699	-231609	-516988	-1946748
Net Incurred Commission		1930105	1777956	429602	357246	-205275	-34983	224327	322263	6820552	4386489
Foreign Taxes		9648	51	16	0	7	0	23	0	5234	0
Operating Expenses Related to Insurance		4032331	4042548	463100	480648	568606	486546	1031706	967194	15579143	14422524
Premium Deficiency		1100383						0	0	0	0
Revenue Accounts Result		-6718263	-3872795	-26724	-245814	-162183	-644209	-188907	-890023	-888645	-7951282



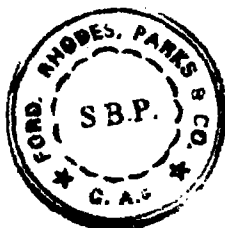
The New India Assurance Co. Ltd

Revenue Accounts Elements	Segment	SEGMENT REPORTING SCHEDULE FOR THE YEAR ENDED 31ST MARCH, 2012 - Global ('000)											
		Motor OD		Motor TP (Excluding Pool)		Motor TP Pool		Total Motor		Health		*Liability	
		CY	PY	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY
Premium Direct		22822262	18705503	4509134	3810939	9961249	5787859	37292645	28304301	23666944	20181554	2898041	2249001
Premium Accepted		154463	124186	0	662	9837995	5394649	9992458	5519497	0	0	25762	24088
Premium Ceded		-2443844	-2408509	-450913	-382409	-9961249	-5781281	-12856006	-8572199	-2344270	-2011160	-663817	-342754
Net Premium		20532881	16421180	4058221	3429192	9837995	5401227	34429097	25251599	21322674	18170394	2259986	1930335
Unexpired Risk Reserve Op.		8703225	7032041	1748888	1613208	2862650	2537222	13314763	11182471	9085197	7038962	1003774	700370
Unexpired Risk Reserve Cl.		-10920570	-8703225	-2108147	-1748888	-5311663	-2862650	-18340380	-13314763	-10661337	9085197	-1135179	-1003774
Net Earned Premium		18315536	14749996	3698962	3293512	7388983	5075799	29403481	23119307	19746534	16124159	2128581	1626931
Profit on Realisation of Investment		511729	649742	1004161	1627804	864595	824195	2380485	3101741	446558	533107	156046	202418
Other Income/Expense (Apportioned)		0	0	0	0	0	0	0	0	0	0	0	0
Interest Dividend and Rent		1104938	886147	2168210	2220070	1866855	1124072	5140003	4230289	964219	727075	336939	276067
Investment Provisions		6701	-14058	13149	-35219	11321	-17832	31171	-67109	5847	-11534	2043	-4380
Total Investment Income		1623368	1521831	3185520	3812655	2742771	1930435	7551659	7264921	1416624	1248648	495028	474105
Claims Paid Direct		12352267	11057519	8115164	9447095	5075714	3983596	25543145	24488210	20579958	18067755	999512	1038281
Claims Paid Accepted		177521	152388	0	0	4908185	3134277	5085706	3286665	0	0	855	3131
Claims Paid Ceded		-1612987	-1545276	-1583255	-1714945	-9484528	-4010556	-12680770	-7270777	-1987784	-1829029	-94465	-33689
Net Claim Paid		10916801	9664631	6531909	7732150	499372	3107316	17948082	20504097	18592174	16238726	905902	1007723
CI O/S Claims Direct		7083531	5492934	28707499	31938183	15170977	10594316	50962007	48025433	3806435	3151467	3977078	3770799
CI O/S Claims Accepted		68180	65697	0	0	28329439	20421152	28397619	20486849	0	0	7395	6315
CI O/S Claims Ceded		-537686	-480845	-6014365	-6644704	-15170479	-10594316	-21722530	-17719865	-256050	-210718	-670164	-578513
Net Cl. O/S Claim		6614025	5077786	22693134	25293479	28329937	20421152	57637096	50792417	3550385	2940749	3314309	3198601
Op O/S Claims Direct		5492934	5273867	31938183	35486057	10594316	7731851	48025433	48491775	3151467	2844968	3770799	3796855
Op O/S Claims Accepted		65697	68474	0	0	20421152	12435914	20486849	12504388	0	0	6315	1466
Op O/S Claims Ceded		480845	570513	6644704	7526948	10594316	7731851	17719865	15829312	210718	198968	578513	821354
Net Op. O/S Claim		-5077786	-4771828	-25293479	-27959109	-20421152	-12435914	-50792417	-45166851	-2940749	-2646000	-3198601	-2976967
Incurred Claims Direct		13942864	11276586	4884480	5899220	9652375	6846061	28479719	24021867	21234926	18374254	1205790	1012225
Incurred Claims Accepted		180004	149611	0	0	12816473	11119514	12996476	11269125	0	0	1935	7980
Incurred Claims Ceded		-1669828	-1455608	-952915	-832702	-14060691	-6873021	-16683434	-9161331	-2033116	-1840779	-186117	209153
Net Incurred Claims		12453039	9970589	3931565	5066518	8408157	11092554	24792761	26129661	19201810	16533475	1021607	1229358
Commission Direct		2786614	2328478	0	0	0	0	2786614	2328478	1834157	1655291	380725	325129
Commission Accepted		3741	4146	0	66	0	49308	3741	53520	0	0	3033	2513
Commission Ceded		-301665	-320282	-1	0	577940	-578786	276274	-899068	-312849	-284799	-62544	-43545
Net Incurred Commission		2488690	2012342	-1	66	577940	-529478	3066629	1482930	1521308	1370492	321214	284097
Foreign Taxes		3329	0	0	0	0	0	3329	0	94	0	334	0
Operating Expenses Related to Insurance		3956068	3837723	776370	776852	3408978	2279133	8141415	6893707	4074908	4113250	503412	463284
Premium Deficiency								0	0				
Revenue Accounts Result		1037778	451173	2176548	1262731	-2263321	-5835975	951005	-4122070	-3634962	-4644410	777042	324287



The New India Assurance Co. Ltd.

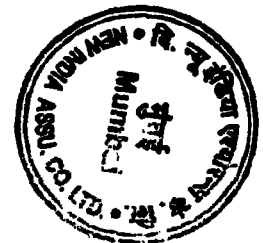
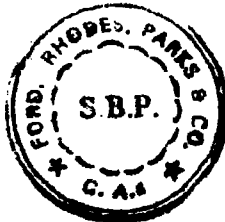
Segment	SEGMENT REPORTING SCHEDULE FOR THE YEAR ENDED 31ST MARCH, 2012 - Indian ('000)									
	Fire		Marine Cargo		Marine Hull		Total Marine		Total Misc.	
	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY
Revenue Accounts Elements										
Premium Direct	11508085	10492612	2940360	2657861	3123877	2837753	6064237	5495614	67856328	54983153
Premium Accepted	915044	840558	6910	1962	56099	100355	63009	102317	11692300	6972930
Premium Ceded	-5694452	-4167768	-415810	-773914	-2634932	-2405424	-3050742	-3179338	-19780838	-14360292
Net Premium	6728677	7165402	2531460	1885909	545044	532684	3076504	2418593	59767790	47595791
Unexpired Risk Reserve Op.	3582701	2903090	1885909	1427132	532684	300452	2418593	1727584	24472786	19670755
Unexpired Risk Reserve Cl.	-3364336	-3582701	-2531459	-1885909	-545044	-532684	-3076503	-2418593	-31129238	-24474347
Net Earned Premium	6947042	6485791	1885910	1427132	532684	300452	2418594	1727584	53111339	42792199
Profit on Realisation of Investment	988849	1086757	158332	186094	99516	106740	257848	292834	3501921	4471832
Other Income/Expense (Apportioned)	0	0	0	0	0	0	0	0	0	-11
Interest Dividend and Rent	1981000	1366974	317193	234078	199364	134262	516557	368340	7319230	5910480
Investment Provisions	21465	-23726	3437	-4063	2161	-2330	5598	-6393	59238	-97246
Total Investment Income	2991314	2430005	478962	416109	301041	238672	780003	654781	10880389	10285055
Claims Paid Direct	5614180	7006057	1523486	1580275	1845723	1335420	3369209	2915695	46903693	43413482
Claims Paid Accepted	479587	110911	0	-175	67513	104672	67513	104497	5446323	3911816
Claims Paid Ceded	-2597829	-1541318	-202320	-382895	-1420663	-1207611	-1622983	-1590506	-15805957	-9573938
Net Claim Paid	3495938	5575650	1321166	1197205	492573	232481	1813739	1429686	36544060	37751360
Gl O/S Claims Direct	22387196	18432712	3051471	2776870	4407015	4940067	7458486	7716937	63772266	58237487
Cl O/S Claims Accepted	1205054	1120928	0	0	251670	231359	251670	231359	29390834	22084543
Cl O/S Claims Ceded	-8935863	-6636253	-850108	-1013178	-2885662	-3466688	-3735770	-4479866	-26085941	-21146976
Net Cl. O/S Claim	14656387	12917387	2201363	1763692	1773023	1704738	3974386	3468430	67077159	59175054
Op O/S Claims Direct	-18432712	-15832571	-2776870	-2108101	-4940067	-4925390	-7716937	-7033491	-58237490	-58063049
Op O/S Claims Accepted	-1120928	-1001876	0	0	-231359	-249431	-231359	-249431	-22084515	-13359215
Op O/S Claims Ceded	6636253	7137299	1013177	764945	3466688	3924822	4479865	4689767	21146978	19395384
Net Op. O/S Claim	-12917387	-9697148	-1763693	-1343156	-1704738	-1249999	-3468431	-2593155	-59175027	-52026880
Incurred Claims Direct	9568664	9606198	1798086	2249044	1312670	1350096	3110757	3599140	52438470	43587919
Incurred Claims Accepted	563713	229963	0	-175	87824	86599	87825	86424	12752640	12637113
Incurred Claims Ceded	-4897440	-1040272	-39249	-631128	-839637	-749477	-878886	-1380605	-20744919	-11326386
Net Incurred Claims	5234937	8796889	1758838	1617741	560858	687218	2319696	2304959	44446192	44898646
Commission Direct	652773	667902	346143	317422	56889	42799	403032	360221	4374771	3924408
Commission Accepted	22007	46919	300	61	10082	18232	10382	18293	393444	523604
Commission Ceded	-945023	-568610	-68550	-77345	-329273	-129067	-397823	-206412	-413984	-1862103
Net Incurred Commission	-270243	146211	277893	240138	-262302	-68036	15591	172102	4354230	2565503
Foreign Taxes	0	0	0	0	0	0	0	0	10468	0
Operating Expenses Related to Insurance	3865551	3736195	443946	444224	545088	449675	989034	893899	15119251	13326662
Premium Deficiency	1100383		0		0		0	0	0	
Revenue Accounts Result	7727	-3762499	-115805	-458862	-9919	-529733	-125724	-988595	72055	-7733857



The New India Assurance Co. Ltd

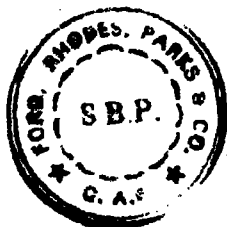
SEGMENT REPORTING SCHEDULE FOR THE YEAR ENDED 31ST MARCH, 2012 - Indian ('000)														
Segment	Motor OD		Motor TP (Excluding Pool)		Motor TP Pool		Total Motor		Health		Liability		Personal Accident	
	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY
Revenue Accounts Elements														
Premium Direct	15933513	13435011	4509134	3810939	9961249	5787859	30403896	23033809	23491736	20033687	2227984	1630583	1419888	1254908
Premium Accepted	0	0	0	662	9837995	5394649	9837995	5395311	0	0	22598	22787	52364	22564
Premium Ceded	-1595700	-2015415	-450913	-382409	-9961249	-5781281	-12007862	-8179105	-2344096	-2003367	-613019	-295188	-202570	-229980
Net Premium	14337813	11419596	4058221	3429192	9837995	5401227	28234029	20250015	21147640	18030320	1637563	1358192	1269682	1047482
Unexpired Risk Reserve Op.	6052385	4688244	1748888	1613208	2862650	2537222	10663923	8838674	9015160	6985659	706259	388365	523746	412088
Unexpired Risk Reserve Cl.	-7625675	-6052386	-2108147	-1748888	-5311663	-2862650	-15045485	-10663924	-10573820	-9015160	-822539	-706260	-654779	-523746
Net Earned Premium	12764523	10055454	3698962	3293512	7388983	5075799	23852468	18424765	19588980	16000819	1521283	1040297	1138649	935834
Profit on Realisation of Investment	511561	649672	1004161	1627804	864595	824195	2380317	3101671	446411	533050	155995	202397	48041	61938
Other Income/Expense (Appportioned)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Interest Dividend and Rent	1024830	817189	2168210	2220070	1866855	1124072	5059895	4161331	894313	670496	312511	254584	96243	77908
Investment Provisions	11105	-14183	13149	-35219	11321	-17832	35575	-67234	9690	-11637	3386	-4419	1043	-1352
Total Investment Income	1547496	1452678	3185520	3812655	2742771	1930435	7475787	7195768	1350414	1191909	471892	482562	145327	138494
Claims Paid Direct	8408042	8034320	8115164	9447095	5075714	3983596	21598920	21465011	20484860	17957760	337164	254785	731814	903847
Claims Paid Accepted	0	0	0	0	4908185	3134277	4908185	3134277	0	0	840	1946	10057	12489
Claims Paid Ceded	-1182766	-1386414	-1583255	-1714945	-9484528	-4010556	-12250549	-7111915	-1987748	-1808887	-59927	-33928	-163880	-283513
Net Claim Paid	7225276	6647906	6531909	7732150	499372	3107316	14256557	17487372	18497112	16148873	278077	222803	577991	632823
CI O/S Claims Direct	3735954	7942213	28707499	31938183	15170977	10594316	47614430	45474712	3806435	3151345	1555273	1725608	711385	624684
CI O/S Claims Accepted	0	0	0	0	28329439	20421152	28329439	20421152	0	0	1268	957	4631	130118
CI O/S Claims Ceded	-436162	-442115	-6014365	-6644704	-15170479	-10594316	-21621006	-17681135	-256050	-210718	-474783	-406061	-99707	-134680
Net CI. O/S Claim	3299792	2500098	22693134	25293479	28329937	20421152	54322863	48214729	3550385	2940627	1081758	1320504	617309	620122
Op O/S Claims Direct	-2942213	-2833291	-31938183	-35486057	-10594316	-7731851	-45474712	-46051199	-3151346	-2844839	-1725608	-1643692	-624684	-826235
Op O/S Claims Accepted	0	0	0	0	-20421152	-12435914	-20421152	-12435914	0	0	-957	-1405	-130118	-264
Op O/S Claims Ceded	442116	514530	6644704	7526948	10594316	7731851	17681136	15773329	210718	198968	406061	640182	134681	245030
Net Op. O/S Claim	-2500097	-2318761	-25293479	-27959109	-20421152	-12435914	-48214728	-42713784	-2940628	-2645871	-1320504	-1004915	-620121	-581469
Incurred Claims Direct	9201783	8143242	4884480	5899220	9652375	6846061	23738638	20888523	21139949	18264266	166828	336702	818516	702295
Incurred Claims Accepted	0	0	0	0	12816473	11119514	12816472	11119514	0	0	1151	1498	-115431	142343
Incurred Claims Ceded	-1176812	-1313999	-952915	-832702	-14060691	-6873021	-16190418	-9019722	-2033080	-1820637	-128650	200194	-127908	-173164
Net Incurred Claims	8024970	6829243	3931565	5066518	8408157	11092554	20364692	22988315	19106869	16443629	39328	538394	575177	871474
Commission Direct	1317519	1135386	0	0	0	0	1317519	1135386	1792928	1626040	227650	185972	154031	138066
Commission Accepted	0	0	0	66	0	49308	0	49374	0	0	2260	2185	14045	6769
Commission Ceded	-239414	-302288	-1	0	577940	-578786	338525	-881074	-312805	-284755	-60105	-42153	-23376	-33624
Net Incurred Commission	1078105	833098	-1	66	577940	-529478	1656044	303686	1480123	1341285	169805	148004	144700	111211
Foreign Taxes	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Operating Expenses Related to Insurance	3792443	3447477	776370	776852	3408978	2279133	7977790	6503461	3906367	3694987	482591	416174	262922	264465
Premium Deficiency	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Revenue Accounts Result	1416501	398314	2176548	1262731	-2263321	-5835975	1329728	-4174929	-3553965	-4287173	1301451	392287	301177	27178

* Sub Segment	Premium	Claims Paid	Claims O/s at end	Claims O/s at beginning	Incurred Claims
Workmen's Compensation (Sub	1232526	780371	233814	202893	316601 443067 443067 266986 107347 378974
Segment of liability Insurance)					
Product Liability (Sub	117325	102072	1816	0	6313 0 0 8129 0
Segment of liability Insurance)					
Export credit Insurance (Sub	24878	14492	4199	0	1588 573 0 5787 573
Segment of credit shield Insurance)					



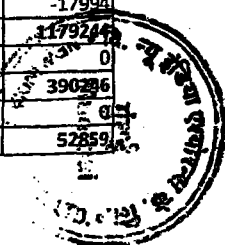
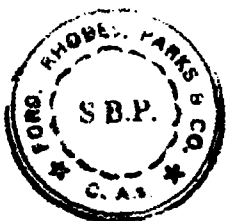
The New India Assurance Co. Ltd

		SEGMENT REPORTING SCHEDULE FOR THE YEAR ENDED 31ST MARCH 2012 - Indian ('000)																			
Revenue Accounts Elements	Segment	Aviation		Engineering		Credit Guarantee		Misc. TB		Misc RNTB		Misc UNTB		Credit Shield		Total Other Misc.		Total		CY	PY
		CY	PY	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY		
Premium Direct		1089651	744032	3930227	3342042	32	572	2259379	2220032	1231454	1007389	1521258	1492403	280823	223696	5012123	4720396	85428650	70971378		
Premium Accepted		49239	43638	642388	698738	0	0	1004528	628499	295	995	0	0	82893	160388	1004823	629494	12670353	7915805		
Premium Ceded		-1498682	-588931	-1941470	-1728845	-3	-57	-679875	-791156	-124163	-152275	-177052	-239106	-192046	-152282	-981093	-1182594	-28526032	-21707399		
Net Premium		-359792	198739	2631145	2311935	29	515	2584032	2057375	1107586	856109	1344206	1253297	171670	231802	5035853	4167296	69572971	57179784		
Unexpired Risk Reserve Op.		101356	110105	1202206	943432	258	0	1069835	704369	445177	449405	626648	642964	118218	195694	2141918	1796738	30474080	24301429		
Unexpired Risk Reserve Cl.		0	-101357	-1394580	-1202206	0	-258	-1297016	-1069835	-588081	-445177	-672103	-628206	-85835	-118218	-2552200	-2143476	-37570077	-30475642		
Net Earned Premium		-258436	207487	2438771	2053161	287	257	2361851	1691909	964682	860337	1298751	1268055	204053	309278	4625571	3820558	62476975	51005571		
Profit on Realisation of Investment		52617	66051	155386	173343	442	692	141385	169589	42787	68186	42345	51471	36195	43444	226959	289938	4748618	5851423		
Other Income/Expense (Appportioned)		0	0	0	0	0	0	0	0	0	0	0	-11	0	0	0	-11	0	-11		
Interest Dividend and Rent		105408	83082	311291	218040	954	944	283243	213317	92387	92995	84832	78533	78153	59250	461416	385789	9816787	7645794		
Investment Provisions		1142	-1442	3373	-3784	6	-15	3069	-3702	560	-1475	920	-1246	474	-940	4555	-6438	86301	-127366		
Total Investment Income		159167	147691	470050	387599	1402	1621	427697	379204	135734	159706	128097	128747	114822	101754	692930	669278	14651705	13369839		
Claims Paid Direct		311325	343174	1360914	1034388	0	-200	990356	433059	793379	653828	238075	332383	56886	35447	2021810	1419070	55887082	53335233		
Claims Paid Accepted		34012	17440	121308	129599	0	0	346113	201638	1221	181	0	27	24587	414220	347334	201846	5993423	4127223		
Claims Paid Ceded		-138391	-126372	-449518	-255197	0	20	-344057	236577	-126070	-120160	-228216	-45738	-57601	-24824	-698343	70899	-20026769	-12705762		
Net Claim Paid		206946	234242	1032704	908790	0	-180	992412	871273	668530	533849	9859	286643	23872	424843	1670801	1691614	41853737	44756694		
CI O/S Claims Direct		1514942	683775	4641006	2750883	0	12937	2710974	2223632	596436	822342	381723	570771	239662	196598	3689133	3629882	93617948	84387135		
CI O/S Claims Accepted		11057	14328	544311	406855	0	0	409011	338020	157	12	0	27	90960	773074	409168	338059	30847558	23436830		
CI O/S Claims Ceded		-542477	-305133	-2131455	-1335650	-1294	-1294	-622001	-785447	-111909	-115460	-127093	-58251	-99166	-113147	-862297	-960452	-38757574	-32263095		
Net CI O/S Claim		983522	392970	3053862	1822088	-1294	11643	2497984	1776205	484684	707084	254630	512549	231456	856525	3236004	3007489	85707932	75560870		
Op O/S Claims Direct		-683775	-719626	-2750883	-2176467	-12937	-13937	-2224487	-1845197	-821687	-923583	-570773	-482700	-196598	-535574	-3629684	-3285417	-84387139	-80929111		
Op O/S Claims Accepted		-14328	-6110	-406855	-279146	0	-36	-338019	-223266	-12	-25	0	-2	-773074	-413047	-338031	-223329	-23436802	-14610523		
Op O/S Claims Ceded		305133	396010	1335650	949476	1294	1394	785447	622760	115460	134282	58251	78877	113147	355076	960452	837313	32263096	31222449		
Net Op O/S Claim		-392970	-329726	-1822088	-1506137	-11643	-12579	-1777059	-1445703	-706239	-789326	-512522	-404678	-856525	-593545	-3007463	-2841433	-75560845	-64317185		
Incurred Claims Direct		1142493	307322	3251038	1608804	-12937	-1200	1476843	811494	568129	552787	49025	420455	99950	-303529	2081060	1783536	65117891	56793256		
Incurred Claims Accepted		30741	25658	258764	257308	0	-36	417105	316391	1366	167	0	25	-657527	774246	418471	316547	13404178	12953500		
Incurred Claims Ceded		-375734	-35495	-1245322	-641370	0	120	-180611	73889	-122518	-101339	-297058	-25965	-43619	217104	-600187	-53295	-26521245	-13747263		
Net Incurred Claims		797499	297485	2264479	1224742	-12937	-1116	1713337	1201773	446977	451615	-248033	394515	-601196	687821	1899344	2046787	52000824	55999493		
Commission Direct		8251	6764	268862	203218	0	89	257476	269527	99547	95550	217253	235964	31254	27832	574276	601130	5430576	4952531		
Commission Accepted		2628	3219	123478	282909	0	0	230266	143760	44	149	0	853	20723	34386	230310	144762	425833	588815		
Commission Ceded		-54386	-24098	-107087	-352786	0	-6	-91852	-112967	-21642	-25535	-30632	-40178	-50624	-64933	-144126	-178686	-1756830	-2637131		
Net Incurred Commission		-43508	-14115	285253	133341	0	83	395890	300320	77949	70164	186621	196639	1353	-2715	660460	567206	4099579	2904214		
Foreign Taxes		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Operating Expenses Related to Insurance		310407	251308	918155	924705	6	117	729640	682740	212079	205521	256670	304803	62624	78281	1198395	1193181	19973836	17956654		
Premium Deficiency		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	1100383	0		
Revenue Accounts Result		-1163666	-179500	-559066	157972	14620	2794	-49319	-113720	363411	292743	1231590	474524	856094	-352355	1560302	682662	-45942	-12511272		



The New India Assurance Co. Ltd.

SEGMENT REPORTING SCHEDULE FOR THE YEAR ENDED 31ST MARCH, 2012 - Foreign (₹000)												
Segment	Fire		Marine Cargo		Marine Hull		Total Marine		Total Misc.		Motor OD	
Revenue Accounts Elements	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY
Premium Direct	4275194	3051940	582218	447257	988922	122918	1571140	570175	9463800	7661628	6888749	5270492
Premium Accepted	6721335	5449547	56738	37306	234362	121940	291100	159246	1470775	1146032	154463	124186
Premium Ceded	-3425164	-2387567	-61084	-37130	-973949	-85567	-1035033	-122697	-1194043	-785805	-848144	-393094
Net Premium	7571365	6113920	577872	447433	249335	159291	827207	606724	9740532	8021855	6195068	5001584
Unexpired Risk Reserve Op.	3056960	2581995	447432	415834	159291	146495	606723	562329	4209627	3712587	2650840	2343798
Unexpired Risk Reserve Cl.	-3785683	-3056960	-577872	-447432	-249335	-159291	-827207	-606723	-5130632	-4208068	-3294895	-2650840
Net Earned Premium	6842642	5638955	447432	415835	159291	146495	606723	562330	8819527	7526374	5551013	4694542
Profit on Realisation of Investment	325	117	52	20	33	11	85	31	511	6310	168	70
Other Income/Expense (Apportioned)	0	0	0	0	0	0	0	0	0	11	0	0
Interest Dividend and Rent	154850	115351	24794	19753	15584	11330	40378	31083	243309	197005	80108	68958
Investment Provisions	-8513	210	-1363	36	-857	20	-2220	56	-13377	358	-4404	125
Total Investment Income	146662	115678	23483	19809	14760	11361	38243	31170	230443	203684	75872	69153
Claims Paid Direct	2874251	1386759	117813	90493	31693	32872	149506	123365	5410184	4531330	3944225	3023199
Claims Paid Accepted	6688939	2381507	31559	15739	113354	180998	144913	196737	952867	751785	177521	152388
Claims Paid Ceded	-3147220	-2360209	-1596	-10447	-11615	-53233	-13211	-63680	-538875	-752985	-430221	-158862
Net Claim Paid	6415970	1408057	147776	95785	133432	160637	281208	256422	5824176	4530130	3691525	3016725
Cl O/S Claims Direct	11189927	4916588	237778	189463	260436	178845	498214	368308	7219441	6073294	3347577	2550721
Cl O/S Claims Accepted	15164147	9703358	78580	53901	136316	105426	214896	159327	1018590	821379	68180	65697
Cl O/S Claims Ceded	-14349807	-7538228	-84885	-75070	-252	-101	-85137	-75171	-518851	-430566	-101524	-38729
Net Cl. O/S Claim	12004267	7081718	231473	168294	396500	284170	627973	452464	7719180	6464107	3314233	2577689
Op O/S Claims Direct	-4916588	-2650167	-189463	-233973	-178845	-168648	-368308	-402621	-6073292	-5642774	-2550721	-2440576
Op O/S Claims Accepted	-9703358	-4433940	-53901	-55633	-105426	-73904	-159327	-129537	-821406	-609933	-65697	-68474
Op O/S Claims Ceded	7538228	2521111	75070	94592	101	152	75171	94744	430566	308525	38729	55983
Net Op. O/S Claim	-7081718	-4562996	-168294	-195014	-284170	-242400	-452464	-437414	-6464132	-5944182	-2577689	-2453067
Incurred Claims Direct	9147590	3653180	166129	45983	113285	43069	279414	89052	6556330	4961848	4741081	3133344
Incurred Claims Accepted	12149728	7650925	56238	14007	144244	212520	200482	226527	1150051	936937	180004	149611
Incurred Claims Ceded	-9958799	-7377326	-11412	9075	-11766	-53182	-23178	-44107	-627159	-874174	-493016	-141609
Net Incurred Claims	11338519	3926779	210955	69065	245763	202407	456718	271472	7079222	5024611	4428069	3141346
Commission Direct	971732	744962	153809	117927	246498	25569	400307	143496	2014409	1689396	1469095	1193092
Commission Accepted	1379784	1006492	14168	9881	52137	21980	66305	31861	554917	195830	3741	4146
Commission Ceded	-151168	-119708	-16268	-10701	-241608	-14496	-257876	-25197	-103004	-84639	-62251	-17994
Net Incurred Commission	2200348	1631746	151709	117107	57027	33053	208736	150160	2466322	1800587	1410585	1179244
Foreign Taxes	9648	51	16	0	7	0	23	0	5234	0	3329	0
Operating Expenses Related to Insurance	166780	306353	19154	36424	23518	36871	42672	73295	459892	1095962	163625	390286
Premium Deficiency	0	0	0	0	0	0	0	0	0	0	0	0
Revenue Accounts Result	-6725990	-110296	89081	213048	-152264	-114475	-63183	98573	-960700	-191103	-378723	52859



The New India Assurance Co. Ltd

		SEGMENT REPORTING SCHEDULE FOR THE YEAR ENDED 31ST MARCH, 2012 - Foreign ('000)																
Segment	Health		*Liability		Personal Accident		Aviation		Engineering		Misc. TB		Misc UNTB		Total Other Misc.		Total	
Revenue Accounts Elements	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY	CY	PY
Premium Direct	175208	147867	670057	618418	108214	158119	0	0	684852	700008	936720	766724	0	0	936720	766724	15310134	11283743
Premium Accepted	0	0	3164	1291	12464	8880	741728	584945	305229	309846	219937	113780	33790	3104	253727	116884	8483210	6754825
Premium Ceded	-174	-7793	-50798	-47566	-13519	-14899	0	0	-130283	-229873	-151125	-92580	0	0	-151125	-92580	-5654240	-3296069
Net Premium	175034	140074	622423	572143	107159	152100	741728	584945	859798	779981	1005532	787924	33790	3104	1039322	791028	18139104	14742499
Unexpired Risk Reserve Op.	70037	53303	297515	312005	76050	74179	298322	322198	405590	241635	409721	367021	1552	-1552	411273	365469	7873310	6856911
Unexpired Risk Reserve Cl.	-87517	-70037	-312640	-297514	-55261	-76050	-404941	-298322	-455717	-405590	-502766	-409721	-16895	6	-519661	-409715	-9743522	-7871751
Net Earned Premium	157554	123340	607298	586634	127948	150229	635109	608821	809671	616026	912487	745224	18447	1558	930934	746782	16268892	13727659
Profit on Realisation of Investment	147	57	51	21	16	7	17	7	51	19	47	18	14	6111	61	6129	921	6458
Other Income/Expense (Apportioned)	0	0	0	0	0	0	0	0	0	0	0	0	0	11	0	11	0	11
Interest Dividend and Rent	69906	56579	24428	21483	7523	6574	8240	7011	24333	18399	22140	18001	6631	0	28771	18001	438537	343439
Investment Provisions	-3843	103	-1343	39	-414	12	-453	13	-1338	33	-1217	33	-365	0	-1582	33	-24110	624
Total Investment Income	66210	56739	23136	21543	7125	6593	7804	7031	23046	18451	20970	18052	6280	6122	27250	24174	415348	350532
Claims Paid Direct	95098	109995	662348	783495	55040	57134	254	68	361060	296163	292159	261276	0	0	292159	261276	8433941	6041454
Claims Paid Accepted	0	0	15	1186	6910	5569	651822	489809	91303	74502	23577	28358	1719	-27	25296	28331	7786719	3330029
Claims Paid Ceded	-36	-20142	-34538	739	-1794	-1944	0	-4538	-77522	-45050	5236	-522688	0	0	5236	-522688	-3699306	-3176874
Net Claim Paid	95062	89853	627825	784920	60156	60759	652076	485339	374841	325615	320972	-233054	1719	-27	322691	-233081	12521354	6194609
CI O/S Claims Direct	0	121	2421805	2045191	35020	45490	133000	123000	807398	810421	474641	498348	0	2	474641	498350	18907582	11358190
CI O/S Claims Accepted	0	0	6127	5358	26730	28859	515851	501792	279055	136560	122417	83113	230	0	122647	83113	16397633	10684064
CI O/S Claims Ceded	0	0	-195381	-172452	-55	-70	0	0	-217924	-190891	-3967	-28424	0	0	-3967	-28424	-14953795	-8043965
Net Cl. O/S Claim	0	121	2232551	1878097	61695	74279	648851	624792	868529	756090	593091	553037	230	2	593321	553039	20351420	13998289
Op O/S Claims Direct	-121	-128	-2045191	-2153163	-45490	-33463	-123000	-129000	-810421	-375516	-498348	-510928	0	0	-498348	-510928	-11358188	-8695562
Op O/S Claims Accepted	0	0	-5358	-61	-28859	-24535	-501792	-309048	-136560	-153899	-83113	-53916	-27	0	-83140	-53916	-10684091	-5173410
Op O/S Claims Ceded	0	0	172452	181172	70	388	0	0	190891	71150	28424	685	0	-853	28424	-168	8043965	2924380
Net Op. O/S Claim	-121	-128	-1878097	-1972052	-74279	-57610	-624792	-438048	-756090	-458265	-553037	-564159	-27	-853	-553064	-565012	-13998314	-10944592
Incurred Claims Direct	94977	109988	1038962	675523	44569	69161	10254	-5932	358036	731068	268451	248696	0	0	268451	248696	15983334	8704080
Incurred Claims Accepted	0	0	784	6482	4781	9894	665881	682553	233798	57163	62881	57555	1922	-26321	64803	31234	13500261	8814389
Incurred Claims Ceded	-36	-20142	-57467	8959	-1778	-1626	0	-4538	-104555	-164791	29693	-550427	0	0	29693	-550427	-10609136	-8295607
Net Incurred Claims	94941	89846	982279	690964	47572	77429	676135	672083	487279	623440	361025	-244176	1922	-26321	362947	-270497	18874459	9222862
Commission Direct	41229	29251	153075	139157	25407	36510	0	0	141161	139097	184442	152289	0	0	184442	152289	3386448	2577854
Commission Accepted	0	0	773	328	3930	2722	85939	105745	287916	63649	29784	19240	142834	0	172618	19240	2001006	1234183
Commission Ceded	-44	-44	-2439	-1392	-638	-1138	0	0	-25447	-56095	-12185	-7976	0	0	-12185	-7976	-512048	-229544
Net Incurred Commission	41185	29207	151409	138093	28699	38094	85939	105745	403630	146651	202041	163553	142834	0	344875	163553	4875406	3582493
Foreign Taxes	94	0	334	0	58	0	399	0	462	0	540	0	18	0	558	0	14905	51
Operating Expenses Related to Insurance	168541	418263	20821	47110	11344	29936	13393	28448	39614	104676	31480	77284	11074	0	42554	77284	669344	142581
Premium Deficiency	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Revenue Accounts Result	-80997	-357237	-524409	-267990	47400	11363	-132953	-190424	-98268	-240290	338371	766615	-131121	34001	207250	800616	7748873	-202876

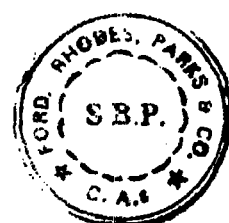




The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]

Schedules to Fire Insurance Revenue Account for the year ended 31st March, 2012

Particulars	Current year ₹ (000)	Previous year ₹ (000)
Schedule 1 - Fire Premium Earned(Net)		
Premium From Direct Business - in India	11508085	10492612
- outside India	4275193	3051940
Total	15783278	13544552
Add: Premium on Reinsurance Accepted	7636379	6290105
Less: Premium on Reinsurance Ceded	9119616	6555334
Net Premium	14300041	13279323
Adjustment for Change in Reserve for Un-Expired Risks	510360	1154576
Total Premium Earned (Net)	13789681	12124747
Schedule 2 - Fire Claims Incurred (Net)		
Claims Paid Direct	8488430	8392817
Add: Claims on Reinsurance Accepted	7168526	2492418
Less: Claims on Reinsurance Ceded	5745049	3901527
Net Claims Paid	9911907	6983708
Add: Claims Outstanding at End (Net)	26660654	19999105
Less :Claims Outstanding at Beginning (Net)	19999105	14260144
Total Incurred Claims (Net)	16573456	12722669
Schedule 3- Fire Commission (Net)		
Commission - Direct	1624506	1412864
Add : Commission on Reinsurance Accepted	1401791	1053411
Less : Commission on Reinsurance Ceded	1096191	688319
Commission (Net)	1930106	1777956
Break-up of Commission Direct		
Direct Commission	1384569	1097120
Direct Brokerage	194964	180958
Direct Corporate Agency Commission	44973	134786
Referrals	0	0
Total Commission	1624506	1412864

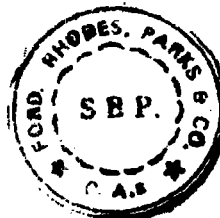




The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]

Schedules to Marine Insurance Revenue Account for the year ended 31st March, 2012

Particulars	Current year ₹ (000)	Previous year ₹ (000)
Schedule 1 - Marine Premium Earned(Net)		
Premium From Direct Business - in India	6064236	5495614
- outside India	1571140	570175
Total	7635376	6065789
Add: Premium on Reinsurance Accepted	354108	261563
Less: Premium on Reinsurance Ceded	4085775	3302036
Net Premium	3903709	3025316
Adjustment for Change in Reserve for Un-expired Risks	878394	735402
Total Premium Earned (Net)	3025315	2289914
Schedule 2 - Marine Claims Incurred (Net)		
Claims Paid Direct	3518715	3039059
Add: Claims on Reinsurance Accepted	212426	301234
Less: Claims on Reinsurance Ceded	1636193	1654186
Net Claims Paid	2094948	1686107
Add: Claims Outstanding at End (Net)	4602359	3920894
Less :Claims Outstanding at Beginning (Net)	3920894	3030569
Total Incurred Claims (Net)	2776413	2576432
Schedule 3- Marine Commission (Net)		
Commission - Direct	803339	503718
Add : Commission on Reinsurance Accepted	76687	50154
Less : Commission on Reinsurance Ceded	655699	231608
Commission (Net)	224327	322264
Break-up of Commission Direct		
Direct Commission	625670	353023
Direct Brokerage	175256	147148
Direct Corporate Agency Commission	44973	3547
Referrals	0	0
Total Commission	845899	503718

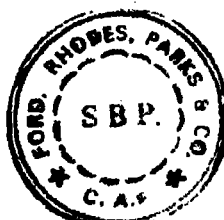




The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]

Schedules to Miscellaneous Insurance Revenue Account for the year ended 31st March, 2012

Particulars	Current year ₹ (000)	Previous year ₹ (000)
Schedule 1 - Miscellaneous Premium Earned(Net)		
Premium From Direct Business - in India	67856326	54983151
- outside India	9463802	7661629
Total	77320128	62644780
Add: Premium on Reinsurance Accepted	13163077	8118963
Less: Premium on Reinsurance Ceded	20974881	15146099
Net Premium	69508324	55617644
Adjustment for Change In Reserve for Un-expired Risks	7577456	5299073
Total Premium Earned (Net)	61930868	50318571
Schedule 2 - Fire Claims Incurred (Net)		
Claims Paid Direct	52313876	47944812
Add: Claims on Reinsurance Accepted	6399190	4663600
Less: Claims on Reinsurance Ceded	16344830	10326924
Net Claims Paid	42368236	42281488
Add: Claims Outstanding at End (Net)	74796340	65639158
Less :Claims Outstanding at Beginning (Net)	65639158	57971065
Total Incurred Claims (Net)	51525418	49949581
Schedule 3- Fire Commission (Net)		
Commission - Direct	6389179	5613803
Add : Commission on Reinsurance Accepted	948361	719435
Less : Commission on Reinsurance Ceded	516989	1946747
Commission (Net)	6820551	4386491
Break-up of Commission Direct		
Direct Commission	5488574	4745719
Direct Brokerage	725367	558976
Direct Corporate Agency Commission	175237	309108
Referrals	0	0
Total Commission	6389178	5613803

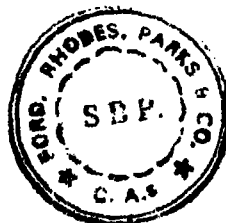
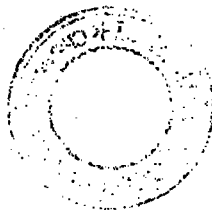


The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]



Schedules for the year ended 31st March, 2012

Particulars	Current year ₹ (000)	Previous year ₹ (000)
Schedule - 4		
Operating Expenses Related To Insurance Business		
1. Employees Remuneration And Welfare Benefits	15494454	14154444
2. Travel Conveyance And Vehicle Running Expenses	499724	440074
3. Training Expenses	29238	32920
4. Rent Rates And Taxes	661741	626708
5. Repairs And Maintenance	568905	535818
6. Printing And Stationery	341995	424078
7. Communication Expenses	414388	381607
8. Legal And Professional Charges	352238	385596
(Outsourcing Expenses) - Tpa Fees (Refer Note No.8(d) of Sch 16B)	0	0
9. Auditors Fees, Expenses Etc. As Auditor	51425	45714
Auditors Fees, Expenses Etc. As Advisor Or Other Capacity - Taxation	0	0
Auditors Fees, Expenses Etc. As Advisor Or Other Capacity - Insurance	0	0
Auditors Fees, Expenses Etc. As Advisor Or Other Capacity - Mgt Services	0	0
Auditors Fees, Expenses Etc. In Other Capacity	0	0
10. Advertisement And Publicity	322050	396967
11. Interest And Bank Charges	36771	36884
12. Others - Exchange (Gain) / Loss	(604677)	83893
IT Implementation	117932	181585
Input Service Tax Recovery	41049	(176078)
Other Taxes	316005	255422
Others	1226964	994617
13. Depreciation	772977	632017
Total	20643179	19432266
Apportioned to Fire Segment	4032331	4042548
Apportioned to Marine Segment	1031705	967194
Apportioned to Miscellaneous Segment	15579143	14422524
Total	20643179	19432266





The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]

Schedules for the year ended 31st March, 2012

Particulars	Current year ₹ (000)	Previous year ₹ (000)
Schedule - 5		
Share Capital		
1. Authorised Capital		
30,00,00,000 (Previous Year 30,00,00,000) Equity Shares of ₹ 10 each	3000000	3000000
2. Issued Capital		
20,00,00,000 (Previous Year 20,00,00,000) Equity Shares of ₹ 10 each	2000000	2000000
3. Subscribed Capital		
20,00,00,000 (Previous Year 20,00,00,000) Equity Shares of ₹ 10 each	2000000	2000000
4. Called up Capital		
20,00,00,000 (Previous Year 20,00,00,000) Equity Shares of ₹ 10 each	2000000	2000000
Total	2000000	2000000

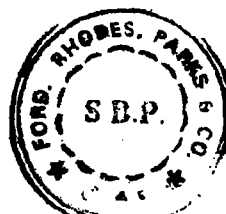
Note : Of the above 19,61,49,366 shares are issued as fully paid up bonus shares by capitalisation of general reserves.

SCHEDULE 5A

Pattern of Shareholding

(As Certified by Management)

Share holder		Current Year		Previous Year	
		Numbers	% of Holding	Numbers	% of Holding
Promoters	Indian	200000	100	200000	100
	Foreign	-	-	-	-
Others		-	-	-	-
Total		200000	100	200000	100



The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]

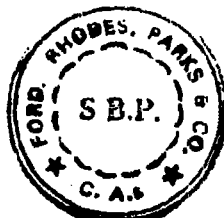


Schedules for the year ended 31st March, 2012

Particulars	Current year ₹ (000)	Previous year ₹ (000)
Schedule 6		
Reserves and Surplus		
1. Capital Reserve (Op. Balance)	575	575
Addition During The Year	0	0
Deduction During The Year	0	0
(Cl. Balance)	575	575
2. Capital Redemption Reserve		
3. Share Premium		
4. General Reserves (Op. Balance)	67827141	72039462
Addition During The Year - Balance Transferred From P & L Account	1328278	(4212321)
Transfer To P&L A/C For Uk Equalization Reserve	(508285)	0
Net Deduction During The Year	0	0
(Cl. Balance)	68647134	67827141
5. Catastrophe Reserve	0	0
6. Other Reserves		
A. Foreign Currency Translation Reserve		
Opening Balance	838189	(187469)
Addition During The Year (Refer Note No 17 To Notes To Accounts In Schedule 16 B)	4869288	1025658
Deduction During The Year	0	0
(Cl. Balance)	5707477	838189
B. Contingency Reserves For Unexpired Risks (Created in 2009-10 as per IRDA Circular No. IRDA/F&I/CIR/F&A/CIR/081/12/2009 dt.17.12.2009 in respect of Health Segment)	449500	449500
C. Uk Equalization Reserve (Refer Note Number 20 of Notes to Accounts in Schedule 16 B)		
Transfer From P&L A/C	508285	0
7. Balance Of Profit In Profit And Loss Account	0	0
Total	75312971	69115405

Schedule 7
Borrowings

1. Debentures / Bonds
2. Banks
3. Financial Institutions
4. Others



Total Nil Nil

The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]



Schedules for the year ended 31st March, 2012

Particulars	Current year ₹ (000)	Previous year ₹ (000)
Schedule 8		
Investments		
Long term investments		
1. Government securities		
Central government securities	35130761	31525861
State government securities	13740374	11350913
Foreign government securities	1392112	1485308
2. Other approved securities	43815	95806
3. Other investments		
a. Shares		
aa. Equity	180593064	191542042
Equity share odd lots	0	0
bb. Preference		
Preference shares	6283	6286
Preference shares of railways in India	0	0
b. Mutual funds	0	0
c. Derivative instruments	0	0
d. Debentures/Bonds/PTCs		
Debentures in India	12546244	13529286
Other debentures - Foreign	402622	0
e. Other securities (to be specified)		
Foreign shares	31529	27976
Foreign preference shares	0	0
Foreign securities	0	0
Special deposit with Government of India	0	0
f. Subsidiaries	597099	597099
g. Investment properties (real estate)	0	0
4. Investment in infrastructure and social sector	14378210	13797201
5. Investment in housing bonds	9619747	7638519
6. Other than Approved Investments, Debentures, Pref. shares, Foreign Shares, Venture Funds and Equity	2915098	3460753
Total	271396958	275057050

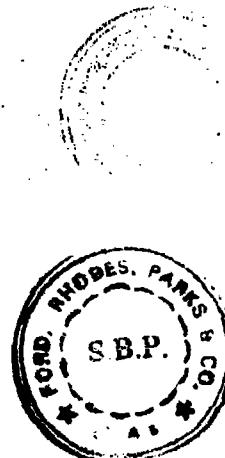


The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]

Schedules for the year ended 31st March, 2012



Particulars	44973	Current year ₹ (000)	Previous year ₹ (000)
Schedule 8 Continued			
Short Term Investments			
1. Government Securities			
Central Government. Securities		2584517	1596316
State Government. Securities		832437	565615
Government. Guaranteed Securities		0	0
Foreign Government Securities		0	0
2. Other Approved Securities		51991	213770
3. Other Investments			
a. Shares			
aa. Equity		0	0
Equity Share Odd Lots		0	0
bb. Preference		0	0
b. Mutual Funds		0	0
c. Derivative Instrument		0	0
d. Debentures/Bonds/PTCs			
Debentures in India		2798075	2393790
Other Debentures Foreign		0	0
e. Other Securities			
Special Deposit With Government. Of India		0	0
f. Subsidiaries		0	0
g. Investment Properties (Real Estate)		0	0
4. Investment In Infrastructure And Social Sector		3567970	3718982
5. Investment In Housing Bonds		800254	1236721
6. Other Than Approved Investments		0	0
Total		10635244	9725194
Grand Total		282032202	284782244
Investments			
1. In India		279374537	282489351
2. Outside India		2657665	2292893
<i>Investment in foreign associates included in equity above</i>			
		174410	182509
<i>Aggregate amount of Companies Investments in other than listed equity shares Book Value</i>			
		533495	628530
<i>Market value</i>			
		517974	615209
<i>Preference shares and FITL preference shares (LTUA) amounting to ₹86686572 (P.Y. ₹110329129) is netted against interest suspense of an equal amount. Debentures and FITL debentures amounting to ₹46875666 (P.Y. ₹46875666) are netted against interest suspense of an equal amount. Equity shares (LTUA) amounting to ₹6481537 (P.Y. ₹6481537) is netted against interest suspense of an equal amount.</i>			
Provision made for bad and doubtful debts shown under Schedule 14.5 against assets in Schedule 8			
Debentures - Standard Provisions		63248	65573
Housing sector bonds - Standard Provisions		41694	35512
Infrastructure investments - Standard Provisions		71850	70126
Investments in OAS - Standard Provisions		383	1238
Other than approved Investments (Debenture)		524262	575035
Equity - Thinly traded and unlisted equity - diminution in value		36623	13321
Equity - Long term unapproved thinly traded and unlisted equity - diminution in value (F)6034/12		61886	292
Equity subsidiary - Long term unapproved thinly traded and unlisted equity - diminution in value (F)6039/12		1535	1535
Investments in France Agency (Foreign & France)		1838	1838
Total		803319	764470



The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]

Schedules for the year ended 31st March, 2012



Particulars	Current year ₹ (000)	Previous year ₹ (000)
Schedule 9		
Loans		
1. Security-Wise Classification		
Secured		
a. On Mortgage Of Property		
aa. In India		
Loan Against Mortgage Of Property	0	0
Housing, Vehicle And Computer Loans To Employees	1971268	2133612
Direct Term Loans	834470	1137557
bb. Outside India Housing, Vehicle Loan To Employees	6527	6081
b. On Shares, Bonds, Government Securities	0	0
c. Others		
Loans Guaranteed By Banks/Governments-		
Loans To State Government Housing, FFE Loans To Hudco	1254561	1410655
Unsecured (Term Loans, Bridge Loans, Short-Term Loans, Term Loans PFPS)	166259	168659
Total	4233085	4856564
2. Borrower-Wise Classification		
a. Central And State Governments(Term Loans, Housing and FFE)	1210561	1366655
b. Banks And Financial Institutions	0	0
c. Subsidiaries	0	0
d. Industrial Undertakings (Term Loans, Bridge Loans, Short-Term Loans, Loans To PFPS)	965220	1229730
e. Others - Housing Loans, Vehicle Loans, Computer Loans To Employees	1977795	2139693
Hudco, Term Loans And PFPS	79509	120486
Total	4233085	4856564
3. Performance-wise Classification		
a. Loans Classified as Standard		
aa. In India:Term Loans, Bridge Loans, State Government Housing And Ff,		
Loans To Hudco, PFPS	1314747	1576721
Housing, Vehicle And Computer Loans To Employees	1971268	2133612
bb. Outside India (Loans To Employees)	6527	6081
b. Non-Performing Loans Less Provisions		
aa. In India (Term Loans, Bridge Loans, Short-Term Loans, Loans PFPS)	940543	1140150
bb. Outside India	0	0
Total	4233085	4856564
4. Maturity-wise Classifications		
a. Short-Term (Term Loans, Direct Bridge Loans, Short-Term Loans, Term Loans PFPS)	0	0
b. Long-Term		
(Term Loans Direct, Loans State Government Housing And FF, Loans To Hudco And Loans	2255290	2716871
Housing, Vehicle, And Computer Loans To Employees.	1977795	2139693
Total	4233085	4856564

PFPS and FITL PFPS amounting to ₹ 795092532 (P.Y. ₹ 1018820131) and FITL short term loan amounting to ₹ 1675199 (P.Y. ₹ 1675199) and direct term loans amounting to ₹ 8107002 (P.Y. ₹ 15758739) are netted against interest suspense of an equal amount.

Provision made for bad and doubtful debts shown under Schedule 14.5 against assets in Schedule 9

Direct term loans (Investments) std.provision

Direct term loans (Investments)

Bridge loan (Investments)

Term loans PFPS std.provision

Term loans PFPS

Short term loans (Investments)

Loans to HUDCO std. Provision

Housing loans to state govts. - std.provision

Housing loans to state govts.

FFE loans to state govts. - std.provision

FFE loans to state govts.

Total

	0	157
	21680	21680
	400	400
	542	823
	726005	993866
	85068	87468
	176	176
	4409	4918
	69818	73993
	173	233
	4858	4858
Total	913129	1188572



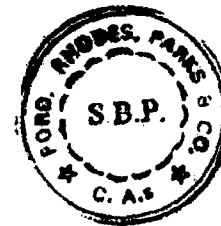
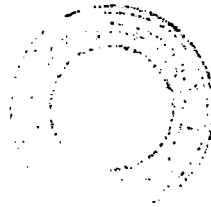
The New India Assurance Company Limited
Registration Number 190 and Date of Renewal with IRDA 16.03.2012

Schedule for the year ended 31-03-2012

Schedule 10
Fixed Assets

Particulars	Gross Block				Depreciation/Amortisation				Net Block	
	Opening Balance	Additions	Deletions	* Closing Balance	Opening Balance	Additions	Deletions	* Closing Balance	Closing	Opening
	01/04/2011	During 2011-2012		31/03/2012	01/04/2011	During 2011-2012		31/03/2012	31/03/2012	31/03/2011
Intangibles	883383	146603	0	1029986	592409	437577	0	1029986	0	290974
Land Freehold	75960	4480	0	80440	0	0	0	0	80440	75960
Buildings	1396956	113386	(3124)	1513466	762038	37841	(1331)	801210	712256	634918
Furnitures & Fittings	464258	19966	(5247)	489471	394666	16383	(10992)	422041	67430	69592
Information & Technology Equipments	2398733	69639	(31870)	2500242	2194165	158925	8801	2344289	155953	204568
Vehicles	607697	362116	140315	829498	382795	109701	125228	367268	462230	224902
Office Equipments	120909	1125	2050	119984	101767	3208	1175	103800	16184	19142
Other Assets	254839	16554	7024	264369	206583	9342	4274	211651	52718	48256
Grand Total	6202735	733869	109148	6827456	4634423	772977	127155	5280245	1547211	1568312
Previous Year	5725186	583307	105768	6202735	4103689	632016	101282	4634423	1568312	1621507

*The Figures are Inclusive of appreciation/depreciation due to foreign currency fluctuation

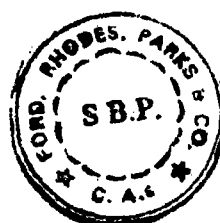


The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]



Schedules for the year ended 31st March, 2012

Particulars	Current year ₹ (000)	Previous year ₹ (000)
Schedule 11		
Cash and Bank Balances		
1. Cash (Including Cheques, Drafts and Stamps)	1745337	3445314
2. Bank Balances		
a. Deposit Accounts		
aa. Short - Term (due within 12 Months)	28537158	15487210
bb. Others	29033043	26296609
b. Current Accounts	8456042	4001199
3. Money at Call and Short Notice		
With Banks	1785084	1116553
With other Institutions	1865080	2697646
Total	71421744	53044531
Cash and Bank Balances In India	36130599	23001799
Cash and Bank Balances Outside India	35291145	30042731
Total	71421744	53044530
<i>1 above includes remittance in transit</i>	5892	4860
<i>Balances with non scheduled banks included in 2b above</i>	5481596	5624391
<i>Provision made for bad and doubtful debts shown under Schedule 14.5 against assets in Schedule 11</i>		
<i>Foreign balances included in 2abb above (France 911897)</i>	31294	29075
<i>Foreign balances included in 2b above (France 911897)</i>	9672	8986
<i>Indian balances included in 2b above</i>	130042	43232
Total	171008	81293



The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]

Schedules for the year ended 31st March, 2012



Particulars	Current year ₹ (000)	Previous year ₹ (000)
Schedule 12		
Advances and Other Assets		
A. Advances		
1. Reserve Deposits With Ceding Companies	168363	592175
2. Application Money For Investments	0	0
3. Pre-Payments	61620	276836
4. Advances To Directors / Officers	0	0
5. Advance Tax Paid And Taxes Deducted At Source (Net Of Provision For Taxation)	15099448	14198743
6. Others	242771	534122
Total (A)	15572202	15601876
B. Other Assets		
1. Income Accrued On Investments	3726854	3093928
2. Outstanding Premiums	1534403	972967
3. Agents Balances	2182821	1353188
4. Foreign Agencies Balances	786571	996688
5. Due From Other Entities Carrying Insurance Business (Including Reinsurers)	30465649	25843752
6. Due From Subsidiaries/Holding Companies	553	482
7. Deposit With R B I Pursuant To Section 7 Of Insurance Act 1938	107518	107518
8. Others - a. Other Accrued Income	782725	598925
b. Others Including Sundry Debtors	5910601	2373163
Total (B)	45497695	35340611
TOTAL(A+B)	61069897	50942487

Sundry Debtors amounting to ₹6604231(P.Y. ₹6604231) are netted against interest suspense of an equal amount.

Provision made for Bad and doubtful debts shown under Schedule 14.5 against assets in Schedule 12

Reinsurance balances included in A1 above	93984	93984
Reinsurance balances included in B5 above	902108	902108
Reinsurance balances included in B8 above	494	494
Foreign balances included in A1 above (France 911871 & 873)	11399	10591
Foreign balances included in B1 above (France 911897)	138	128
Foreign balances included in B3 above (Fiji, Mauritius, Bankok, Japan, Hongkong, New Zealand)	44932	35458
Foreign balances included in B4 above (Manila & Dubai)	21228	14429
Foreign balances included in B5 above (Mauritius, Singapore, France)	2717	1960
Foreign balances included in B6 above (Ghana, T&T, Kuala Lumpur)	553	482
Foreign balances included in B8 above (Equatorial Bank London)	5310	4602
Indian reinsurance balances/Miscellaneous debtors included in B5B above	200000	1500000
Indian coinsurance balances/Miscellaneous debtors included in B5A above	69570	15681
Indian miscellaneous debtors included in B8B above	32608	52231
Indian miscellaneous debtors included in 12 B 4 above	171941	192096
Other - TCS	18554	18554

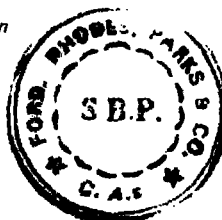
Sundry debtors(5192) Investments Indian included in B8 above - Std. provision

Sundry debtors(5192) Investments Indian included in B8 above

Sundry debtors(5192) Investments(F) Indian included in B8 above

Income accrued on investments(5131) Indian included in B1 above

Total



795	1425
3851	3851
759	658
3	5
1580944	2848737

The New India Assurance Company Limited
[Registration No.190, Renewal Date 16.03.2012]



Schedules for the year ended 31st March, 2012

Particulars	Current year ₹ (000)	Previous year ₹ (000)
Schedule 13		
Current Liabilities		
1. Agents Balances	248038	317390
2. Balances Due To Other Insurance Companies	16381543	13256979
3. Deposits Held On Reinsurance Ceded	428186	5833
4. Premium Received In Advance	2319173	1481885
5. Un-Allocated Premium	0	0
6. Sundry Creditors - a. Other Than Service Tax Payable	4012795	7260823
b. Service Tax Payable	(453155)	(849692)
7. Due To Subsidiaries / Holding Company	0	0
8. Claims Outstanding	106059353	89559157
9. Due To Officers/Directors	0	0
10. Others	4224325	777103
Policy Holders Fund - Excess Premium Collected	198314	170101
Policy Holders Fund - Refund Premium Due	185390	181231
Policy Holders Fund - Stale Cheques	1105557	622756
Total	134709519	112783566

Provision made for bad and doubtful debts shown under Schedule 14.5 against assets in Schedule 13

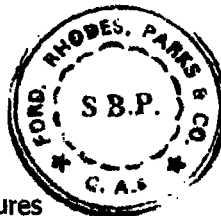
Indian balances included in 1 above	12641	7636
Indian balances included in 4 above	56061	1611
Indian balances included in 10 above	7196	41337
Indian balances included in 6a above	21652	0
Reinsurance balances included in 8 above	1123	1123
Foreign balances included in 2 above (Singapore, France)	0	2460
Total	98673	54167

Schedule 14
Provisions

1. a. Reserve for Un-Expired Risks	47313601	38347391
b. Premium Deficiency Reserve	1100382	0
2. Provision for Taxation (Net of Payment of Taxes)	0	0
3. Provision for Proposed Dividend	400000	0
4. Provision for Dividend Distribution Tax	64890	0
5. Others - Reserve for Bad and Doubtful Debts.	3467033	4922096
Provision for Diminution in value of Thinly Traded / Unlisted Shares	100044	15148
Provision for Leave Encashment	3736400	3081500
Total	56182350	46366135

Schedule 15
Miscellaneous Expenditure

1. Discount Allowed In Issue of Shares and Debentures	0	0
2. Others - Contribution to Gratuity Trust (Deferred Expenses to the Extent not Written Off)	1029360	1372480
Total	1029360	1372480



Schedule 16

**Significant Accounting Policies and Notes forming part of
Financial Statements as on 31st March, 2012**



16 A. Significant Accounting Policies

1.Accounting Convention

The financial statements are drawn up in accordance with the provisions of section 11 (1) of the Insurance Act, 1938, Regulations framed under Insurance Regulatory & Development Authority Act, 1999, read with the provisions of sub-sections (1), (2) and (5) of Section 211, sub-section (5) of Section 227 of the Companies Act, 1956. The said statements prepared on historical cost convention and on accrual basis, comply with accounting standards referred in section 211 (3C) of the Companies Act, 1956, and Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations 2002 to the extent applicable, and conform to practices prevailing in the general insurance industry except as otherwise stated.

2.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 amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of the financial statements. Actual results may differ from those estimates and assumptions. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as on the date of the financial statements. Any revision to accounting estimates is recognized prospectively in current and future periods.

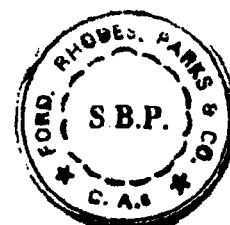
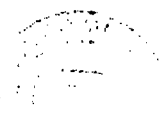
3.Revenue Recognition

A. Premium

Premium income is recognized on assumption of risk. A reserve for Unearned Premium for each segment, representing that part of the recognized premium attributable to the succeeding accounting periods, calculated on time apportionment basis is created. This forms part of the un-expired risk reserves.

Reinsurance premium is recognized as per the terms of the reinsurance contracts. A reserve for Unearned Premium for each segment, representing that part of the recognized reinsurance premium attributable to the succeeding accounting periods, is created in the ratio, in which unearned premium of the direct business bears to the recognized premium of such business. This also forms part of the un-expired risk reserves.

Any subsequent revisions to or cancellations of premium are recognised in the year in which they occur.





B. Commission

Commission Income on Reinsurance cessions is recognized as income in the year in which reinsurance Premium is ceded.

Profit Commission under reinsurance treaties wherever applicable, is recognized on accrual. Any subsequent revisions of profit commission are recognized for in the year in which final determination of the profits are intimated by reinsurers.

4. Premium Received in Advance

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

5. Reserves for Un-expired Risk/s

Reserve for un-expired risk is made on the amount representing that part of the net premium written which is attributable to, and to be allocated to the succeeding accounting periods, subject to minimum at 100% of net premium for marine business and 50% of net premium for other classes of business.

6. Reinsurance Accepted

Reinsurance returns have been incorporated for the advices received up to the date of finalisation of accounts and on estimation basis wherever advices are not received.

7. Reinsurance Ceded

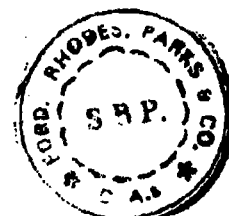
Reinsurance cessions are accounted for on the basis of actuals or estimates wherever actuals are not available.

8. Premium Deficiency

Premium deficiency is calculated where the sum of expected claims costs, related expenses and maintenance costs exceed the related unearned premiums. The deficiency is recognised, only to the extent of excess of unearned premium plus premium deficiency so calculated over the un-expired risk reserves at the percentages mentioned herein above. For the purpose of recognition of Premium deficiency only three major segments viz., Fire, Marine and Miscellaneous are considered as directed by IRDA vide circular no. F & A/CIR/017/MAY -04 dated 18th May 2004. Premium deficiency forms part of the un-expired risk reserves.

9. Acquisition Costs.

Acquisition costs are primarily related to acquisition of insurance contracts and have been expensed in the year in which they are incurred.





10. Incurred Claims

Claims are recognized as and when reported.

Claims Paid (net of recoveries including salvages retained by the insured, includes interest paid towards claims and all expenses directly incurred in relation to their assessment) are charged to respective revenue accounts.

Claims outstanding at the year-end are provided based on survey reports, information provided by clients and other sources, past experience and applicable laws and includes:

- In respect of direct business, claim intimations received up to the year-end.
- In respect of reinsurance accepted, advices received as of different dates of subsequent year up to the date of finalisation of accounts and on estimation basis wherever advices are not received.
- Provision for claims incurred but not reported (IBNR) and provision for claims incurred but not enough reported (IBNER). The said provisions have been determined by Appointed Actuary, which is in accordance with accepted actuarial practice, requirement of Insurance Act 1938, IRDA Regulations and stipulations of the Institute of Actuaries of India.

All the outstanding claims for direct business are provided net of estimated salvage (if any).

In respect of motor third party claims where court summons have been served on the Company without adequate policy particulars to establish liability of the Company, provision is made as under:

- 100% of the estimated liability, where such claims are outstanding for more than one year.
- 1/3rd of the estimated liability, for all such claims for which court summons have been served on the Company during the year.

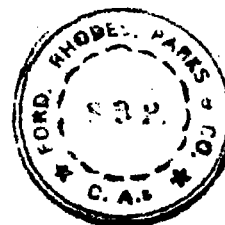
Interest on motor accident claims tribunal (MACT) claims is provided based on the prevailing trends in the motor third party claim awards.

11. Salvage and Claim Recoveries

Recoveries of claims and sale proceeds on disposal of salvage are accounted on realisation and credited to claims.

12. Provisions, Contingent Liabilities & Contingent Assets

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





13. Loans and Investments

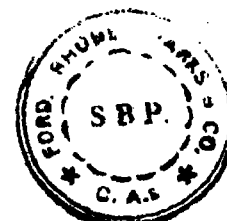
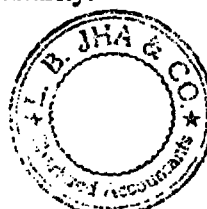
- A Loans are measured at historical cost subject to impairment. Company reviews the quality of its loan assets and provides for impairment if any.
- B Short Term Money Market Instruments such as Commercial Papers and Certificate of Deposits are shown at their discounted value and the difference between the acquisition cost and the redemption value is apportioned on time basis and recognised as accrued income.
- C Contracts for purchase and sale of shares, bonds, debentures are accounted for as "Investments" as on date of transaction.
- D The cost of investments includes premium on acquisition, brokerage, transfer stamps, transfer charges and is net of incentive/ fee if any, received thereon.
- E Dividend income (other than interim dividend) is accounted for as income in the year of declaration. Dividend on shares/interest on debentures under objection/pending delivery is accounted for on realisation. Interim dividend is accounted for where the amount is received/credited in the account of the company upto 31st March.

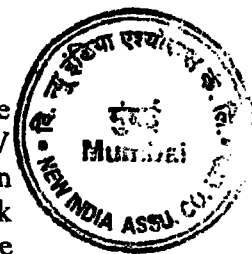
Dividend on foreign investments is accounted for net of withholding tax.

Interest Income is recognized on accrual basis on time proportion except income on non-performing assets is recognized on realization.

Amount received towards compensation for future loss of interest is recognised as income only to the extent attributable to the accounting year and balance is kept in interest received in advance account for apportionment in the relevant year.

- F Profit/Loss on realisation of investments is computed by taking weighted average book value as cost of investments except:
 - In respect of Government Securities/Debentures/Bonds under Trading Portfolio, the profit/loss is worked out specific scrip wise.
 - In respect of Government Securities sold from Investment Portfolio, the profit/loss is worked out on first in first out basis (FIFO).
- G The Company follows the prudential norms prescribed by the Insurance Regulatory and Development Authority as regards asset classification, recognition of income and provisioning pertaining to loans/advances.
- H Investment in government securities, debt securities and redeemable preference shares are considered as held till maturity and valued at cost. However, in terms of Insurance Regulatory and Development Authority Regulations the premium paid at the time of acquisition of securities is amortised over the residual period of maturity.





- I Investments in Mutual Fund/s/Venture Fund/s are valued at Net Asset Value (NAV) at the year-end and the difference between cost/book value and NAV is accounted in Fair Value Change Account. However, if there is reduction in NAV in case of venture fund, the same is charged to revenue and the book value of investment is reduced accordingly. Any appreciation in NAV to the extent of loss earlier recognised, is taken to revenue.

In case of non-availability of NAV as at the balance sheet date, investment is shown at cost.

- J Investment Portfolio in respect of equity/ equity related instruments is segregated into actively traded and thinly traded as prescribed by Insurance Regulatory and Development Authority Regulations. The shares are treated as thinly traded by taking into consideration transactions in the month of March on both National Stock Exchange (NSE) and Bombay Stock Exchange (BSE).

Actively traded equity/ equity related instruments are valued at lowest of the last quoted closing price in March at National Stock Exchange or Bombay Stock Exchange. If the shares are traded/ listed only on either of the stock exchanges then the quotation available on the respective stock exchange is considered. The difference between weighted average cost and quoted value is accounted in Fair Value Change Account.

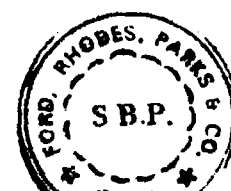
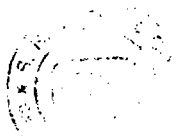
- K Investment in thinly traded equity shares and unlisted equity shares are shown at cost. However, difference between cost and break-up value is provided for as diminution in value. If the break-up value is negative then the provision is made for the entire cost. Further, if the published accounts of an unlisted Company are not available for last three accounting years ending on or immediately preceding the date of working out diminution in value, then the provision is made for the entire cost.

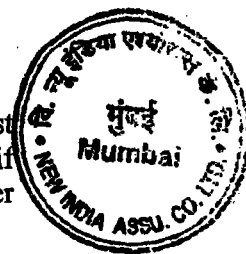
- L In case of investment in listed and unlisted equity/ equity related instruments / preference shares where the value has been impaired on or before 31.03.2000, the historical/weighted average costs are not available with the Company. As a consequence, the carrying value of such investments as on 01.04.2000 is presumed to be the historical/ weighted average cost

- M Investments in listed equity/ equity related instruments/ preference shares made in those companies, which are making losses continuously for last 3 years and where capital is eroded, are considered to have impairment in value. Further, if the published accounts of a Company are not available for last three accounting years ending on or immediately preceding the date of working out impairment in value, it is presumed that the value of investment is fully impaired and is written off to a nominal value of Re.1/- per Company.

I. Valuation of such investments is done as under:

- i) In respect of actively traded equity shares: - least of cost price, market price or break-up value provided break-up value is positive. However, if the break-up value is negative the nominal value is taken at Re. 1/- per Company





ii) In respect of other than actively traded equity shares: - lower of cost price or break-up value provided break-up value is positive. However, if break-up value is negative the nominal value is taken at Re.1/- per Company.

iii) In respect of preference shares, if the dividend is not received for the last three years, such preference shares are written down to a value which will bear to its face value, the same proportion as value taken/ which would have been taken for writing down equity shares bears to the face value of the equity shares. However, if the equity shares are written down to Re.1/- per Company, preference shares are also written down to a nominal value of Re.1/- per Company.

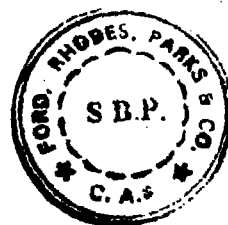
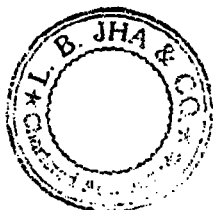
II. Once the value of investment in listed equity/ equity related instruments/ preference shares of a company is impaired in accordance with the above mentioned policy, the reversal of such impairment losses are not recognised in revenue/ profit and loss till such company achieves a positive net worth as per the latest available published accounts immediately preceding the date of working out the reversal. However, in respect of investments where the historical or weighted average cost is not available as mentioned in Policy No.13-L, reversal of impairment loss is carried out and recognised only to the extent of impairment losses accounted after 31st March 2000.

N REVERSE REPO transactions are treated as secured lending transactions and accordingly disclosed in the financial statements. The difference between total consideration at the 1st and 2nd leg of the transaction is treated as interest income.

O "Collateralized Borrowing and Lending Obligation" (CBLO), which is issued at discount to the face value, is treated as money market instrument as per Reserve Bank of India Notification. Discount earned at the time of lending through CBLO is shown as income, which is apportioned on time basis.

P Un-realised gains / losses arising due to changes in the fair value of listed equity shares other than enumerated in Accounting Policy 13-L are taken under the head "Fair Value Change Account" and on realisation reported in profit and loss account.

Pending realisation, the credit balance in the "Fair Value Change Account" is not available for distribution.





14. Foreign Currency Transactions

- Reinsurance operations:

Revenue transactions of re-insurance in foreign currencies are converted at the average of buying and selling rates of exchange of each quarter in which they are accounted.

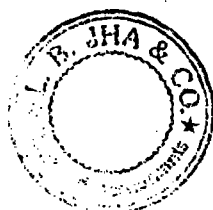
Monetary assets and liabilities of re-insurance in foreign currencies are converted at the closing rate.

- Foreign operations:

- As per the Accounting Standard (AS) 11 "The Effects of Changes in Foreign Exchange Rates", foreign branches/agencies are classified as 'non-integral foreign operations'.
- The assets and liabilities (including contingent liabilities), both monetary and non-monetary of the non-integral foreign operations are translated at the closing rate,
- Income and expense items of the non-integral foreign operations are translated at the average exchange rate of the year.
- Depreciation on fixed assets held in foreign branches and agencies is provided on written down rupee value at the year-end at the rates and in the manner as stated in "Depreciation" policy stated herein below.
- All resulting exchange difference is accumulated in a foreign currency translation reserve until the disposal of the net investment.
- Foreign investments transactions during the year are converted at the exchange rates prevailing as on the last day of the month of purchase or sale.
- Other assets and liabilities in foreign currencies are converted at the average of buying and selling rates of exchange prevailing at the year end.
- The exchange gain/loss due to conversion of foreign currencies other than relating to non-integral foreign operations is taken to revenue(s) account and profit and loss account as applicable.

15. Fixed Assets

- Fixed assets are stated at cost less depreciation.
- The fixed assets are assessed for any indication that an asset is impaired. In case the recoverable amount of the fixed assets is lower than its carrying amount a provision is made for the impairment loss.
- Lease payment for assets taken on operating lease are recognized as an expense in the revenue(s) accounts and profit and loss account over the lease term.





16. Depreciation

- Depreciation on fixed assets is charged on written down value method at the rates prescribed in the schedule XIV of the Companies Act, 1956. However, where corresponding rates are higher under the Income Tax Rules, 1962, the same are adopted. In case of leasehold properties amortisation is made over the leased period.
- Depreciation is provided at 50% of the applicable rates as above on additions made to fixed assets, which are put into use for less than six months.
- No depreciation is provided on assets sold/ discarded/destroyed during the year.

17. Intangible Assets

Intangible assets are stated at cost of acquisition less accumulated amortisation. The same is amortised over a period of four years on straight line basis. Software development / acquisition costs, except those which meet the recognition criteria as laid down in Accounting Standard 26 (AS 26), are charged to revenue. Any additions to already existing assets are amortised prospectively over the remaining residual life of the assets.

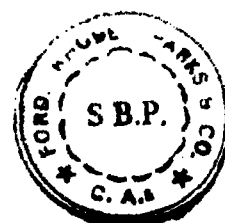
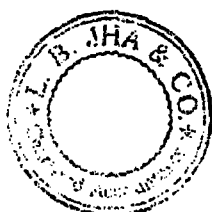
18. Employee Benefits

Employee benefits comprise of both defined contributions and defined benefit plans.

Provident Fund is a defined contribution plan. Company's contribution towards provident fund is charged to the Profit and Loss Account and Revenue Accounts as applicable. Further Company has no further obligation beyond the periodic contributions.

Pension, Gratuity and Leave Encashment are defined benefit plans. The Company has incorporated a Pension Trust and Gratuity Trust. The Company's liability towards pension, gratuity and leave encashment is accounted for on the basis of an actuarial valuation done at the year end and is charged to revenue accounts and profit and loss account as applicable except in case of pension for the employee who joined from 1st January, 2004 which is defined contribution plan wherein contribution towards pension fund is charged to the Profit and Loss Account and Revenue Accounts as applicable. Further, Company has no further obligation beyond the periodic contributions.

All short term employee benefits are accounted on undiscounted basis during the accounting period based on service rendered by the employees.





19. Expenses of Management-Basis of Apportionment

Expenses of management including provision for bad and doubtful debts and exchange gain/loss, are apportioned to the revenue accounts on the basis of gross direct premium plus reinsurances accepted giving weightage of 75% for marine business and 100% each for fire and miscellaneous business.

20. Income from Investments -Basis of Apportionment

Investment Income (net of expenses) is apportioned between Shareholders' Fund and Policyholders' Fund in proportion to the balance of these funds at the beginning of the year.

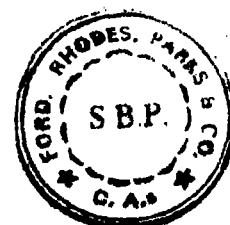
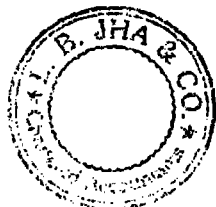
Investment income (net of expenses) belonging to Policyholders is further apportioned to Fire, Marine and Miscellaneous segments in proportion to respective technical reserves balance at the beginning of the year.

Shareholders' Funds for this purpose consist of Share Capital, General Reserves, Capital Reserves and Foreign Currency Translation Reserve.

Policyholders' Funds consist of Technical Reserves i.e. Un-expired Risk Reserve plus Provisions for Outstanding Claims.

21. Taxation.

- Tax expense for the year, comprises current tax and deferred tax.
- Current income tax expense comprises taxes on income from operations in India and in foreign jurisdiction. Income tax payable in India is determined in accordance with the provisions of the Income Tax Act 1961. Tax expense relating to foreign operations is determined in accordance with tax laws applicable in countries where such operations are domiciled.
- Minimum Alternative Tax (MAT) paid in accordance with the tax laws, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax on future income. Accordingly, MAT is recognized as an asset in the Balance sheet when it is probable that the future economic benefit associated with it will flow to the Company and the asset can be measured reliably.
- A provision is made for deferred tax for all timing differences arising between taxable income and accounting income at currently enacted tax rates.
- Deferred tax assets are recognized only if there is a virtual certainty backed by convincing evidence that they will be realized and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.
- Refund of income tax is accounted on realisation basis.



**16 B. Notes Forming Part of Financial Statements**

- 1 The accounts incorporate audited accounts of Branches in Fiji and Thailand on calendar year basis prepared as per local laws. Material changes noted thereafter have been incorporated in these accounts.

The accounts of eight Run-Off Agencies have been incorporated on the basis of Un-Audited Accounts

- 2 Buildings Include ₹ 740.95 Lakhs (Previous Year ₹ 666.26 Lakhs) in respect of which the deeds of conveyance are yet to be executed.
- 3 a The balance appearing in the amount due to / from persons or bodies carrying on insurance business are subject to confirmation / reconciliation and consequential adjustments if any. The Company has started extensive reconciliation process and has identified non moving old entries exceeding five years being gross debit of ₹44059.43 lakhs and gross credit of ₹32312.65 lakhs. Pending reconciliation the Company has provided an amount of ₹11977.09 lakhs upto 31.03.2012 towards doubtful debts as a prudent measure.
- b Reinsurance acceptance transactions pertaining to the year have been booked for advices received upto 2nd June, 2012.
- c The balances of inter-office accounts included in net current assets amounting to ₹12049.38 lakhs (Debit), previous year ₹85.68 lakhs (Credit), are subject to reconciliations and consequential adjustments if any.
- 4 As certified by the Custodian, securities are held in the name of the Company as on 31.03.2012. Variations and other differences are under reconciliation and are not expected to have a material impact on the state of affairs of the Company.
- 5 Certificates of confirmation are awaited for earlier years' Foreign Investments amounting to ₹ 2.92 lakhs (Previous Year ₹ 2.92 lakhs). However, the same are fully provided for.
- 6 a Provision for standard assets @ 0.40% amounting to ₹1832.71 Lakhs (Previous Year ₹1801.83 Lakhs) has been made as per Insurance Regulatory and Development Authority guidelines on (i) Term Loan (PFPS/DTL), (ii) Debentures, (iii) Infrastructure Investments, (iv) Bonds/Debentures of HUDCO, (v) Bonds/Debentures of Institutions accredited to NHB and (vi) Loans to HUDCO for Housing (vii) Govt. Guaranteed Bonds/Securities (viii) Housing and Fire fighting Loans to State Governments (ix) Debtors

- b During the year, the Company has undertaken restructuring of corporate debt/loans etc. as under:

Sr. No.	Particulars	Current Year (₹ in Lakhs)	Previous Year (₹ in Lakhs)
	Total amount of assets subjected to restructuring	5,867.78	322.71
	The break up of the same is given here under:		
(i)	Total amount of standard assets subjected to restructuring	-	-
(ii)	Total amount of sub-standard assets subjected to restructuring	-	-
(iii)	Total amount of doubtful assets subjected to restructuring	-	-
(iv)	Total amount of loss assets subjected to restructuring	5,867.78	322.71
	Total	5,867.78	322.71

- c Details of Non Performing Assets (NPA).

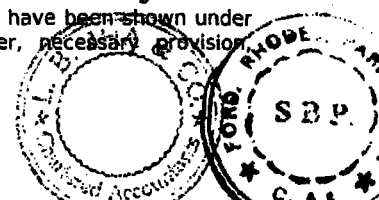
I) Details of Non Performing Assets (NPA)

Sr. No.	Particulars	Current Year (₹ in Lakhs)	Previous Year (₹ in Lakhs)
(i)	Opening Balance	18616.10	20492.51
(ii)	Additions During the Year	431.93	1223.18
(iii)	Reductions During the Year	3388.84	3099.59
(iv)	Closing Balance	15659.19	18616.10
	Percentage of Net NPAs to Net Assets	0.99%	1.37%

II) Details of Provisions on NPA (other than standard provisions)

Sr. No.	Particulars	Current Year (₹ in Lakhs)	Previous Year (₹ in Lakhs)
(i)	Opening Balance	17611.52	18326.50
(ii)	Incremental Provision During the Year	-3252.10	-714.98
(iii)	Closing Balance	14359.42	17611.52

Short-term Investments (Schedule - 8) in debentures and other guaranteed securities include those, which are fully repayable in the next year. As regards those debentures and other guaranteed securities, which have fallen due and remain unpaid as on 31.03.2012, they have been shown under long-term investments, as their realisability is unascertainable. However, necessary provision, wherever required, has been made.





- 8 a There are following cases of non-compliance/contravention of Insurance Regulatory & Development Authority (Investment) Regulations, 2000:
- The Company is in the process of improving the system to ensure that the investment exposure at any point of time does not exceed the prescribed limits under Regulation 5. However, there is no case of violation of the prescribed exposure limits.
- b There are following cases of non-compliance/contravention of Insurance Regulatory & Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002:
- i) Segmental reporting in respect of Public and Product Liability is not disclosed separately for foreign business.
- ii) Receipts & Payments Account/(Cash Flow Statement) has been drawn by "Indirect Method" Instead of "Direct Method" as required by Part I of Schedule B of the regulation.
- c As per IRDA circular no IRDA/F&I/CIR/CMP/174/11/2011 dated 04.11.2010, Company is required to give the detail of Age-wise analysis of unclaimed amount of the policy holders for the year ended 31st March, 2012. Accordingly the unclaimed amount of ₹14892.61 lakhs (P.Y. ₹9740.88 lakhs) representing the excess premium collected, refund premium and the amount lying in stale cheque accounts and unclaimed amount towards claim is not ascertainable. Further, as required, age-wise analysis is not available.
- d The separate disclosure requirement as per IRDA circular dated 28.03.2008 in respect of outsourcing expenses has not been complied.
- 9 Investment in term loans, loans to State Government for the purpose of Housing & Fire fighting equipments and balances on account of restructuring/rescheduling of debts are subject to confirmations and reconciliations. The impact of adjustments if any, arising out of confirmations / reconciliations of such balances on financial statements are unascertainable.
- 10 Prior period Items have been included in the respective heads amounting to ₹9731.09 Lakhs (Debit) (Previous Year ₹840.91 Lakhs (Debit) consisting of the following: -

Sr. No.	Particulars	₹ In Lakhs		Previous Year	
		Current Year		Previous Year	
		Debit Amount	Credit Amount	Debit Amount	Credit Amount
1	Premium	8,467.26	170.99	-	59.90
2	Commission	76.10	404.18	91.48	-
3	Claims	1,874.62	-	138.48	-
4	Expenses	443.20	554.93	702.48	31.63
	Total	10861.18	1,130.10	932.44	91.53

11 Disclosure as required by Accounting Standards (AS) :-

A Related party disclosures as per Accounting Standard 18

1 Company's related parties

a Subsidiaries

- i) The New India Assurance Co. (T & T) Ltd. - Port of Spain, Trinidad & Tobago
 ii) The New India Assurance Co. (S.L.) Ltd. - Free Town, Sierra Leone
 iii) Prestige Assurance Plc. - Nigeria

b Associates

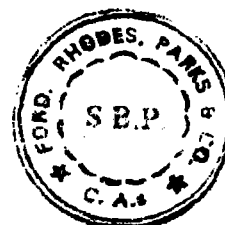
- i) India International Insurance Pvt. Ltd., Singapore
 ii) KenIndia Assurance Co. Ltd., Kenya
 iii) United Insurance Co. Ltd., Jordan
 iv) Saudi Indian Company for Co Operative Insurance, Riyadh

c Entities over which control exist


- i) The New India Assurance Company (Employees) Pension Fund
 ii) The New India Assurance Company Limited Employee Gratuity Fund
 iii) The New India Assurance Company Limited Staff Provident Fund

d Key management personnel of the Company

- i) Mr. A. R. Sekar
 ii) Mr I S Phukela (Up to 29-02-2012)
 iii) Mr M Ramadoss (up to 12-08-2011)
 iv) Mr G Srinivasan (From 16-08-2011 to 05-12-2011)



2 Transactions with related parties:



Sr. No.	Nature of Relationship	Nature of Transaction	Current Year (₹ in Lakhs)	Previous Year (₹ in Lakhs)
i)	Subsidiaries	Management fees earned	36.83	31.12
		Premium on Reinsurance Accepted	561.79	409.25
		Commission on Reinsurance Accepted	(130.44)	(83.26)
		Claims Paid	(120.59)	(78.28)
		Dividend income received	294.54	380.93
		Other Amount Due (From Prestige Assurance PLC-out of Rights Subscription)	-	-
ii)	Associates	Premium on Reinsurance Accepted	476.19	536.66
		Commission on Reinsurance Accepted	(132.69)	163.84
		Claims Paid	(595.68)	587.16
		Dividend income received	164.47	164.56
		Investment in shares	-	-
		Dividend receivable	Nil	0.05
iii)	Entity over which control exists	Sale of investment	-	-
		Other amount payable	-	-
iv)	Key management personnel	Salary and allowances	42.56	51.02

B Disclosure as per Accounting Standard 20-"Earnings Per Share":

Particulars	Current Year	Previous Year
Net profit attributable to shareholders (₹ in Lakhs)	17,931.68	(42,156.05)
Weighted average number of equity shares issued	200,000,000	200,000,000
Basic and diluted earnings per share of ₹10/- each (₹)	8.97	(21.08)

The company does not have any outstanding diluted potential equity share. Consequently, the basic and diluted earnings per share of the company remain the same.

C Taxation

Income Tax

i Provision for Tax - Current Tax shown in Profit & Loss Account includes ₹563.32 lakhs (Previous year ₹1655.82 lakhs) relating to foreign taxes.

ii The Income Tax Assessments of the Company have been completed up to assessment year 2009-10. Major disputed demands are in respect of capital gain taxes and exempt dividends. Based on the decisions of the appellate authority and the interpretations of the relevant provisions, the Management is of the opinion that the demands are likely to be either deleted or substantially reduced and accordingly no provisions have been made for the same.

iii Management, base on the expert opinion from counsel as well as various relevant Judicial Rulings, filed its ground of appeal / In Its Tax Returns as to non-applicability of provisions of Section 115 JB and the Company assessments are before various levels of Honorable Judiciary. Hence no MAT provision has been made in F.Y.2011-12.

iv Income Tax Department during F.Y. 2011-12 adjusted refunds of ₹ 52593 Lakhs towards tax demands pertaining to various years, without any intimation to the Company.

The Company is in appeal in respect of various taxation issues in various levels of Hon'ble Judiciary on which Income Tax Dept has made unilateral set off.

The Company is following up with the Tax Dept for recomputing the Tax Refunds unilaterally set off pursuant to a Ruling by Hon'ble ITAT dt.29.03.2012 and the accounting of the adjustments, interest payable and receivable by the Company shall be made after obtaining details from the Tax Dept.

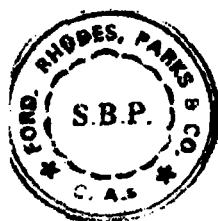
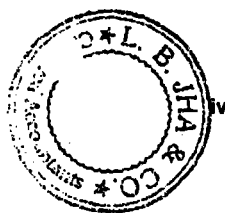
v Deferred Taxes

The major components of temporary differences resulting into deferred tax assets are as under

Particulars	Current Year (Rs.)	Previous Year (₹ in Lakhs)
i) Fixed Assets	1,321.12	(84.33)
ii) Leave Encashment	11,879.41	10,235.97
iii) Estimated Disallowance u/s 40(a) (ia)	32.45	33.99
Total	13,232.98	10,185.63

Notes

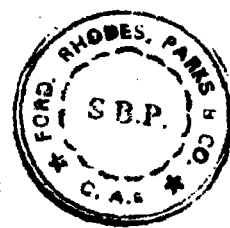
- 1 A sum of ₹3047.35 lakhs (Previous year ₹727.74 Lakhs) has been credited to the Profit & Loss Account on account of increase in deferred assets during the year.
- 2 On prudence basis recognition of deferred tax asset on unabsorbed depreciation and carry forward losses has not been given effect in the books of account.
- 3 Above deferred tax asset does not include impact of deferred tax in respect of operations of foreign branches.



D Accounting Standard 15 – Employee Benefits

The details of employee benefits for the period on account of gratuity, superannuation which are funded defined employee benefit plans and encashment which is an unfunded defined benefit plan are as under.

		Pension		Gratuity		Encashment	
		C.Y.	P.Y.	C.Y.	P.Y.	C.Y.	P.Y.
Components of employer expense		Funded				C.Y.	P.Y.
						Unfunded	
I	A Current Service Cost	9,244	8,376	3,819	2,366	1,526	1,370
	B Interest Cost	19,454	15,374	5,757	3,052	2,543	2,114
	C Expected Return on Plan Assets	(20,966)	(16,066)	(5,791)	(3,942)		
	D Curtailment Cost/(Credit)					(3,309)	(2,561)
	E Settlement Cost/(Credit)						
	F Past Service Cost						
	G Actuarial Losses/(Gains)	19,697	(18)	2,312	(1,476)	5,039	1,121
	H Total expense recognized in the statement of Profit and Loss Account	27,429	7,666	6,336	-	5,799	2,044
Pension Gratuity and Leave Encashment expenses have been recognized in "Employee Remuneration and Welfare Benefits" under schedule 4.							
II	Actual Returns for the year 31.03.2012	19,022	16,368	6,059	3,775	-	-
III	Net Asset/(Liability) recognized in Balance Sheet at 31.03.2012						
	A Present Value of Defined Benefit Obligation	262,045	232,020	76,497	67,986	36,614	30,815
	B Fair Value of Plan Assets	260,703	235,210	75,257	67,747		
	C Status (Surplus/Deficit)	1,342	(3,190)	1,240	239	36,614	30,815
	D Un recognized Past Service Cost						
	E Net Asset / (Liability) recognized in Balance Sheet	1,342	(3,190)	1,240	239	36,614	30,815
IV	Change in Defined Benefit Obligation during the year ended 31.03.2012						
	A Past value of the Defined Benefit Obligation at the beginning of the period	232,020	205,915	67,986	40,460	30,815	28,771
	B Current Service Cost	9,244	8,376	3,819	2,366	1,526	1,370
	C Interest Cost	19,454	15,374	5,757	3,052	2,543	2,114
	D Curtailment Cost/(Credit)						
	E Settlement Cost/(Credit)						
	F Plan Amendments						
	G Acquisitions						
	H Actuarial Losses/(Gains)	16,868	12,594	3,259	24,014	5,039	1,121
	I Asset Loss / (Gain)						
	J Benefits Paid	(15,541)	(10,239)	(4,324)	(1,906)	(3,309)	(2,561)
	K Present Value of Defined Benefit Obligation at the end of the period	262,045	232,020	76,497	67,986	36,614	30,815
V	Change in the Fair Value of Assets during the year ended 31.03.2012						
	A Plan Assets at the beginning of the period	235,210	209,275	67,747	39,939	-	-
	B Acquisition Adjustment						
	C Expected return on Plan Assets	20,966	16,066	5,791	3,942		
	D Asset (Losses)/Gains	(2,829)	(18)	947	(1,363)		
	E Actual Company Contributions	22,897	20,126	5,096	27,135		
	F Benefits Paid	(15,541)	(10,239)	(4,324)	(1,906)		
	G Plan Assets at the end of the period	260,703	235,210	75,257	67,747		





VI	Actuarial Assumptions			
	A	Discount Rate (%)	8.50%	8.50%
	B	Expected Return on Plan Assets (%)	8.50%	8.50%
	C	Rate of escalation in salary	4.50%	5.00%
VII	Major Category of Plan Assets as % of the Total Plan Assets as at 31.03.2012			
	A	Government Securities	28.56%	23.86%
	B	High Quality Corporate Bonds	57.23%	60.91%
	C	Others	14.21%	15.23%
VIII	Basis used to determine the expected rate of return on plan assets			
	The expected rate of return on plan assets is based on the current portfolio of the assets, investment strategy and the market scenario, in order to protect capital and optimize returns within acceptable risk parameters, the plan assets are well diversified.			

- 12 In 2010-11 the limit of gratuity payable to the employee was enhanced consequent to amendment to the Payment of Gratuity Act, 1972, (Government Gazette notification dated 24.05.2010). The maximum amount of gratuity payable has been increased from ₹3.50 lakhs to ₹10.00 lakhs per employee. As a result the gratuity liability of the Company has increased by ₹17156.00 lakhs.

In terms of requirement of the Accounting Standard (AS-15) Employee Benefits, the entire amount of ₹17156.00 lakhs is required to be charged to the Profit & Loss Account. As permitted by IRDA Circular Number . IRDA/F&A/CIR/ACT/069042011 dated 18.04.2011 an amount of ₹3431.20 lakhs is charged to the revenue in the current year and balance amount remaining to be amortised in next three years is ₹10293.60 lakhs

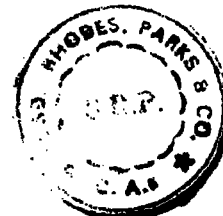
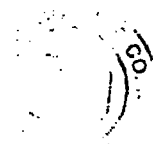
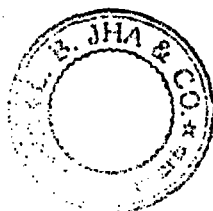
- 13 During the year, the Company has reviewed its fixed assets for impairment of loss as required by Accounting Standard 28 on impairment of assets. In the opinion of the management no provision for impairment loss is considered necessary.
- 14 Pre-payment premium received in present value terms on account of restructuring/reduction of interest rates in respect of loans/debentures is spread over the remaining tenure of such loans/debentures. Accordingly ₹80.78 Lakhs (P.Y ₹111.90 Lakhs) has been considered as income received in advance and shown in Schedule - 13 Current Liabilities under the head "Others".
- 15 The management is currently in the process of identifying enterprises which have been provided goods and services to the Company which qualify under the definition of medium and small enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006. Accordingly, the disclosure in respect of the amount payable to such Micro, Small, and Medium Enterprises as at 31st March 2012 has not been made in the financial statements. However, in view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material.

- 16 Indian Motor Third Party Insurance Pool (IMTPIP) :

a "During the year, the Insurance Regulatory and Development Authority (IRDA), vide its Orders No. IRDA/NL/ORD/MPL/277/12/2011 dated 23rd December 2011 directed the dismantling of the Indian Motor Third Party Insurance Pool (IMTPIP). Subsequently, as per IRDA circular dt 22.3.2012, the IMTPIP liabilities for estimation/re-estimation of actuarially determined liabilities relating to the financial years (accounting years as the practice is) 2009-10, 2010-11 and 2011-12 following the dismantling of the IMTPIP shall be determined as follows-

(i) The additional IMTPIP liabilities upon re-estimation of actuarially determined liabilities relating to underwriting years 2007-08 and 2008-09 shall be accounted for and recognized in full in the financial year ending March 31, 2012 itself. The Pool Manager shall quantify the liability in respect of each insurer for this purpose.

(ii) The IMTPIP liabilities upon estimation/re-estimation of actuarially determined liabilities relating to the financial years (accounting years as the practice is) 2009-10, 2010-11 and 2011-12 following the dismantling of the IMTPIP shall be determined and such determined liabilities (Transitional Liabilities) shall be recognized by insurers by making an irrevocable choice to recognize the said transitional liabilities:



b Further, such determined liabilities (Transitional Liabilities) shall be recognized by insurers by making an irrevocable choice to recognize the said transitional liabilities in the following manner:

a) Immediately in the financial year ending March, 2012;

or

b) As an expense on a straight-line basis over upto the three years beginning with the financial year ending March, 31, 2012."

As a result of dismantling of the IMTPIP, the Company has incurred the following liability:

(a) Amount fully recognized in the books (quantified by the Pool Manager) by charging to Profit & Loss Account.

2007 - 08 : ₹ 2588.73 lakhs

2008 - 09 : ₹ 16322.29 lakhs

Total (A) : ₹ 18911.01 lakhs

(b) Further, the Company has decided to exercise the option given under paragraph 3(b) of the aforesaid Order of IRDA in respect of treatment of Transitional Liability and the amount charged to Profit & Loss account for the year, the amount not recognized and to be recognized in straight line basis in the next two years and the total transitional liability determined are as follows:

Year	Amount recognized	Amount unrecognized	Total Liability
2009-10 -	₹ 7975.30 lakhs	₹ 15950.61 lakhs	₹ 23925.91 lakhs
2010-11 -	₹ 10379.07 lakhs	₹ 20758.13 lakhs	₹ 31137.20 lakhs
2011-12 -	₹ 46811.21 lakhs	₹ 93622.42 lakhs	₹ 140433.63 lakhs
Total (B):	₹ 65165.58 lakhs	₹ 130331.16 lakhs	₹ 195496.74 lakhs

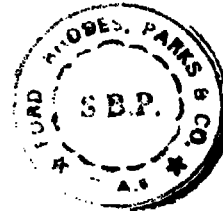
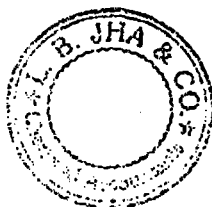
Further, in the opinion of the management that the provision determined as above is on higher side as against the reported losses and IBNR, and is adequate to cover the full liabilities on written premium basis.

c Had the Company chosen to exercise the option given under paragraph 3(a) of the aforesaid Order of the IRDA, the Company would have been required to recognize the entire amount of Transitional Liability of ₹ 195496.74 lakhs in its Profit and Loss Account for the year 2011-12. Accordingly, the profit of the company would have been lower by ₹ 130331.16 lakhs pursuant to recognition of the said liability in the year of dismantling of IMTPIP."

17

Foreign Exchange Reserve Account has increased by ₹48692.88 (Credit) Lakhs due to depreciation of foreign currency under the following heads (Previous Year ₹10256.58 Lakhs (Credit) consisting of the following.

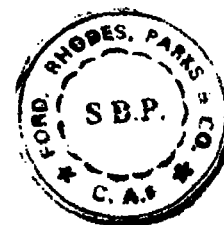
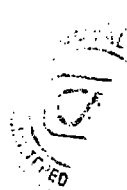
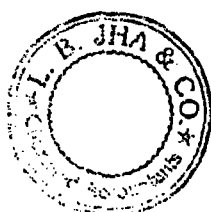
Sr	Particulars	Current Year		Previous Year	
		Debit Amount	Credit Amount	Debit Amount	Credit Amount
1	Head Office Account	-	33,070.46	-	7,077.56
2	Outstanding claims	-	15,610.82	-	3,168.06
3	Fixed assets	-	11.60	-	10.96
4	Total	-	48,692.88	-	10,256.58

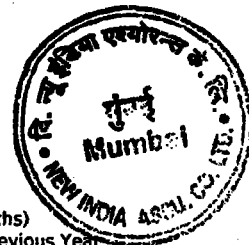


- 18 As per IRDA Circular No 005/IRDA/F&A/CIR/MAY-09 dated May 07, 2009, below table mentions the details of the penalty imposed by various regulators and Government authorities during the year

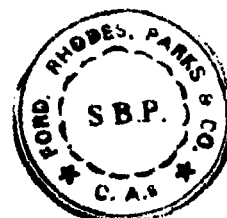
Sri No.	Authority	Non-Compliance/ Violation	Amount in ₹ ('000)		
			Penalty Awarded	Penalty Paid	Penalty Waived/ Reduced
1	Insurance Regulatory and Development Authority / TAC	Social Sector / Corporate Agency Licence / Policy Holders Protection Regulations	-	1,600	-
2	Service Tax Authorities	NII	-	-	-
3	Income Tax	NII	-	-	-
4	Any other Tax Authorities	NII	-	-	-
5	Enforcement Directorate/ Adjudicating Authority/ Tribunal or any Authority under FEMA	NII	-	-	-
6	Registrar of Companies/ NCLT/CLB/ Department of Corporate Affairs or any Authority under Companies Act, 1956	NII	-	-	-
7	Penalty awarded by any Court/ Tribunal for any matter including claim settlement but excluding compensation	NII	-	-	-
8	Competition Commission of India	NII	-	-	-
9	Any other Central/State/Local Government / Statutory Authority	NII	-	-	-

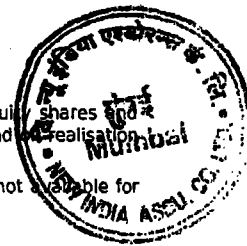
- 19 The Company's Office Premises and Residential flats for employees are obtained on operating lease and are renewable / cancellable at mutual consent. There are no restrictions imposed by lease agreements. Lease terms are based on individual agreements. Significant leasing arrangements are in respect of operating lease for premises. Aggregate lease rentals amounting to ₹6617.41 lacs (PY ₹6680.85 lacs) in respect of obligation under operating lease are charged to Revenue Account.
- 20 During the year the Company has created Equalization Reserve in respect of London Branch for ₹5082.85 Lakhs as required by the UK Regulation. This reserve is not available for distribution as Dividend.



**16 C. Disclosures Forming Part Of Financial Statements**

Sr. No	Particulars	(₹ in Lakhs)	
		Current Year	Previous Year
1	The details of contingent liabilities are as under:		
(a)	Partly-paid up investments	20.62	171.27
(b)	Underwriting commitments outstanding		
(c)	Claims, other than those under policies, not acknowledged as debts	18,671.94	19,399.68
(d)	Guarantees given by or on behalf of the Company	1,425.55	1,442.47
(e)	Statutory demands/liabilities in dispute not provided for	175,889.94	212,165.98
(f)	Reinsurance obligations to the extent not provided for in accounts		
(g)	Others (matters under litigation) to the extent ascertainable	1,145.87	2,000.82
(h)	Tax and other liabilities Venture Fund	1,001.40	
2	The details of encumbrances to the assets of the Company are as under:		
(a)	In India	3,605.42	3,532.68
(b)	Outside India	4,492.23	4,077.01
3	Commitment made and outstanding for Loans Investments and Fixed Assets	907.68	6,283.59
4	Claims, less reinsurance, paid to claimants:		
(a)	In India	418,537.36	428,577.85
(b)	Outside India	125,213.55	80,935.18
5	Claim liabilities where claim payment period exceeds four years.		
6	Amount of claims outstanding for more than six months (Gross Indian)	613,120.82	564,720.41
	No. of Claims	231,580	251,375
	Amount of claims outstanding for less than six months (Gross Indian)	231,318.67	184,540.97
	No. of Claims	159,383	83,720
	Total amount of claims outstanding (Gross Indian)	844,439.49	749,261.38
	Total No. of claims outstanding	390,963	335,095
7	Premiums, less reinsurances, written from business		
(a)	In India	695,729.73	571,791.19
(b)	Outside India	181,391.04	147,431.62
8	The details of contracts in relation to investments, for		
(a)	Purchases where deliveries are pending	106.05	166.64
(b)	Sales where payments are overdue		
(c)	Sales where deliveries are pending	1,091.37	3,663.55
9	Amount of Claims settled and remaining unpaid for a period of more than six months as on balance sheet date are as under:		3.00
	No. of claims		1.00
10	Investments made in accordance with statutory requirements are as under:		
(a)	In India- Under Sec.7 of Insurance Act 1938	1,075.17	1,075.18
(b)	Outside India- Statutory Deposits under local laws	32,903.31	168,020.27
11	Segregation of investments into performing and non-performing investments where NPA Provision is required as per IRDA Guidelines is as under:		
	Performing (Standard) Investments	458,176.34	450,457.49
	Non Performing Investments	15,659.19	18,616.10
	Total Book Value (Closing Value)	473,835.53	469,073.59
12	All significant accounting policies forming part of the financial statements are disclosed separately.		
13	Premium is recognized as income on assumption of the risk. Reserve for un-expired risk is made on the amount representing that part of the net premium written which is attributable to, and to be allocated to the succeeding accounting periods, subject to minimum at 100% of net premium for marine business and 50% of net premium for other classes of business.		
14	Operating expenses relating to insurance business are apportioned to the revenue account on the basis of gross direct premium plus reinsurance accepted giving weightage of 75% for marine business and 100% each for fire and miscellaneous business.		
15	The historical/weighted average cost of investments in equity shares / venture funds, is ₹277471.55 lakhs (Previous year ₹263056.75 Lakhs) and ₹224.99 Lakhs (Previous year ₹553.68 Lakhs) respectively. However, the historical/weighted average cost in respect of investment in listed equity/equity related instruments/preference shares, the value of which had impaired on or before 31st March, 2000 is not available with the Company, and hence, the carrying value of the same as on 01.04.2000 is presumed to be the historical/weighted average cost.		
16	Computation of managerial remuneration: Being a Government owned Company, the Company is exempted vide notification: GSR 235, dated 31st January 1978 u/s 620 of the Companies Act, 1956.		
17	Amortisation of debt securities is done from the date of investment on the basis of actual number of days upto the date of Sale/ Redemption/ 31st March, 2012 While working out amortisation put/call option is not considered. However, partial redemption if any, is taken into account.		





- 18 a) Unrealised gains / losses arising due to change in the Fair Value of listed equity shares and equity related instruments have been taken to "Fair Value Change Account" and will be transferred to profit and loss account.
- b) Pending realisation, the credit balance in the "Fair Value Change Account" is not available for distribution.
- 19 The Company does not have Real Estate Investment Property.
- 20 Sector-wise break-up of gross direct premium written in India is as under:

Sector	Current Year			Previous Year		
	(₹ in Crores)	Percentage	Number of Policies/lives	(₹ in Crores)	Percentage	Number of policies/lives
Rural	1,238.50	14.50	1276957	571.22	8.05	958794
Social	418.56	4.90	27566327	414.18	5.84	18744535
Others	6,885.80	80.60		6,111.74	86.12	
Total	8,542.86	100.00		7,097.14	100.00	

21 Performance Ratios (Rs in Crores)

i) Gross Premium Growth rates

SEGMENT	Current Year		Previous Year	
	(₹ in Crores)	(%)	(₹ in Crores)	(%)
Fire	1578.33	16.53	1354.46	11.76
Marine Cargo	352.26	13.45	310.51	32.37
Marine Hull	411.28	38.91	296.07	2.06
Marine Total	763.54	25.88	606.58	15.61
Motor	3729.26	31.76	2830.43	11.01
Personal Accident	152.81	8.15	141.30	18.07
Aviation	108.97	46.47	74.40	15.53
Engineering	461.51	14.18	404.20	21.59
Health	2366.69	17.27	2018.16	28.77
Liability*	289.80	28.86	224.90	14.78
Others	622.97	9.09	571.08	7.09
Misc sub Total	7732.01	23.43	6264.47	16.82
Grand Total	10073.88	22.47	8225.51	15.87

*Liability includes Workmens' compensation

ii) Gross Premium to Share Holders Funds Ratio

Particulars	Current Year		Previous Year	
	(₹ in Crores)		(₹ in Crores)	
Gross Premium	10073.88		8225.51	
Share Holders Funds(beginning of the year)	6890.47		7430.21	
Ratio (Times)	1.46		1.11	

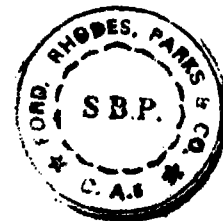
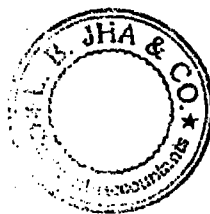
iii) Growth Rate of Shareholders Funds

	Current Year	Previous Year	Growth Amount	Growth % CY	Growth % PY
Share Holders Funds	7057.61	6890.47	167.14	2.43	-4.29

iv) Net Retention Ratios

Segment	Premium		Retention Ratio	
	Gross	Net	CY(%)	PY(%)
Fire	1578.33	1430.00	90.60	98.04
Marine Cargo	352.26	310.93	88.27	75.14
Marine Hull	411.28	79.44	19.32	23.37
Marine Total	763.54	390.37	51.13	49.87
Motor	3729.26	3442.91	92.32	89.21
Personal Accident	152.81	137.69	90.11	84.90
Aviation	108.97	38.19	35.05	105.34
Engineering	461.51	349.09	75.64	76.49
Health	2366.69	2132.27	90.10	90.03
Liability*	289.80	226.00	77.98	85.83
Others	622.97	624.69	100.28	90.88
Misc Sub Total	7732.01	6950.84	89.90	88.78
Grand Total	10073.88	8771.21	87.07	87.44

*Liability includes Workmens' compensation





v) Net Commission Ratio

Segment	Commission Net	Premium Net	Commission Ratio CY (%)	Commission Ratio PY (%)
Fire	193.01	1430.00	13.50	13.50
Marine Cargo	42.96	310.93	13.82	13.82
Marine Hull	-20.53	79.44	-25.84	-25.84
Marine Total	22.43	390.37	5.75	5.75
Motor	306.66	3442.91	8.91	8.91
Personal Accident	17.34	137.69	12.59	12.59
Aviation	4.24	38.19	11.10	11.10
Engineering	68.89	349.09	19.73	19.73
Health	152.13	2132.27	7.13	7.13
Liability*	32.12	226.00	14.21	14.21
Others	100.68	624.69	16.12	16.12
Misc Sub Total	682.06	6950.84	9.81	9.81
Grand Total	897.50	8771.21	10.23	10.23

*Liability includes Workmens' compensation

vi) Expenses of Management to Gross Premium Ratio

Particulars	2011-12	2010-11
Expenses	2065.81	1943.23
Gross Premium	10073.88	8225.51
Ratio (%)	20.51	23.62

(₹ in Crores)

vii) Combined Ratio

Particulars	2011-12	2010-11
Claims	7087.53	6524.87
Expenses	2065.81	1943.23
Commission	897.50	648.67
Sub Total	10050.84	9116.77
Net Premium	8771.21	7192.23
Ratio (%)	114.59	126.76

(₹ in Crores)

viii) Technical Reserves (at End) to Net Premium Ratio

Particulars	2011-12	2010-11
Unexpired Risks Reserves	4731.36	3834.74
Reserves for Premium Deficiency	110.04	0.00
Outstanding Claims	10605.94	8955.92
Total Technical Reserves	15447.34	12790.66
Net Premium	8771.21	7192.23
Ratio - (No. of Times)	1.76	1.78

(₹ in Crores)

ix) Underwriting Balance Ratios (after credit of policy holders investment income)

Segment	U/W Profit	Net Premium	Ratio Current year (%)	Ratio Previous Year (%)
Fire	-671.85	1430.00	-46.98	-29.16
Marine Cargo	-2.67	310.93	-0.86	-10.53
Marine Hull	-16.22	79.44	-20.42	-93.09
Marine Total	-18.89	390.37	-4.84	-29.42
Motor	95.10	3442.91	2.76	-16.32
Personal Accident	34.86	137.69	25.32	3.21
Aviation	-129.66	38.19	-339.51	-47.20
Engineering	-65.73	349.09	-18.83	-2.66
Health	-363.50	2132.27	-17.05	-25.56
Liability*	77.70	226.00	34.38	6.44
Others	262.37	624.69	42.00	21.28
Misc Sub Total	-88.86	6950.84	-1.28	-14.30
Grand Total	-779.60	8771.21	-8.89	-17.68

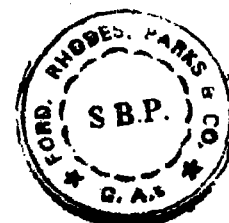
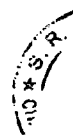
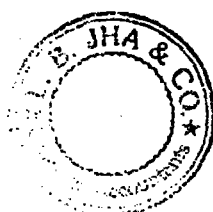
(₹ in Crores)

*Liability includes Workmens' compensation

x) Operating Profit Ratio

Particulars	2011-12	2010-11
Underwriting Result	-779.60	-1271.41
Investment Income	837.72	957.95
Others	98.03	-97.91
Sub Total	156.15	411.37
Net Premium	8771.21	7192.23
Ratio (%)	1.78	-5.72

(₹ in Crores)





xi) Liquid Assets to Liabilities Ratio

Particulars
Liquid Assets
Policy holders Liabilities
Ratio (%)

2011-12
13249.16
15447.34
85.77

xii) Net Earnings Ratio

Particulars
Profit After Tax
Net Premium
Ratio (%)

2011-12
179.31
8771.21
2.04

(₹ in Crores)

2010-11
-421.56
7192.23
-5.86

xiii) Return on Net Worth

Particulars
Profit After Tax
Net Worth
Ratio (%)

2011-12
179.31
7057.61
2.54

(₹ in Crores)

2010-11
-421.56
6890.47
-6.12

xiv) Reinsurance Ratio

Particulars
Risks Reinsured (Premium)
Gross Premium
Ratio (%)

2011-12
3418.03
10073.88
33.93

(₹ in Crores)

2010-11
2500.35
8225.51
30.40

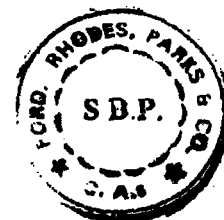
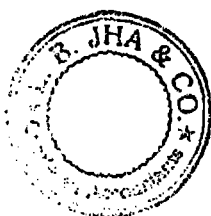
22 Summary of Financial Statements for Last Five Years

	2011-12	2010-11	2009-10	2008-09	2007-08
Operating Results					
1 Gross Premium Written	10073.88	8225.51	7099.14	6455.78	6151.46
2 Net Premium Income#	8771.21	7192.23	6002.66	5500.31	4914.28
3 Income from Investments(Net)@	2344.42	2329.99	2139.69	1686.82	2344.62
4 Other Income	98.03	-97.91	-60.66	50.24	21.23
5 Total Income	11213.66	9424.31	8081.69	7237.37	7280.13
6 Commissions/Brokerage	897.50	648.67	561.37	560.82	459.23
7 Brokerage (included in					
8 Operating Expenses	2065.81	1943.23	1736.06	1455.01	1019.10
9 Claims, Increase in Unexpired Risk Reserves and Other Out-Go	8094.19	7243.78	5424.97	4924.32	4280.32
10 Operating Profit/Loss	156.16	-411.37	359.29	297.22	1521.48
11 Total Income under Shareholders					
12 Profit/(Loss) before Tax	156.16	-411.37	359.29	297.22	1521.48
13 Provision for Tax	-23.15	10.19	-45.40	73.08	120.33
14 Net Profit/(Loss) after Tax	179.31	-421.56	404.69	224.14	1401.15
Miscellaneous					
15 Policy Holders' Account (Beginning)					
Total Funds	15447.34	12790.66	9642.48	8712.89	8229.39
Total Investments	*	*	*	*	*
Yield on Investments	*	*	*	*	*
16 Shareholders' Account (Beginning)					
Total Funds	6890.47	7430.21	7322.15	6972.80	5972.55
Total Investments	15769.29	13604.63	11851.03	10771.71	11236.00
Yield on Investments	*	*	*	*	*
17 Paid up equity capital	200.00	200.00	200.00	200.00	200.00
18 Net Worth	7057.61	6890.47	7430.21	7328.00	6972.80
19 Total Assets	42162.74	39621.27	36832.91	26931.58	31944.14
20 Yield on Total Investments(%)	14.68	17.09	15.91	13.18	19.54
21 Earning per Share (Rs)	8.97	-21.08	20.23	11.21	70.06
22 Book value per Share(Rs)	352.88	355.58	372.21	366.40	348.64
23 Total Dividend	40.00	0.00	85.00	45.00	283.00
24 Dividend per Share (Rs)	2.00	0.00	4.25	2.25	14.15

Net of Re-Insurance

@ Net of losses

* Points 15 & 16 may be given separately, if feasible





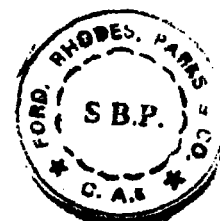
23 Age wise analysis of outstanding claims as on 31.03.2012 (Gross Indian excluding provision for IBNR)

Dept.	Less than 3 months		3 - 6 months		6 months - 1 year	
	No.	Amount (₹ in lacs)	No.	Amount (₹ in lacs)	No.	Amount (₹ in lacs)
Fire	1,019	23,631.58	702	55,144.47	1,075	32,458.38
Marine Cargo	1,414	5,288.04	681	4,793.35	876	5,115.92
Marine Hull	59	2,005.43	31	12,027.29	33	2,826.16
Motor OD	37,590	16,134.97	9,658	5,936.41	7,162	5,485.76
Motor TP	7,161	11,642.86	3,555	5,988.49	6,525	11,026.08
Health	65,838	20,606.11	3,323	1,954.32	3,431	1,537.69
Liability	816	921.72	425	602.45	560	5,723.25
Motor TP Pool	10,814	25,802.88	5,504	12,372.40	9,812	23,665.31
Personal Accident	1,658	2,001.09	488	675.06	514	776.34
Aviation	6	227.74	4	195.91	5	4,164.72
Engineering	1,262	3,893.50	580	7,687.11	590	14,221.96
Credit Guarantee						
Misc - Traditional	1,050	8,651.25	569	479.42	1,013	7,771.72
Rural	3,035	844.90	834	330.90	981	511.92
Urban Non-Traditional	915	742.12	378	513.46	585	1,042.80
Credit Shield	5	50.74	9	172.68	12	100.33
Total	132,642	122,444.94	26,741	108,873.73	33,174	116,428.35

Dept.	1 - 2 years		2 - 3 years		3 - 5 years	
	No.	Amount (₹ in lacs)	No.	Amount (₹ in lacs)	No.	Amount (₹ in lacs)
Fire	592	40,932.43	282	13,342.56	204	6,536.60
Marine Cargo	576	7,663.72	131	2,073.74	83	394.36
Marine Hull	89	9,937.47	26	2,790.07	47	7,492.97
Motor OD	3,033	2,824.19	1,111	1,087.99	1,260	1,341.07
Motor TP	11,690	20,161.38	11,511	19,031.17	38,577	62,972.15
Health	2,708	1,224.57	357	455.77	128	78.36
Liability	584	1,327.74	281	539.94	318	1,128.54
Motor TP Pool	17,106	40,513.13	13,167	29,950.26	8,987	19,405.78
Personal Accident	376	533.74	67	155.83	52	83.33
Aviation	22	2,134.09	23	940.47	36	1,285.97
Engineering	475	8,251.91	148	1,780.84	62	302.44
Credit Guarantee						
Misc - Traditional	427	3,439.83	102	931.84	98	383.60
Rural	1,150	1,082.20	413	402.07	674	780.69
Urban Non-Traditional	372	667.24	148	185.31	157	280.84
Credit Shield	4	49.63	3	158.76	12	884.49
Total	39,204	140,743.27	27,770	73,826.63	50,695	103,351.20

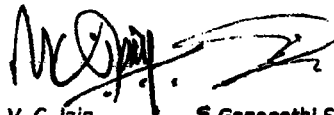
Dept.	5 years and above		Total	
	No.	Amount (₹ in lacs)	No.	Amount (₹ in lacs)
Fire	317	35,275.94	4,191	207,321.96
Marine Cargo	119	2,805.59	3,880	28,134.71
Marine Hull	71	4,150.75	356	41,230.14
Motor OD	790	1,039.14	60,604	33,849.54
Motor TP	76,469	123,522.86	155,488	254,344.99
Health	127	187.53	75,912	26,044.35
Liability	513	1,419.09	3,497	11,662.73
Motor Pool			65,390	151,709.77
Personal Accident	85	498.46	3,240	4,723.86
Aviation	9	1,040.52	105	9,989.42
Engineering	56	5,332.30	3,173	41,470.07
Credit Guarantee				
Misc - Traditional	142	1,102.07	3,401	22,759.74
Rural	1,779	2,011.68	8,866	5,964.36
Urban Non-Traditional	260	385.45	2,815	3,817.23
Credit Shield			45	1,416.62
Total	80,737	178,771.39	390,963	844,439.49

24 Interest, Dividends and Rent is apportioned between Revenue Accounts and Profit and Loss account in proportion to the balance in shareholders funds and policyholders' funds at the beginning of the year. The same is further apportioned to fire, marine and miscellaneous Revenue Accounts in proportion to the technical reserve balance at the beginning of the year.



- 25 The details of premium deficiency as required by IRDA circular no. F&A/CIR/017/May-04 dated 18.05.2004 are furnished below. Provision of Rs 11003.83 lakhs is made for fire segment and, no provision is required to be made for other segments where the group as a whole has no deficiency

Segment	Relevant Premium	Expected claim cost and related expenses (based on incurred claim ratio of preceding 3 years)	Expected Maintenance cost	Surplus provision in Unearned Premium	(₹ in Lakhs)
					Deficiency
Fire	71500.21	78131.72	6,969.28	2,596.96	-11003.83
Marine Hull	7943.79	11001.24	2,175.84	2,884.55	-2348.74
Health	106,613.37	109,953.58	7,333.60	7,209.05	-3464.76
Aviation	4,049.41	6,062.38	1,160.33	152.01	-3021.29
Motor TP	21,081.47	26,716.24	1,474.92	-	-7109.69
Motor TP Pool	53,116.63	71,033.97	8,166.62	-	-26083.96



V. C. Jain
Company Secretary Director


S Ganapathi Subramanian

Prakash Bakliwal
Director

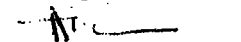
A. R. Sekar
Chairman-cum-Managing Director

As per our Report of even date


For FORD RHODES PARKS & CO.
Chartered Accountants
Firm registration No. 102860W


Shrikant B. Prabhu
Partner
Membership No. 35296

For S R GOYAL & CO.
Chartered Accountants
Firm registration No. 001537C


Anil Goyal
Partner
Membership No. 071158

For L B JHA & CO.
Chartered Accountants
Firm registration No. 301088E


T. Mandal
Partner
Membership No. 050070

Place : Mumbai
Date : June 09, 2012



Management Report



9. The average claim settlement time during the preceding five years is as under:

Year	No. of days
2011-12	54
2010-11	51
2009-10	88
2008-09	137
2007-08	138

10. We certify that the investments have been valued as per the Accounting Regulations of the Insurance Regulatory and Development Authority and shown in the balance sheet.
11. All investment assets are reviewed periodically and assets are classified into performing and non-performing based on IRDA norms.
12. It is hereby confirmed:
- (i) That in preparation of financial statements, the applicable accounting standards, principles and policies have been followed, except amortisation of additional actuarial liability for Gratuity as per I.R.D.A. circular no. IRDA/F&A/CIR/ACT/069042011 dated 18.04.2011 and deferment of additional liability in respect of motor pool claims on dismantling of pool as per IRDA circular no. IRDA/F&A/ORD/MTPP/070/03-2012 dated 22nd March 2012.
- (ii) That the management has adopted accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the operating loss of the Company for the year except as mentioned in Para 12 (i) above.
- (iii) That the management has taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the applicable provisions of the Insurance Act 1938(4 of 1938) and Companies Act 1956(1 of 1956) for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) That the management has prepared the financial statements on a going concern basis.
- (v) That the management has ensured that the internal audit system commensurate with the size and nature of business exists and is operating effectively.
13. There are no payments made to individuals, firms, companies and organizations in which directors of the Company are interested.


V. C. Jain
Company Secretary


S. Ganapathi Subramanian
Director


Prakash Bakliwal
Director


A R Sekar
Chairman-cum-Managing Director (O)

Place: Mumbai
Date: June 09, 2012



**The New India Assurance Company Limited
New Zealand Branch
Appointed Actuary Report Summary
For the year ended 31 March 2012**

To the Shareholders of The New India Assurance Company Limited – New Zealand Branch.

The Board of The New India Assurance Company Limited – New Zealand Branch (Company) has appointed me to act as the Appointed Actuary to the Company. As part of this role, I have been asked to provide this Appointed Actuary Report Summary

The Insurance (Prudential Supervision) Act 2010 (Act) Section 77 requires licensed insurers to provide a review by the licensed insurer's Appointed Actuary in respect of the actuarial information contained in the financial statements. Section 77 (4)(c) allows the Reserve Bank of New Zealand (Bank) to specify, within a solvency standard, information which it considers to be actuarial information for the purpose of this Report. However, the Reserve Bank of New Zealand has exempted the Company from compliance with the Solvency Standards for Non-life Insurance Business issued under Section 55 of the Act. This exemption is granted subject to some conditions including the review by the Appointed Actuary of the following specified information relating to the insurance business carried on in New Zealand:

- a) the unearned premium liability and the liability adequacy test;
- b) the Net Outstanding Claims Liability;
- c) the reinsurance and any other recovery asset(s);
- d) any deferred acquisition cost or deferred fee revenue; and
- e) any other information deemed by the Appointed Actuary to warrant actuarial review for the purpose of profit or solvency reporting.

I have either calculated or reviewed the above specified information based on audited financial statements prepared by the Company as at that date and data in respect of policies in force and claims payments made and provisioned for by the Company. I am reliant on the accuracy of the information provided by the Company. However, I have undertaken a number of independent checks on the data.

In my opinion and from an actuarial perspective, the actuarial information contained in the financial statements has been appropriately included and used in those statements.

I have not encountered any material limitations during the compilation of the Appointed Actuary Report.

There are no areas of conflict of interest for me in preparing the Report or this Summary.

This Summary is intended only to provide an overview of the Appointed Actuary Report and does not substitute for a detailed review of the Report in full.

Marcelo Lardies BSc (Hons)
Fellow of the New Zealand Society of Actuaries
16 October 2012
Auckland, New Zealand