

FORM A-RA

Name of the Insurer: SBI LIFE INSURANCE COMPANY LIMITED

Registration Number : 111 dated 29th March, 2001 with the IRDAI

REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2020

Policyholders' Account (Technical Account)

(₹ '000)

Particulars	Schedule	Year ended March 31, 2020	Year ended March 31, 2019
Premiums earned - Net			
(a) Premium	1	40,63,47,288	32,98,94,213
(b) (Reinsurance ceded) (Refer note (c) of Schedule 16 (B))		(31,07,173)	(9,90,699)
(c) Reinsurance accepted		-	-
		40,32,40,115	32,89,03,514
Income from Investments			
(a) Interest, Dividends & Rent - Net of Amortisation (Refer note no. 36 of Schedule 16 (C))		8,91,80,989	7,64,78,260
(b) Profit on sale / redemption of investments		4,11,59,972	3,27,99,602
(c) (Loss on sale / redemption of investments)		(2,01,62,330)	(1,77,48,215)
(d) Transfer / Gain on revaluation / Change in fair value*		(8,02,10,755)	2,05,50,886
Other Income			
(a) Contribution from the Shareholders' A/c (Refer note no. 26 of Schedule 16 (C))		47,62,804	9,89,153
(b) Others			
- Income on unclaimed amount of policyholders (Refer note no. 24 of Schedule 16 (C))		1,96,952	3,53,646
- Miscellaneous income		2,60,649	2,84,679
		3,51,88,281	11,37,08,012
Total (A)		43,84,28,396	44,26,11,526
Commission (Refer note no. 36 of Schedule 16 (C))	2	1,62,49,391	1,37,68,986
Operating Expenses related to Insurance Business (Refer note no. 36 of Schedule 16 (C))	3	2,41,30,848	2,09,29,514
Provision for Doubtful Debts		4,329	8,478
Bad Debts written off		2,220	2,786
Provision for Tax			
- Income Tax (Refer note no. 15 of Schedule 16 (C))		37,67,393	26,86,884
Provisions (other than taxation)			
(a) For diminution in the value of investments (Net) (Refer note no. 20 of Schedule 16 (C))		7,05,227	9,60,782
(b) For standard assets and non-standard assets (Refer note no. 21 of Schedule 16 (C))		5,32,390	(800)
Goods and Service Tax on charges		55,31,680	45,33,377
Total (B)		5,09,23,478	4,28,90,008
Benefits Paid (Net)	4	16,17,53,462	15,23,30,777
Interim & Terminal Bonuses Paid		7,55,865	6,07,164
Change in valuation of liability in respect of life policies			
(a) Gross **		11,27,44,362	9,29,95,252
(b) (Amount ceded in Re-insurance)		(3,83,091)	5,76,195
(c) Amount accepted in Re-insurance		-	-
(d) Fund reserve		7,68,75,133	13,08,91,447
(e) Funds for discontinued policies		1,68,12,209	1,14,54,296
Total (C)		36,85,57,940	38,88,55,131
SURPLUS/ (DEFICIT) (D) = (A) - (B) - (C)		1,89,46,978	1,08,66,387

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FORM A-RA

Name of the Insurer: SBI LIFE INSURANCE COMPANY LIMITED

Registration Number : 111 dated 29th March, 2001 with the IRDAI

REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2020

Policyholders' Account (Technical Account)

(₹ '000)

Particulars	Schedule	Year ended March 31, 2020	Year ended March 31, 2019
APPROPRIATIONS			
Transfer to Shareholders' account		1,46,26,523	99,84,074
Transfer to other reserves		-	-
Balance being funds for future appropriations		43,20,455	8,81,414
Total (D)		1,89,46,978	1,08,66,387

Details of Total Surplus :-			
a) Interim & Terminal Bonuses Paid		7,55,865	6,07,164
b) Allocation of bonus to policyholders		1,29,63,341	1,14,91,438
c) Surplus shown in the revenue account		1,89,46,978	1,08,66,387
Total Surplus: [(a) + (b) + (c)]		3,26,66,184	2,29,64,989
Funds for Future Appropriation			
Opening balance		28,16,206	19,34,792
Add Current Period Appropriation		43,20,455	8,81,414
Balance carried forward to Balance sheet		71,36,661	28,16,206
Significant Accounting Policies & Notes to Accounts	16		

* Represents the deemed realised gain as per norms specified by the Authority

** Represents Mathematical Reserves after allocation of bonus

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

Schedules referred to above form an integral part of the Revenue Account.

This is the Revenue Account referred to in our report of even date.

For and on behalf of the Board of Directors

For R Devendra Kumar & Associates
Chartered Accountants
(F.R. No. 114207W)

**DEVENDRA
KUMAR
GUPTA**

Devendra Kumar Gupta
Partner
Membership No. 09032

For S.C. Bapna & Associates
Chartered Accountants
(F.R. No. 115645W)

**SUBHASH
CHAND
BAPNA**

S.C. Bapna
Partner
Membership No. 071765

Dinesh Kumar Khara
Chairman
(DIN :06737041)

RAMBABU RAVI
Ravi Rambabu
Director
(DIN :01845094)

Sanjeev Rajgopal
MD & CEO
(DIN :08075972)

Sangramjit Sarangi
President & CFO

Subhendu Kumar Bal
Appointed Actuary

Vinod Koyande
Company Secretary

Place : Mumbai
Date : May 05, 2020

Form A-PL

Name of the Insurer: SBI LIFE INSURANCE COMPANY LIMITED

Registration Number : 111 dated 29th March, 2001 with the IRDAI

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2020

Shareholders' Account (Non-technical Account)

(₹ '000)

Particulars	Schedule	Year ended March 31, 2020	Year ended March 31, 2019
Amount transferred from Policyholder Account (Technical Account)		1,46,26,523	99,84,974
Income from Investments			
(a) Interest, Dividend & Rent - Net of Amortisation (Refer note no. 36 of Schedule 16 (C))		46,65,594	41,54,629
(b) Profit on sale / redemption of investments		16,87,512	9,64,928
(c) Loss on sale / redemption of investments		(15,86,116)	(62,987)
Other Income		67,929	1,35,414
Total (A)		1,94,61,442	1,51,76,978
Expenses other than those directly related to the insurance business			
(a) Rates and Taxes		-	-
(b) Directors' sitting fees		5,365	4,475
(c) Board meeting related expenses		2,609	1,270
(d) Depreciation		3,910	6,194
(e) Other Expenses		2,49,387	98,381
(f) Corporate Social Responsibility expenses (Refer note no. 35 of Schedule 16 (C))		2,21,697	1,89,616
Bad debts written off		-	-
Contribution to the Policyholders' Account (Refer note no. 26 of Schedule 16 (C))		47,62,804	9,89,153
Provisions (Other than taxation)			
(a) For diminution in the value of Investment (Net) (Refer note no. 20 of Schedule 16 (C))		80,175	1,59,262
(b) Provision for doubtful debts		-	-
(c) Provision for standard and non-standard assets (Refer note no. 21 of Schedule 16 (C))		-	-
Total (B)		53,25,947	14,48,331
Profit / (Loss) Before Tax		1,41,35,495	1,37,28,647
Provision for Taxation			
- Income Tax (Refer note no. 15 of Schedule 16 (C))		(85,336)	4,60,683
Profit / (Loss) After Tax		1,42,21,831	1,32,67,964
APPROPRIATIONS			
(a) Balance at the beginning of the year		6,46,01,438	5,37,44,580
(b) Interim dividends during the year (Refer note no. 34 of Schedule 16 (C))		-	20,00,000
(c) Proposed final dividend		-	-
(d) Dividend distribution tax (Refer note no. 34 of Schedule 16 (C))		-	4,11,106
(e) Transfer to reserves/ other accounts		-	-
Profit / (Loss) carried to the Balance Sheet		7,88,23,269	6,46,01,438
EARNINGS PER EQUITY SHARE (in ₹) (Refer note no. 17 of Schedule 16 (C))			
(Face Value ₹ 10/- per share)			
Basic		14.22	13.27
Diluted		14.22	13.27
Significant accounting policies & Notes to accounts	16		
Schedule referred to above forms an integral part of the Profit and Loss Account			

This is the Profit and Loss Account referred to in our report of even date

For and on behalf of the Board of Directors

For R Devendra Kumar & Associates

Chartered Accountants

(F.R. No. 114297W)

**DEVENDRA
KUMAR GUPTA**

Devendra Kumar Gupta

Partner

Membership No. 00032

For S.C. Bapna & Associates

Chartered Accountants

(F.R. No. 115649W)

**SUBHASH
CHAND BAPNA**

S.C. Bapna

Partner

Membership No. 071765

Dinesh Kumar Khara

Chairman

(DIN: 06737041)

Sanjeev N. Sarangi

MD & CEO

(DIN: 08075972)

Subhendu Kumar Bal

Appointed Actuary

**RAMBABU
RAVI**

Ravi Rambabu

Director

(DIN: 01845094)

Sangramjit Sarangi

President & CFO

Vinod Koyande

Company Secretary

Place : Mumbai

Date : May 05, 2020

Name of the Insurer: SBI LIFE INSURANCE COMPANY LIMITED

Registration Number : 111 dated 29th March, 2001 with the IRDAI

BALANCE SHEET AS AT MARCH 31, 2020

(₹ '000)

Particulars	Schedule	As at March 31, 2020	As at March 31, 2019
SOURCES OF FUNDS			
Shareholders' Funds			
Share Capital	5	1,00,00,263	1,00,00,000
Reserves and Surplus	6	7,68,38,921	6,46,01,438
Credit / (Debit) Fair Value Change Account		(14,08,346)	11,62,118
Sub-Total		8,74,30,838	7,57,63,556
Borrowings	7	-	-
Policyholders' Funds			
Credit / (Debit) Fair Value Change Account		(1,59,71,948)	1,05,63,863
Policy Liabilities (Refer note no. 7 of Schedule 16 (C))		76,12,30,063	64,95,43,916
(Refer note no. 25(i) & (g) of Schedule 16 (C) for Funds for discontinued policies)		-	-
Insurance Reserves		-	-
Provision for Linked Liabilities		76,30,07,278	60,59,21,389
Add: Fair value change (Linked)		(2,86,05,050)	5,16,05,705
Add: Funds for Discontinued Policies (Refer note no. 25(ii) of Schedule 16 (C))		5,05,04,363	3,32,62,623
(i) Discontinued on account of non-payment of premium		7,49,681	5,01,087
(ii) Others		-	-
Total Linked Liabilities		76,55,53,272	69,12,90,804
Sub-Total		1,53,10,11,389	1,35,13,88,583
Funds for Future Appropriation - Linked (Refer note no. 5 of Schedule 16 (C))		-	-
Funds for Future Appropriation - Other (Refer note no. 5 of Schedule 16 (C))		71,38,661	28,15,205
TOTAL		1,62,55,78,888	1,42,99,78,345
APPLICATION OF FUNDS			
Investments			
- Shareholders'	8	6,82,79,452	5,72,32,395
- Policyholders'	8A	73,41,99,373	64,47,23,890
Assets held to cover Linked Liabilities	8B	78,56,53,270	65,12,90,804
Loans	9	36,44,815	17,25,047
Fixed assets	10	58,11,846	59,52,233
Current Assets			
Cash and Bank Balances	11	1,42,32,265	2,42,05,308
Advances and Other Assets	12	4,39,80,839	4,22,07,773
Sub-Total (A)		6,82,13,104	6,64,14,091
Current Liabilities	13	2,78,37,858	3,37,71,298
Provisions	14	23,85,126	35,68,605
Sub-Total (B)		3,02,22,984	3,73,40,104
Net Current Assets (C) = (A - B)		2,79,90,120	2,90,53,977
Miscellaneous Expenditure (to the extent not written off or adjusted)	15	-	-
Debit Balance in Profit and Loss Account (Shareholders' Account)		-	-
TOTAL		1,62,55,78,888	1,42,99,78,345
Movement in funds for discontinued policies (Linked) (Refer note no. 25(e) of Schedule 16 (C))			
Amount refunded to the Policyholders		1,07,64,936	40,88,273
Amount transferred to the "Funds for Discontinued Policies" (Net of revival)		2,49,44,375	1,28,62,414
Contingent Liabilities (Refer note no. 1 of Schedule 16 (C))		-	-
Significant Accounting Policies & Notes to Accounts	16	-	-
Schedules referred to above form an integral part of Balance Sheet		-	-

This is the Balance Sheet referred to in our report of even date

For and on behalf of the Board of Directors

For R Devendra Kumar & Associates

Chartered Accountants
(F.R. No. 114297W)DEVENDRA
KUMAR GUPTADevendra Kumar Gupta
Partner
Membership No. 95032

For S.C Bapna & Associates

Chartered Accountants
(F.R. No. 115649W)SUBHASH
CHAND BAPNAS. C. Bapna
Partner
Membership No. 01765

Omresh Kumar Khara

Chairman
(DIN: 05737041)Sanjay M...
MD & CEO
(DIN: 08075972)Subhendu Kumar Bai
Appointed ActuaryRAMBABU
RAVIRavi Rambabu
Director
(DIN: 01845094)Sangramjit Sarangi
President & CFOVinod Koyande
Company SecretaryPlace: Mumbai
Date: May 05, 2020

Name of the Insurer: SBI LIFE INSURANCE COMPANY LIMITED
Registration Number: 111 dated 29th March, 2001 with the IRDAI
RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2020

Particulars	Schedule	Year ended March 31, 2020	Year ended March 31, 2019
CASH FLOW FROM OPERATING ACTIVITIES			
Premium Collection (including Goods and Service Tax collected)		41,03,68,110	33,52,20,386
Other receipts		68,274	80,924
Payments to or receipts from the re-insurers, net of claims/benefits		(7,87,835)	4,55,242
Cash paid to suppliers and employees ¹		(2,25,70,025)	(1,86,30,380)
Cash paid towards Income Tax		(59,87,704)	(60,86,309)
Cash paid towards Goods and Service Tax		(99,40,710)	(79,88,065)
Commission Paid		(1,62,20,471)	(1,39,63,200)
Benefits Paid		(16,18,85,786)	(15,42,91,160)
Security deposit		(52,879)	(1,59,811)
Net cash from / (for) Operating activities (A)		19,29,65,882	13,47,28,620
CASH FLOW FROM INVESTING ACTIVITIES			
Cost of purchase of investments		(1,29,60,07,920)	(96,21,20,304)
Proceeds from sale of investments		1,04,09,35,749	1,1,03,42,468
Investments in money market instruments and in liquid mutual funds (Net)		47,95,175	(1,15,02,611)
Interest received		7,87,21,755	6,58,77,235
Dividend received		46,92,517	34,32,921
Purchase of fixed assets		(8,09,928)	(14,23,679)
Proceeds from sale of fixed assets		1,727	11,791
Expenses related to investments		(80,653)	(69,477)
Security deposit		51,278	(81,234)
Loan against Policies		(2,18,664)	(1,95,547)
Loans disbursed		(20,00,000)	-
Loan repayment received		3,50,000	2,00,000
Net cash from / (for) Investing activities (B)		(16,58,69,888)	(13,55,26,637)
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from issue of share capital (net)		14,789	-
Proceeds from short term borrowing		-	-
Repayment of short term borrowing		-	-
Interim dividend paid		(19,99,592)	(19,99,512)
Dividend distribution tax		-	(4,11,108)
Net cash from / (for) Financing activities (C)		(18,84,803)	(24,10,618)
Effect of foreign exchange rates on cash and cash equivalents (net) (D)		5,128	4,686
Net increase/(decrease) in cash and cash equivalents (A+B+C+D)		2,11,37,239	(32,66,050)
Cash and cash equivalents at beginning of the year		4,08,39,832	4,40,45,882
Cash and cash equivalents at end of the period (Refer note no. (I) of Schedule 16 (B))		6,19,77,071	4,08,39,832
Cash (including cheques, drafts)			
Bank Balances (includes bank balances in unit linked funds) ² & 1		1,00,580	14,14,450
Fixed Deposits (Less than 3 months) ³		21,68,431	72,25,288
Money Market instruments		-	11,70,000
Total		5,97,08,060	3,10,30,086
Reconciliation of Cash & Cash Equivalents with Cash & Bank Balance (Schedule 11)			
Add - Fixed deposit more than 3 months - Shareholder & Policyholder ⁴		1,18,91,500	1,41,34,200
Add - Fixed deposit more than 3 months - Schedule 16 - Unit Linked Policyholder		-	-
Add - Stamps / franking on hand		71,754	2,62,362
Less - Money Market instruments		(5,97,08,060)	(3,10,30,086)
Cash & Bank Balances as per Schedule 11		1,42,32,265	2,42,05,308
Significant Accounting Policies & Notes to Accounts	16		

¹ Includes cash paid towards Corporate Social Responsibility expenditure ₹ 221,697 thousand (previous year ended March 31, 2019 ₹ 189,616 thousand)

² Includes balance in dividend account which is unclaimed amounting to ₹ 895 thousand (₹ 488 thousand at March 31, 2019)

³ Includes Bank balance with the SBI - Bahrain Branch for the order of Central Bank of Bahrain (CBB) as per the regulatory requirement amounting ₹ 9,934 thousand (previous year ended March 31, 2019 ₹ 8,866 thousand)

⁴ Includes fixed deposits kept with bank for issuance of bank guarantees

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Fixed Deposits less than 3 months	-	-
Fixed Deposits more than 3 months	33,600	33,100

The above Receipts and Payments Account has been prepared as prescribed by Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 under the "Direct Method" laid out in Accounting Standard-3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India.

This is the Receipts and Payments account referred to in our report of even date

For and on behalf of the Board of Directors

For R Devendra Kumar & Associates
Chartered Accountants
(F.R. No. 114207V)

DEVENDRA KUMAR GUPTA
Devendra Kumar Gupta
Partner
Membership No. 09032

For S.C Bapna & Associates
Chartered Accountants
(F.R. No. 115649W)

SUBHASH CHAND BAPNA
S. C. Bapna
Partner
Membership No. 071765

Dinesh Kumar Khara
Chairman
(DIN: 06737041)

Sanjeev Nautiyal
MD & CEO
(DIN: 08075972)

Subhendu Kumar Bal
Appointed Actuary

RAMBABU RAO
Ravi Rambabu
Director
(DIN: 01845094)

Sangramjit Sarangi
President & CFO

Vinod Koyande
Company Secretary

Place : Mumbai
Date : May 05, 2020

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 1

PREMIUM

(₹ '000)

Sr. No.	Particulars	Year ended March 31, 2020	Year ended March 31, 2019
1	First year premiums	9,82,87,923	9,05,72,278
2	Renewal premiums	24,04,22,341	19,19,74,386
3	Single premiums	6,76,37,025	4,73,47,549
	Total Premium	40,63,47,288	32,98,94,213

Notes:- 1. All the premium income relates to business in India.
2. For accounting policy on Premium refer note (b) (i) of Schedule 16 (B))

SCHEDULE - 2

COMMISSION EXPENSES

(₹ '000)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Commission paid		
Direct - First year premiums	82,38,894	75,27,259
- Renewal premiums	64,43,915	52,13,114
- Single premiums	9,79,408	7,23,097
Total (A)	1,56,62,217	1,34,63,471
Add: Commission on re-insurance accepted	-	-
Less: Commission on re-insurance ceded	-	-
Net commission	1,56,62,217	1,34,63,471
Rewards (Refer note no. 36 of Schedule 16 (C))	5,87,174	3,05,516
Break-up of the commission expenses (Gross) incurred to procure business:		
Agents	55,50,330	50,23,714
Brokers	46,952	37,454
Corporate agency	2,88,926	1,37,878
Bancassurance	97,71,801	82,61,773
Micro Insurance Agent		-
CSC		(1)
IMF	391	814
Web Aggregator	3,817	1,837
Referral		
Total (B)	1,56,62,217	1,34,63,471

For accounting policy on commission refer note (g) of Schedule 16 (B))

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 3
OPERATING EXPENSES RELATED TO INSURANCE BUSINESS

(₹ '000)

Sr. No.	Particulars	Year ended March 31, 2020	Year ended March 31, 2019
1	Employees' remuneration & welfare benefits (Refer note no. 12 & 19 of Schedule 16 (C))	1,36,13,835	1,23,71,811
2	Travel, conveyance and vehicle running expenses	7,21,254	6,20,832
3	Training expenses	6,16,779	3,63,078
4	Rent, rates & taxes	8,14,434	6,69,794
5	Repairs	6,75,485	5,66,224
6	Printing & stationery	1,62,174	1,20,978
7	Communication expenses	5,33,843	5,31,825
8	Legal & professional charges	16,41,531	12,96,238
9	Medical fees	3,93,745	2,76,675
10	Auditors' fees, expenses, etc.		
	(a) as auditor	5,700	4,800
	(b) as adviser or in any other capacity, in respect of		
	(i) Taxation matters	-	-
	(ii) Insurance matters	-	-
	(iii) Management services; and	-	-
	(c) in any other capacity (Refer note no. 23(ix) of Schedule 16 (C))	1,653	1,643
	(d) Out of pocket expenses	423	289
11	Advertisement, Publicity and marketing	9,42,596	8,11,463
12	Interest & bank charges	84,857	76,711
13	Recruitment expenses	29,664	14,968
14	Information technology expenses	8,42,287	6,51,310
15	Goods and Service Tax	1,13,773	1,07,399
16	Stamp duty on policies	9,27,260	6,25,263
17	Depreciation	8,88,599	9,10,784
18	Business promotion expenses (Refer note no. 36 of Schedule 16 (C))	-	-
19	Other expenses	11,20,956	9,07,427
	Total	2,41,30,848	2,09,29,514

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 4

BENEFITS PAID (NET)

(₹ '000)

Sr. No.	Particulars	Year ended March 31, 2020	Year ended March 31, 2019
1	Insurance claims		
	(a) Claims by death	1,73,20,157	1,55,96,390
	(b) Claims by maturity	4,38,11,242	4,43,58,880
	(c) Annuities / Pension payment	21,97,182	18,19,920
	(d) Other benefits		
	- Survival	82,54,294	75,91,982
	- Surrender	3,70,90,942	4,05,77,407
	- Discontinuance / Lapsed termination	1,52,38,102	1,17,64,139
	- Withdrawals	3,94,42,883	3,16,66,904
	- Rider	89,856	97,955
	- Health	16,554	4,808
	- Interest on unclaimed amounts	1,94,544	3,28,979
	- Others	12,174	8,931
2	(Amount ceded in reinsurance)		
	(a) Claims by death	(19,12,942)	(14,84,310)
	(b) Claims by maturity	-	-
	(c) Annuities / Pension payment	-	-
	(d) Other benefits		
	- Health	(1,526)	(1,209)
3	Amount accepted in reinsurance		
	(a) Claims by death	-	-
	(b) Claims by maturity	-	-
	(c) Annuities / Pension payment	-	-
	(d) Other benefits		
	- Health	-	-
	Total	16,17,53,462	15,23,30,777

Notes :

- a) Claims include claims settlement costs, wherever applicable.
- b) Legal, other fees and expenses also form part of the claims cost, wherever applicable.
- c) All the claims are paid or payable in India.
- d) For accounting policy on benefits paid refer note (f) of Schedule 16 (B))

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 5

SHARE CAPITAL

(₹ '000)

Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	Authorised Capital 2,000,000,000 (Previous year - 2,000,000,000) Equity Shares of ₹ 10/- each	2,00,00,000	2,00,00,000
2	Issued Capital 1,000,026,295 (Previous year - 1,000,000,000) Equity Shares of ₹ 10/- each	1,00,00,263	1,00,00,000
3	Subscribed Capital 1,000,026,295 (Previous year - 1,000,000,000) Equity Shares of ₹ 10/- each	1,00,00,263	1,00,00,000
4	Called-up Capital 1,000,026,295 (Previous year - 1,000,000,000) Equity Shares of ₹ 10/- each Less : Calls unpaid Add : Shares forfeited (Amount originally paid up) Less : Par value of Equity shares bought back Less : Preliminary expenses Expenses including commission or brokerage on underwriting or subscription of shares	1,00,00,263 - - - - -	1,00,00,000 - - - - -
	Total	1,00,00,263	1,00,00,000

Note :
Out of the total share capital, 576,000,000 shares (Previous year March 31, 2019 - 621,000,000 shares) of ₹10 each are held by the holding company State Bank of India.

SCHEDULE - 5A

PATTERN OF SHAREHOLDING

[As certified by the Management]

Shareholder	As at March 31, 2020		As at March 31, 2019	
	Number of Shares	% of Holding	Number of Shares	% of Holding
Promoters				
Indian - State Bank of India (Holding Company and its Nominees)	57,60,00,000	57.60	62,10,00,000	62.10
Foreign - BNP Paribas Cardif	5,20,07,092	5.20	7,70,07,092	7.70
Others	37,19,96,849	37.20	30,19,92,908	30.20
Total	1,00,00,03,941	100	1,00,00,00,000	100

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 6

RESERVES AND SURPLUS

(₹ '000)

Sr. No.	Particulars	As at March 31, 2020		As at March 31, 2019	
1	Capital reserve		-		-
2	Capital redemption reserve		-		-
3	Share premium				-
	Opening Balance	-		-	
	Add : Additions during the year	14,526		-	
	Less : Deductions during the year	-	14,526	-	-
4	Revaluation reserve		-		-
5	General reserves		-		-
	Less : Debit balance in Profit and Loss account, if any		-		-
	Less : Amount utilized for buy-back		-		-
6	Catastrophe reserve		-		-
7	Employee Stock Options Outstanding Account				
	Opening Balance	-		-	
	Add : Additions during the year	1,126		-	
	Less : Deductions during the year	-	1,126	-	-
8	Balance of profit in Profit and Loss account		7,88,23,269		6,46,01,438
	Total		7,88,38,921		6,46,01,438

SCHEDULE - 7

BORROWINGS

(₹ '000)

Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	Debentures / bonds	-	-
2	Banks	-	-
3	Financial institutions	-	-
4	Others	-	-
	Total	-	-

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 8

INVESTMENTS - SHAREHOLDERS'

(₹ '000)			
Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
	LONG TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds including Treasury Bills	1,68,05,809	1,49,47,449
2	Other Approved Securities	1,30,72,611	55,52,583
3	Other Investments (Other Approved Investments)		
	(a) Shares		
	(aa) Equity	1,07,04,254	1,08,84,159
	(bb) Preference	68	129
	(b) Mutual fund	-	-
	(c) Derivative instruments	-	-
	(d) Debentures / Bonds	38,10,026	50,95,185
	(e) Other Securities	-	-
	(f) Subsidiaries	-	-
	(g) Investment Properties - Real Estate	-	-
4	Investment in Infrastructure and Social Sector	1,32,86,273	1,17,35,411
5	Other than Approved Investments (Other Investments)	45,60,280	48,12,224
		6,22,39,321	5,30,27,139
	SHORT TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds including Treasury Bills	14,87,955	9,990
2	Other Approved Securities	1,55,764	1,11,390
3	Other Investments (Other Approved Investments)		
	(a) Shares		
	(aa) Equity	-	-
	(bb) Preference	-	-
	(b) Mutual Funds	-	14,00,982
	(c) Derivative instruments	-	-
	(d) Debenture / Bonds	1,44,801	5,06,447
	(e) Other Securities		
	(aa) Fixed Deposit	-	-
	(bb) Certificate of Deposit	-	-
	(cc) Commercial Paper	-	-
	(dd) Repo / TREP Investments	30,36,467	4,13,552
	(f) Subsidiaries	-	-
	(g) Investment Properties - Real Estate	-	-
4	Investment in Infrastructure and Social Sector	7,15,209	12,63,431
5	Other than Approved Investments (Other Investments)	4,99,945	4,99,464
		60,40,141	42,05,256
	Total	6,82,79,462	5,72,32,395

Notes :

(₹ '000)			
Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	Aggregate cost of Investments in Fixed Deposits reclassified to Schedule 11		
	Fixed Deposit - Long Term	-	-
	Fixed Deposit - Short Term	-	3,20,000
	Total		3,20,000
2	Investments made out of Catastrophe reserve at cost	Nil	Nil
3	Particulars of Investment other than listed equity shares		
	Amortised cost	6,03,04,615	5,00,06,775
	Market value	6,25,59,082	5,01,64,327
4	Break-up of Infrastructure and Social Sector Investment		
	Long Term Investments		
	a) Other Approved Investments - Equity	3,53,275	2,82,379
	b) Other Approved Investments - Bonds & Debentures	1,21,23,081	1,06,31,378
	c) Other Investments - Equity		
	d) Other Investments - Bonds & Debentures	8,09,917	8,21,653
	Short Term Investments		
	a) Other Approved Investments - Equity		
	b) Other Approved Investments - Bonds & Debentures	7,15,209	8,63,906
	c) Other Investments - Equity		
	d) Other Investments - Bonds & Debentures		3,99,525
5	Break-up of Other than Approved Investments (Other Investments)		
	Bonds & Debentures	27,39,073	24,39,034
	Equity	23,21,152	28,72,654
	Mutual Funds & Alternative Investment Funds		
6	Securities deposited (other than cash) towards margin requirement for equity and Government securities trade (Refer note no. 3 of Schedule 16 (C))		
	a) Fixed Deposit with National Securities Clearing Corporation Limited (NSCCL)	2,00,000	2,00,000
	b) Fixed Deposit with Indian Clearing Corporation Limited (ICCL)	-	70,000
	c) Government Securities with Clearing Corporation of India Ltd.- TREP Segment		
	Amortised Cost	5,26,097	4,79,579
	Market value	5,51,532	4,93,483
	d) Government Securities with Clearing Corporation of India Ltd.- Securities Segment		
	Amortised Cost	23,02,520	22,25,154
	Market value	24,31,553	23,09,288
7	Impairment / NPA provision on debt investments (Refer note no. 21(B) of Schedule 16 (C))		-
8	For accounting policy on investments, refer note (k) of Schedule 16 (B)		

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 8A

INVESTMENTS - POLICYHOLDERS'

		(₹ '000)	
Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
	LONG TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds including Treasury Bills	29,69,83,212	26,76,24,792
2	Other Approved Securities	10,77,61,926	8,20,33,600
3	Other Investments (Other Approved Investments)		
	(a) Shares		
	(aa) Equity	7,13,06,005	5,56,46,168
	(bb) Preference	97,922	1,84,226
	(b) Mutual fund	-	-
	(c) Derivative Instruments	-	-
	(d) Debentures / Bonds	5,43,36,337	4,88,82,894
	(e) Other Securities	-	-
	(f) Subsidiaries	-	-
	(g) Investment Properties - Real Estate	-	-
4	Investments in Infrastructure and Social Sector	13,03,17,132	12,25,38,674
5	Other than Approved Investments (Other Investments)	1,07,46,821	1,01,39,127
		67,15,49,354	58,70,49,481
	SHORT TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds including Treasury Bills	1,14,48,948	1,01,38,731
2	Other Approved Securities	21,49,816	21,13,254
3	Other Investments (Other Approved Investments)		
	(a) Shares		
	(aa) Equity	-	-
	(bb) Preference	-	-
	(b) Mutual Funds	57,60,157	1,60,13,297
	(c) Derivative Instruments	-	-
	(d) Debenture / Bonds	1,03,65,116	73,73,116
	(e) Other Securities		
	(aa) Fixed Deposit	-	-
	(bb) Certificate of Deposit	-	-
	(cc) Commercial Paper	3,36,382	-
	(dd) Repo / TREP Investments	2,52,10,617	90,45,697
	(f) Subsidiaries	-	-
	(g) Investment Properties - Real Estate	-	-
4	Investments in Infrastructure and Social Sector	71,28,983	1,29,90,315
5	Other than Approved Investments (Other Investments)	2,50,000	-
		6,26,50,019	5,76,74,410
	Total	73,41,99,373	64,47,23,890

Notes :

		(₹ '000)	
Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	Aggregate cost of Investments in Fixed Deposits reclassified to Schedule 11		
	Fixed Deposit - Long Term	51,20,700	1,18,67,800
	Fixed Deposit - Short Term	67,37,200	30,83,300
	Total	1,18,57,900	1,49,51,100
2	Aggregate cost of Investments in State Bank of India (Holding Company) (Refer note no. 39(C) of Schedule 16 (C))	1,650	1,650
3	Investments made out of Catastrophe reserve at cost	Nil	Nil
4	Particulars of Investment other than listed equity shares		
	Amortised cost	66,10,57,411	58,83,50,919
	Market value	70,69,01,247	60,01,62,040
5	Break-up of Infrastructure and Social Sector Investment		
	Long Term Investments		
	a) Other Approved Investments - Equity	40,22,821	23,43,202
	b) Other Approved Investments - Bonds & Debentures	12,39,16,652	11,71,36,914
	c) Other Investments - Equity		
	d) Other Investments - Bonds & Debentures	23,77,658	30,58,558
	Short Term Investments		
	a) Other Approved Investments - Equity		
	b) Other Approved Investments - Bonds & Debentures	70,30,022	1,28,41,714
	c) Other Investments - Equity		
	d) Other Investments - Bonds & Debentures	98,961	1,48,600
6	Break-up of Other than Approved Investments (Other Investments)		
	Bonds & Debentures	24,94,919	14,10,176
	Equity	49,76,341	58,80,539
	Mutual Funds & Alternative Investment Funds	35,25,561	28,48,413
7	Securities deposited (other than cash) towards margin requirement for equity and Government securities trade		
	a) Fixed Deposit with National Securities Clearing Corporation Limited (NSCCL)	-	-
	b) Fixed Deposit with Indian Clearing Corporation Limited (ICCL)	-	-
	c) Government Securities with Clearing Corporation of India Ltd.- TREP Segment		
	Amortised Cost	-	-
	Market value	-	-
	d) Government Securities with Clearing Corporation of India Ltd.- Securities Segment		
	Amortised Cost	-	-
	Market value	-	-
8	Impairment / NPA provision on debt investments (Refer note no. 21(B) of Schedule 16 (C))	-	-
9	For accounting policy on investments, refer note (k) of Schedule 16 (B)		

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 8B

ASSETS HELD TO COVER LINKED LIABILITIES

(₹ '000)			
Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
	LONG TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds including Treasury Bills	20,14,82,615	16,98,61,575
2	Other Approved Securities	6,03,58,751	4,08,73,085
3	Other Investments (Other Approved Investments)		
	(a) Shares		
	(aa) Equity	21,80,72,129	22,75,95,656
	(bb) Preference	13,412	25,250
	(b) Mutual fund	30,55,749	-
	(c) Derivative Instruments	-	-
	(d) Debentures / Bonds	4,09,28,173	4,93,64,563
	(e) Other Securities (represents Fixed Deposit with a Scheduled Bank)	7,23,900	17,49,500
	(f) Subsidiaries	-	-
	(g) Investment Properties - Real Estate	-	-
4	Investments in Infrastructure and Social Sector	10,21,16,790	7,49,46,620
5	Other than Approved Investments (Other Investments)	3,22,16,179	3,18,62,744
		65,89,67,698	59,62,78,993
	SHORT TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds including Treasury Bills	6,83,96,994	2,65,54,284
2	Other Approved Securities	2,12,186	-
3	Other Investments (Other Approved Investments)		
	(a) Shares		
	(aa) Equity	-	-
	(bb) Preference	-	-
	(b) Mutual fund	27,54,089	1,36,10,191
	(c) Derivative Instruments	-	-
	(d) Debentures / Bonds	92,92,413	36,36,741
	(e) Other Securities		
	(aa) Fixed Deposit	14,85,600	26,95,100
	(bb) Certificate of Deposit	-	28,10,483
	(cc) Commercial Paper	1,61,962	-
	(dd) Repo / TREP Investments	2,94,18,414	2,12,75,033
	(f) Subsidiaries	-	-
	(g) Investment Properties - Real Estate	-	-
4	Investments in Infrastructure and Social Sector	14,63,309	92,24,628
5	Other than Approved Investments (Other Investments)	50,042	-
6	Net Current Assets [Refer Note below]	1,34,50,563	1,52,05,350
		12,66,85,572	9,50,11,811
	Total	78,56,53,270	69,12,90,804

Notes :

(₹ '000)			
Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	Aggregate cost of Investments in State Bank of India (Holding Company) (Refer note no. 39(C) of Schedule 16 (C))	8,52,500	8,52,500
2	Investments made out of Catastrophe reserve at cost	Nil	Nil
3	Particulars of Investment other than listed equity shares		
	Amortised cost	52,70,95,707	41,68,10,050
	Market value	52,94,49,195	42,52,40,723
4	Break-up of Net Current Assets - "Assets Held To Cover Linked Liabilities"		
	a) Interest accrued and not due	1,19,99,647	1,11,34,648
	b) Net receivable to Unit linked Funds	27,54,028	61,84,116
	c) Investment sold - pending for settlement	12,97,688	29,25,573
	d) Investment purchased - pending for settlement	(25,41,224)	(49,73,522)
	(e) Other receivable / (payable)	(59,576)	(65,465)
	f) Application money for Investment	-	-
	Total	1,34,50,563	1,52,05,350
5	Break-up of Infrastructure and Social Sector Investment		
	Long Term Investments		
	a) Other Approved Investments - Equity	1,78,58,992	1,14,83,550
	b) Other Approved Investments - Bonds & Debentures	8,32,29,174	6,11,05,025
	c) Other Investments - Equity		
	d) Other Investments - Bonds & Debentures	10,28,624	23,58,045
	Short Term Investments		
	a) Other Approved Investments - Equity		
	b) Other Approved Investments - Bonds & Debentures	14,63,309	87,18,243
	c) Other Investments - Equity		
	d) Other Investments - Bonds & Debentures		5,06,386
6	Break-up of Other than Approved Investments (Other Investments)		
	Bonds & Debentures	29,54,520	15,56,114
	Equity	68,36,909	1,17,65,524
	Mutual Funds & Alternative Investment Funds	2,24,74,792	1,85,41,106
7	Impairment / NPA provision on debt investments (Refer note no. 21(B) of Schedule 16 (C))	5,25,790	-
8	For accounting policy on investments, refer note (k) of Schedule 16 (B)		

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 9

LOANS

(₹ '000)			
Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	SECURITY WISE CLASSIFICATION		
	<i>Secured</i>		
	(a) On mortgage of property		
	(aa) In India	-	-
	(bb) Outside India	-	-
	(b) On Shares, Bonds, Govt Securities etc	-	-
	(c) Loans against policies	7,19,065	4,42,697
	(d) Others (On Book Debts and Current Assets)	29,25,750	12,82,350
	<i>Unsecured</i>	-	-
	Total	36,44,815	17,25,047
2	BORROWER - WISE CLASSIFICATION		
	(a) Central and State Governments	-	-
	(b) Banks and Financial institutions	29,25,750	12,82,350
	(c) Subsidiaries	-	-
	(d) Companies	-	-
	(e) Loans against policies	7,19,065	4,42,697
	(f) Others	-	-
	Total	36,44,815	17,25,047
3	PERFORMANCE - WISE CLASSIFICATION		
	(a) Loans classified as standard less provisions		
	(aa) In India	36,44,815	17,25,047
	(bb) Outside India	-	-
	(b) Non - standard loans less provisions		
	(aa) In India	-	-
	(bb) Outside India	-	-
	Total	36,44,815	17,25,047
4	MATURITY - WISE CLASSIFICATION		
	(a) Short Term	2,06,951	65,564
	(b) Long Term	34,37,864	16,59,483
	Total	36,44,815	17,25,047

Note:

(₹ '000)			
Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	Aggregate cost of principal receivable within 12 months from the Balance Sheet date out of Long Term Loans	5,95,833	2,87,500
2	Provision towards Standard Asset (Refer note no. 21(A) of Schedule 16 (C))	11,750	5,150
3	Loans considered doubtful and the amount of provision (Other than standard provision) created against such loans	Nil	Nil
4	Short-term loans include those which are repayable within 12 months from Balance Sheet date. Long term loans are the loans other than short-term loans.		
5	For accounting policy on loans, refer note (I) of Schedule 16 (B) and 20 of Schedule 16 (C))		

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 10

FIXED ASSETS

(₹ '000)

Particulars	Cost / Gross block				Depreciation					Net block	
	As at April 01, 2019	Additions	Deductions	As at March 31, 2020	As at April 01, 2019	For the year	On Adjustments	On Sales	As at March 31, 2020	As at March 31, 2020	As at March 31, 2019
Goodwill	-	-	-	-	-	-	-	-	-	-	-
Intangibles - software	20,54,534	2,90,892	10	23,45,416	16,44,441	3,25,237	-	9	19,69,669	3,75,747	4,10,093
Land-freehold	17,62,522	-	-	17,62,522	-	-	-	-	-	17,62,522	17,62,522
Leasehold property	-	-	-	-	-	-	-	-	-	-	-
Building on freehold land #	6,77,870	-	-	6,77,870	84,405	10,813	-	-	95,218	5,82,651	5,93,464
Building on Leasehold Land	14,27,317	-	-	14,27,317	58,381	22,599	-	-	80,980	13,46,337	13,68,936
Furniture & fittings	8,91,192	94,410	14,951	9,70,651	5,23,863	1,06,255	-	14,691	6,15,427	3,55,224	3,67,329
Information technology equipment	13,80,757	98,896	10,188	14,69,465	12,56,805	1,39,728	-	9,788	13,86,745	82,720	1,23,953
Vehicles	2,107	388	-	2,495	198	348	-	-	546	1,949	1,910
Office equipment	6,04,619	1,46,564	5,645	7,45,538	3,46,208	1,11,784	-	4,823	4,53,169	2,92,369	2,58,411
Leasehold improvements	8,43,218	2,99,600	3,583	11,39,235	2,40,635	1,38,275	-	3,512	3,75,398	7,63,837	6,02,584
Servers & Networks	3,84,811	17,501	212	4,02,100	2,40,291	45,270	-	47	2,85,514	1,16,586	1,44,520
Total	1,00,28,947	9,48,251	34,590	1,09,42,609	43,95,227	9,00,309	-	32,870	52,62,666	56,79,942	56,33,721
Capital work in progress and capital advances	3,18,512	4,01,907	5,88,514	1,31,905	-	-	-	-	-	1,31,905	3,18,512
Grand Total	1,03,47,459	13,50,158	6,23,104	1,10,74,514	43,95,227	9,00,309	-	32,870	52,62,666	58,11,848	59,52,233
Previous year ended March 31, 2019	93,19,472	25,12,620	14,84,633	1,03,47,459	35,06,553	9,16,978	-	28,304	43,95,227	59,52,233	

Includes certain asset leased pursuant to operating lease agreements (Refer note no. 16(b) of Schedule 16 (C))

For accounting policies on fixed assets and depreciation refer note (h) of Schedule 16 (B)

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 11

CASH AND BANK BALANCES

(₹ '000)			
Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	Cash (including cheques, drafts and stamps)	1,72,334	16,76,821
2	Bank balances		
	(a) Deposit accounts		
	(aa) Short-term (due within 12 months of the date of balance sheet)	67,37,200	34,03,300
	(bb) Others	51,20,700	1,18,67,800
	(b) Current accounts* (Refer note no. 3(b) of Schedule 16 (C))	21,67,536	72,24,800
	(c) Others# (Refer note no. 3(b) of Schedule 16 (C))	33,600	33,100
	(d) Unclaimed Dividend Accounts (Refer note no. 34 of Schedule 16 (C))	895	488
3	Money at call and short notice		
	(a) With banks	-	-
	(b) With other institutions	-	-
4	Others	-	-
	Total	1,42,32,265	2,42,06,308
	Balances with non-scheduled banks included in 2 and 3 above	Nil	Nil
	Cash and bank balances		
1	In India	1,41,53,712	2,41,74,317
2	Outside India (Refer note no. 3(b) of Schedule 16 (C))	78,553	31,991
	Total	1,42,32,265	2,42,06,308

* Includes debit and credit balances of bank accounts.

Other bank balances comprise of ₹ 33,600 thousand (Previous year ended March 31, 2019 : ₹ 33,100 thousand) kept with bank for issuance of bank guarantees.

Note:

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

(₹ '000)			
Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	Cash in hand	22	4
2	Postal franking & Revenue Stamps	71,754	2,62,362
3	Cheques in hand	1,00,558	14,14,454
	Total	1,72,334	16,76,821

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 12

ADVANCES AND OTHER ASSETS

(₹ '000)

Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
	ADVANCES		
1	Reserve deposits with ceding companies	-	-
2	Application money for investments	-	-
3	Prepayments	4,05,672	2,33,588
4	Advances to Directors / Officers	-	-
5	Advance tax paid and taxes deducted at source (Net of provision for taxation)	-	-
6	Advances to suppliers	1,10,222	2,01,853
7	Advances to employees	9,117	8,882
	Total (A)	5,25,011	4,44,323
	OTHER ASSETS		
1	Income accrued on investments		
	a) Shareholders'	17,08,279	18,94,579
	b) Policyholders'	2,92,91,705	2,62,82,068
2	Outstanding Premiums	45,06,760	30,13,230
3	Agents' Balances	24,412	15,635
	Less:- Provision for doubtful receivables	(1,216)	-
	Net Agent Balances	23,196	15,635
4	Foreign Agents' Balances	-	-
5	Due from other entities carrying on insurance business (including reinsurers)	44,804	2,64,901
6	Due from subsidiaries / holding company	-	-
7	Deposit with Reserve Bank of India	-	-
8	Security deposit	11,75,135	11,73,535
9	Receivables (Refer Note-1 below)	24,39,167	37,85,945
10	Goods and Service Tax and Service tax advance and unutilized credit	9,95,003	10,76,515
11	Assets held for unclaimed amount of policyholders (Refer note no. 24 of Schedule 16 (C))	30,08,192	37,67,786
12	Income accrued on unclaimed fund (Refer note no. 24 of Schedule 16 (C))	2,63,586	4,89,253
	Total (B)	4,34,55,828	4,17,63,449
	Total (A + B)	4,39,80,839	4,22,07,773

Note: 1

'Receivables' under Advances and other assets (Schedule 12) comprise of:

(₹ '000)

Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	Dividend	7,972	33,736
2	Proceeds from sale / Maturity of investments	4,44,970	4,78,996
3	Receivable from Unit linked / Non Unit Linked Funds (Refer note no.30 of Schedule 16 (C))	15,79,733	29,62,852
4	Others	4,06,492	3,10,360
	Total	24,39,167	37,85,945

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 13

CURRENT LIABILITIES

(₹ '000)

Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	Agents' balances	5,82,336	6,17,478
2	Balances due to other insurance companies (including reinsurers)	1,95,985	1,27,491
3	Deposits held on re-insurance ceded	-	-
4	Premium received in advance	52,035	2,21,307
5	Unallocated premium and other deposits	31,84,271	32,94,310
6	Sundry creditors	71,01,205	61,49,318
7	Due to subsidiaries / holding companies	5,57,292	5,09,907
8	Claims outstanding	24,81,893	11,22,065
9	Annuities due	13,721	7,118
10	Due to Officers / Directors	-	-
11	Unclaimed amount - policyholders (Refer note no. 24 of Schedule 16 (C))	30,08,192	37,67,786
12	Income accrued on unclaimed fund (Refer note no. 24 of Schedule 16 (C))	2,63,586	4,89,253
13	Others [Refer note below]	1,03,97,342	1,74,65,264
	Total	2,78,37,858	3,37,71,298

Note:

'Others' under current liabilities (Schedule 13) comprise of:

(₹ '000)

Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	Brokerage payable	1,792	795
2	Outstanding payables for investments	2,26,720	26,43,969
3	Payable to Unit linked Fund / Unclaimed Fund (Refer note no. 30 of Schedule 16 (C))	43,71,491	90,68,797
4	TDS Payable	3,24,918	1,29,590
5	Goods and Service Tax Payable	14,73,453	16,94,850
6	Other Statutory liabilities	1,33,062	1,14,494
7	Others*	38,65,906	38,12,768
	Total	1,03,97,342	1,74,65,264

* Includes unclaimed dividend amounting to ₹ 895 thousands (Previous year ended March 31, 2019 : ₹ 488 thousand)

SCHEDULE - 14

PROVISIONS

(₹ '000)

Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	For taxation (Net of Advance tax. Refer Note below)	11,92,997	6,28,231
2	For proposed dividends	-	-
3	For dividend distribution tax (Refer note no. 34 of Schedule 16 (C))	-	-
4	For employee benefits (Refer note no. 19 of Schedule 16 (C))	11,92,129	9,60,575
5	For interim dividend (Refer note no. 34 of Schedule 16 (C))	-	20,00,000
	Total	23,85,126	35,88,806

Provision for taxation (Net of advance tax)

Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	Provision for tax	(1,68,94,576)	(1,32,13,519)
2	Advance tax and taxes deducted at source	1,57,01,579	1,25,85,288
	Total	(11,92,997)	(6,28,231)

SCHEDULE - 15

MISCELLANEOUS EXPENDITURE

(To the extent not written off or adjusted)

(₹ '000)

Sr. No.	Particulars	As at March 31, 2020	As at March 31, 2019
1	Discount allowed in issue of shares / debentures	-	-
2	Others	-	-
	Total	-	-

SBI LIFE INSURANCE COMPANY LIMITED

Schedule 16

Significant accounting policies and notes forming part of the accounts for the year ended March 31, 2020

A. Corporate Information and Nature of Operations

SBI Life Insurance Company limited ('the Company') established as a joint venture between State Bank of India (SBI) and BNP Paribas Cardif SA, incorporated on October 11, 2000 as a Company under the Companies Act. The Company is registered with the Insurance Regulatory and Development Authority of India ('IRDAI') and is carrying on the business of life insurance and annuity. The Company's life insurance business comprises of individual life and group business, including participating, non-participating, pension, group gratuity, group leave encashment, group superannuation, group immediate annuity, unit-linked insurance products, variable insurance products, health and micro insurance. Some of these policies have riders such as accident and disability benefit, level term and critical illness. The equity shares of the Company are listed on the National Stock Exchange (NSE) and Bombay Stock Exchange (BSE).

B. Basis of Preparation and Significant Accounting Policies

a. Basis of preparation and presentation

The Financial Statements are prepared under the historical cost convention, on accrual basis in accordance with the generally accepted accounting principles in India (Indian GAAP) and in compliance with the Accounting Standards notified under Section 133 of the Companies Act, 2013, read together with Rule 7 of the Company (Accounts) Rules, 2014, further amended by Companies (Accounting Standards) Amendment Rules, 2016, to the extent applicable, the provisions of the Insurance Act, 1938, as amended by the Insurance Laws (Amendment) Act, 2015, the Insurance Regulatory and Development Act, 1999, the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations, 2002 (the Accounting Regulations), the Master Circular on Preparation of Financial Statements and Filing of Returns of Life Insurance Business dated December 11, 2013 and various circulars and notifications issued by the Insurance Regulatory and Development Authority of India thereafter.

The accounting policies followed are consistent with those followed in the previous year.

Use of estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities as of the date of the financial statements. The reliance upon estimates and assumptions used in the accompanying financial statements are based on management's evaluation of the relevant facts and circumstances as of the date of the financial statements. Actual results may differ from the estimates and assumptions used in preparing the

accompanying financial statements. Difference between the actual and estimates are recognised in the period in which the actual results materialise or are known. Any revision to accounting estimates is recognised prospectively in current and future periods.

b. Revenue recognition

i. Premium Income

Premium of non-linked business is recognised as income (net of goods and service tax) when due from policyholders. In respect of linked business, premium income is recognised when the associated units are allotted. In case of variable insurance products (VIPs), premium income is recognised on the date when the Policy Account Value is credited. Uncollected premium from lapsed policies is not recognised as income until such policies are revived.

Top up premiums are considered as single premium.

ii. Income from Linked funds

Income from linked funds which includes fund management charges, policy administration charges, mortality charges, etc. are recovered from linked fund in accordance with terms and conditions of policy and recognised when recovered.

iii. Investment Income

Dividend income for quoted shares is recognised on ex-dividend date, for non-quoted shares the dividend is recognised when the right to receive dividend is established.

Interest income is recognised on accrual basis. Pre-acquisition interest paid/received to/from counterparty on purchase/sale transaction is debited/credited to interest accrued and not due account. Accretion of discount and amortisation of premium in respect of debt securities are effected over the remaining term of such instruments on the basis of the related Yield-to-Maturity.

Realised gains and losses in respect of equity securities and units of mutual funds are calculated as the difference between the net sales proceeds and their cost. In respect of debt securities, the realised gains and losses are calculated as difference between net sales proceeds or redemption proceeds and weighted average amortised cost. Cost in respect of equity shares and units of mutual fund are computed using the weighted average method.

Fees received on lending of equity shares under Securities lending and borrowing scheme (SLB) is recognised as income over the period of the lending on straight-line basis.

iv. Income from loans

Interest income on loans is recognised on an accrual basis. Loan processing fee is recognised on receipt basis.

v. Rental Income

Rental income is recognised in the income statement on the straight line basis over the lease period.

c. Reinsurance premium ceded

Premium ceded on re-insurance is accounted in accordance with the terms of the re-insurance treaty or in-principle arrangement with the re-insurer.

d. Liability for life policies (Policy liabilities)

The actuarial liability of all the life insurance policies has been calculated by the Appointed Actuary in accordance with the Insurance Act 1938, and as per the rules & regulations and circulars issued by IRDAI from time to time and the relevant Guidance Notes (GN) and / or Actuarial Practice Standards (APS) issued by the Institute of Actuaries of India.

Non-linked business is reserved using a prospective gross premium valuation method. Mathematical reserves are calculated based on future assumptions having regard to current and future experience e.g. interest rates, mortality and expenses.

For participating products, vested bonuses are those which were distributed by the company consequent to the actuarial valuations carried out annually at the end of each financial year dated 31st March, 2002 to 31st March, 2020. For participating pension products, special one-time bonus declared during financial year 2003-04 and 2004-05 have been taken into account. Appropriate future bonus assumptions have been made.

For Group-Par-Pension, the reserve is the Accumulated Fund Value.

For Non-Linked - Individual fund-based products and Non-Linked - Group fund-based products, the policy liability in respect of savings portion is equal to the fund value as on the date of valuation.

The unit liability in respect of Individual - Linked and Group - Linked business has been considered as the value of the units standing to the credit of the policy holders, using the net asset value (NAV) as on the valuation date.

The adequacy of charges under individual unit linked policies to meet future expenses has been tested and provision made as appropriate. Provision has also been made for the cost of guarantee under Unit Linked products offered with Guarantee.

Variable insurance policies (VIPs) have also been valued in a manner similar to the ULIP business by considering liability as the policy account standing to the credit of the policyholders plus additional provisions for adequacy of charges to meet expenses.

Appointed Actuary is satisfied that the nature and extent of re-insurance arrangements require no additional reserve to be set aside apart from reinsurance reserves set aside based on Unearned Premium Reserve (UPR) methodology.

Considering the prudence of the valuation basis and the margins in the assumptions, our assessment is that, the reserve set aside is sufficient to meet all future policy outgoes under adverse conditions.

e. Funds for future appropriation

For non-linked participating business, the balance in the funds for future appropriations account represents funds, the allocation of which, either to participating policyholders' or to shareholders', has not been determined at the Balance Sheet date. Transfers to and from the fund reflect the excess or deficit of income

over expenses and appropriations in each accounting period arising in the Company's policyholders' fund. In respect of participating policies any allocation to the policyholder would also give rise to a shareholder transfer in the required proportion.

The fund for future appropriations held in the unit-linked funds, represents surplus that has arisen from lapsed policies unlikely to be revived. This surplus is required to be held within the policyholders' fund till the point at which the policyholders' can no longer revive their policy.

f. Benefits paid

- i. Claims cost consist of the policy benefit amounts and claims settlement costs, where applicable.
- ii. Claims by death and rider are accounted when intimated. Intimations up to the end of the period are considered for accounting of such claims.
- iii. Claims by maturity are accounted on the policy maturity date.
- iv. Survival and annuity benefit claims are accounted when due.
- v. Surrenders and withdrawals are accounted as and when intimated. Benefits paid also includes amount payable on lapsed policies which are accounted for as and when due. Surrenders, withdrawals and lapsation are disclosed at net of charges recoverable.
- vi. Repudiated claims disputed before judicial authorities are provided for based on management prudence considering the facts and evidences available in respect of such claims.
- vii. Amount recoverable from re-insurers are accounted for in the same period as the related claim and are reduced from claims.

g. Acquisition costs

Acquisition costs such as commission, medical fees, etc. are costs that are primarily related to the acquisition of new and renewal insurance contracts. The same are expensed in the period in which they are incurred.

h. Fixed assets, intangibles and depreciation

Fixed assets

Fixed assets are stated at cost, less accumulated depreciation and impairment, if any. Cost includes the purchase price and any other cost which can be directly attributed to bringing the asset to its working condition for its intended use. Subsequent expenditure incurred on existing fixed assets is expensed out except where such expenditure increases the future economic benefits from the existing assets.

Intangibles

Intangible assets are stated at cost, less accumulated amortisation and impairment, if any. Expenditure incurred on major application software and their customisation or further development is recognised as an intangible asset. The same is capitalised under fixed assets if such expenditure results in a benefit of enduring nature. Other software expenses are expensed in the period in which they are incurred. Subsequent expenditure incurred on existing assets is expensed out except where such expenditure increases the future economic benefits from the existing assets, in which case the expenditure is amortised over the remaining useful life of the original asset.

Capital work in progress

Costs of assets as at the Balance sheet date not ready for its intended use are disclosed as capital work-in-progress. Advances paid towards the acquisition of fixed assets and intangibles at the Balance Sheet date are disclosed as capital work-in-progress.

Depreciation/ amortisation

The Company is following straight line method of depreciation provided on pro rata (monthly) basis for period of use for the following type of assets based on useful life as prescribed under Part “C” of Schedule II to the Companies Act, 2013:

Nature of Asset	Useful life
Furniture & fittings	10 Years
Office equipments	5 Years
Vehicles	8 Years
Building	60 Years
Information technology equipment	3 Years
Servers & networks	6 Years

Software expenses are amortised over a maximum period of 3 years.

Leasehold improvements are amortised equally over the period of lease. Capital expenditure on individual assets up to ₹ 1,000 are not capitalized and expensed out as revenue expenditure. Assets individually costing more than ₹ 1,000 and up to ₹ 20,000 are fully depreciated in the month of acquisition.

Depreciation is charged to Revenue and Profit & Loss Account based on the “put to use” criteria as per IRDAI guidelines.

i. Impairment of fixed assets

The carrying values of assets at each Balance Sheet date are reviewed for impairment. If any indication of such impairment exists, the recoverable amounts of those assets are estimated and impairment is recognised, if the carrying amount of those assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived by discounting the estimated future cash flows to their present value based on an appropriate discount factor. If at the Balance sheet date, there is an indication that an impairment loss recognised for an asset in earlier accounting periods is no longer required or has decreased; reversal of impairment loss is recognised. The recoverable amount is reassessed and the asset is reflected at recoverable amount, subject to a maximum of depreciable historical cost.

j. Foreign currency transactions

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of transaction.

Monetary assets and liabilities in foreign currency as at the Balance Sheet date are converted at the exchange rates prevailing on that date.

Non-monetary items like fixed assets which are recorded at historical cost are reported using the exchange rate at the date of transaction.

Non-monetary items other than fixed assets, which are recognised at fair value or other similar valuation are reported using exchange rate at the date when such value was determined.

Exchange differences either on settlement or on translation are recognised in the Revenue Account or Profit and Loss Account, as the case may be.

k. Investments

Investments are made and accounted in accordance with the Insurance Act, 1938, Insurance Regulatory and Development Authority of India (Investment) Regulations, 2016, and Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002, Investment Policy of the Company and various other circulars/ notifications as issued by IRDAI from time to time.

Investments are recorded on the trade date at cost, which includes brokerage, security transaction tax, education cess and stamp duty, wherever applicable and excludes interest paid, if any, on purchase.

Bonus entitlements are recognised as investments on the 'ex- bonus date'. Rights entitlements are recognised as investments on the 'ex-rights date'.

i. Classification of Investments

Investments maturing within twelve months from balance sheet date and investments made with the specific intention to dispose-off within twelve months from balance sheet date shall be classified as short-term investments.

Investments other than Short-term investments are classified as "Long-term investments".

ii. Valuation - shareholders' investments and non-linked policyholders' investments

Debt securities

Debt securities, including Government securities and money market securities are stated at historical cost subject to amortisation of premium or accretion of discount over a period of holding/ maturity on yield to maturity basis.

Investments in Fixed Deposits with banks and Reverse Repo are valued at cost.

Equity, equity related instruments & preference shares

Listed equity shares, equity related instruments & preference shares are measured at fair value on the Balance Sheet date. For the purpose of determining fair value, the closing price at primary exchange i.e. NSE is considered.

If NSE closing price is not available for any security, then BSE closing price is used for valuation.

Unlisted equity shares, equity related instruments & preference shares are measured at historical cost.

In case of Security Lending & Borrowing ('SLB'), Equity Shares lent are valued as per valuation policy for equity shares as mentioned above.

Additional Tier 1 (Basel III Compliant) Perpetual Bonds classified under "Equity" as specified by IRDAI, are valued at prices obtained from Credit Rating Information Services of India Limited ('CRISIL').

Unrealised gains or losses arising due to change in the fair value of equity shares are recognised in the Balance Sheet under "Fair value change account".

On each balance sheet date, the Company assess whether impairment of listed equity securities has occurred. Any impairment loss is recognised as an expense in the Revenue or Profit and Loss Account to the extent of the difference between the re-measured fair value of the security or investment and its weighted average cost as reduced by any previous impairment loss recognised as an expense in the Revenue or Profit and Loss Account. Any reversal of impairment loss, earlier recognised in Revenue or Profit and Loss Account, is recognised in the Revenue or Profit and Loss Account.

Mutual funds

Investments in mutual funds are valued at the previous day's Net Asset Value (NAV). Unrealised gains or losses arising due to change in the fair value of mutual fund units are recognised in the Balance Sheet under "Fair value change account".

Alternative Investment Funds (AIFs)

Investments in Alternative Investment Funds (AIFs) are valued at latest available NAV. Unrealised gains or losses arising due to change in the fair value of Alternative Investment Funds (AIFs) are recognised in the Balance Sheet under "Fair value change account".

iii. Valuation - Linked business

Debt securities

Debt securities including Government securities with remaining maturity of more than one year are valued at prices obtained from CRISIL.

Debt securities including government securities with remaining maturity of less than one year are valued on yield to maturity basis, where yield is derived using market price provided by CRISIL on the day when security is classified as short term. If security is purchased during its short term tenor, it is valued at amortized cost using yield to maturity method. In case of securities with options, earliest Call Option / Put Option date will be taken as maturity date for this purpose.

Money market securities are valued at historical cost subject to amortisation of premium or accretion of discount on yield to maturity basis.

Investments in Fixed Deposits with banks and Reverse Repo are valued at cost.

Equity, equity related instruments & preference shares

Listed equity shares, equity related instruments & preference shares are measured at fair value on the Balance Sheet date. For the purpose of determining fair value, closing price at primary exchange i.e. NSE is considered.

If NSE closing price is not available for any security, then BSE closing price is used for valuation.

Unlisted equity shares, equity related instruments & preference shares are measured at historical cost.

In case of Security Lending & Borrowing (SLB), Equity Shares lent are valued as per valuation policy for equity shares as mentioned above.

Additional Tier 1 (Basel III Compliant) Perpetual Bonds classified under "Equity" as specified by IRDAI, are valued at prices obtained from CRISIL.

Unrealised gains or losses arising due to change in the fair value are recognised in the Revenue Account.

Mutual funds

Investments in mutual funds are valued at the previous day's Net Asset Value (NAV). Unrealised gains or losses arising due to change in the fair value of mutual fund units are recognised in the Revenue Account.

iv. Transfer of investments

In the case of deficit in Revenue Account, transfer of securities from shareholders to policyholders is done as below:

- (i) Debt securities are transferred at lower of net amortised cost or market value on the date of transfer;
- (ii) Equity securities are transferred at lower of cost or market value on the date of transfer.

In the case of surplus in Revenue Account, transfer of securities from policyholders' to shareholders' is done as below:

- (i) Debt securities are transferred at net amortised cost;
- (ii) Equity securities are transferred at market value on the date of transfer.

No transfer of investments is carried out between non-linked policyholders' funds. In case of unit linked fund, inter schemes transfers are affected at prevailing market value at the time of transfer.

v. Impairment of Investments

On each balance sheet date, the Company assesses whether there is any indication of impairment of investments or reversal of impairment loss recognised in prior periods. Any impairment loss is recognised as an expense in the Revenue or Profit and Loss Account to the extent of the difference between the re-measured fair value of the security or investment and its weighted average cost as reduced by any previous impairment loss recognised as an expense in the Revenue or Profit and Loss Account. Any reversal of impairment loss, earlier recognised in Revenue or Profit and Loss Account, is recognised in the Revenue or Profit and Loss Account.

vi. Provision for Non-Performing Assets (NPAs)

All assets where the interest and/or principal repayment remain overdue for more than 90 days at the Balance Sheet date are classified as NPA and provided for in accordance with the requirement of applicable IRDAI Regulations/circulars.

l. Loans

Investments in Loans are stated at historical cost, less repayments, subject to provision for impairment losses & non-performing asset (NPA) provision, if any.

m. Provision for Standard Assets

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

n. Employee benefits

(i) Post-employment benefit

Defined benefit plans

Provident Fund

The Company makes contribution towards provident fund, a defined benefit retirement plan. The provident fund is administered by the trustees of the SBI Life Insurance Company Limited Employees PF Trust. The contribution paid or payable under the schemes is charged to the Revenue Account during the period in which the employee renders the related service. Further, an actuarial valuation is conducted annually by an independent actuary to recognise the deficiency, if any, in the interest payable on the contributions as compared to the interest liability as per the statutory rate.

Gratuity

The Company has incorporated a gratuity trust. The Company makes contribution to a Gratuity Fund administered by trustees of SBI Life Insurance Company Limited Employees Gratuity Fund. The plan provides a lump sum payment to vested employees at retirement or termination of employment based on the respective employee's salary and the years of employment with the Company.

The Company accounts for the liability for future gratuity benefits based in accordance with Accounting Standard - 15 (Revised). The net present value of the Company's obligation towards the same is actuarially determined based on the projected unit credit method as at the Balance Sheet date. Actuarial gains and losses are recognised in the Revenue Account.

(ii) Other long-term employee benefits

Compensated Absences and Long Term Service Awards

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability at the present value of the defined benefit obligation at the Balance Sheet date.

Long Term Service Awards are recognised as a liability at the present value of the defined benefit obligation at the Balance Sheet date.

The Company accrues the liability for compensated absences and long term service awards in accordance with Accounting Standard - 15 (Revised). The net present value of the Company's obligation is determined based on the projected unit credit method as at the Balance Sheet date.

(iii) Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid for the services rendered by employees is recognised during the period when the employees renders the service. These benefits include salaries and bonuses, short term compensated absences, premium for staff medical insurance (hospitalization), premium for employee group term insurance scheme etc.

(iv) Employee share based payments

The Company follows the intrinsic value method to account for its share-based employee compensation plans in accordance with the Guidance Note on Accounting for Employee Share based Payments, issued by the Institute of Chartered Accountants of India (ICAI). The intrinsic value is measured as the excess, if any, of

the fair market price of the underlying stock over the exercise price on the grant date. The intrinsic value of options, if any, at the grant date is amortised over the vesting period. The fair market price is the latest closing price, immediately prior to the grant date, on the stock exchange on which the shares of the Company are listed. If the shares are listed on more than one stock exchange, then, the stock exchange which records the highest trading volume on the date, immediately prior to the grant date is considered.

o. Accounting for Leases

(i) Operating Lease

Where the Company is the lessee

Leases where the lessor effectively retains substantially all the risks and benefits of ownership over the lease term are classified as operating leases. Operating lease rentals are recognised as an expense over the lease period on a straight line basis.

Where the Company is the lessor

Assets subject to operating leases are included in fixed assets. Lease income is recognised in the Profit and Loss Account on a straight-line basis over the lease term. Costs, including depreciation are recognised as expense in the Profit and Loss Account.

(ii) Finance Lease

Leases under which the Company assumes substantially all the risk and rewards of ownership of the asset are classified as finance leases. Such leased asset acquired are capitalised at fair value of the asset or present value of the minimum lease rental payments at the inception of the lease, whichever is lower.

p. Taxation

Direct Taxes

Provision for current income tax, if any, is made on an accrual basis after taking credit for all allowances and exemptions in accordance with the Income Tax Act, 1961.

Deferred income tax is recognised for future tax consequences attributable to timing differences between income as determined by the financial statements and the recognition for tax purposes. The effect of deferred tax asset or liability of a change in the tax rates are recognised using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognised only to the extent that there is a virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets or liabilities are reviewed as at each Balance Sheet date and written down or written up to reflect the amount that is reasonably or virtually certain to be realised.

Indirect Taxes

Goods and service tax liability on output service is set-off against the input tax credits available from tax paid on input services. Unutilised credits, if any, are carried forward under "Advances and other assets" for

future set off and are deferred for recognition to the extent there is reasonable certainty that the assets can be realised in future.

q. Segmental reporting

As per Accounting Standard 17 on “Segmental Reporting” read with IRDA (Preparation of Financial Statements and Auditor’s Report of Insurance Companies) Regulations, 2002, the Company has classified and disclosed segmental information in to participating, non-participating and linked businesses, which are further segmented into Individual life, group, health, pension, variable and annuity.

r. Provisions and contingent liabilities

The Company recognises a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made. Loss contingencies arising from litigation etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

Contingent assets are neither recognised nor disclosed.

s. Earnings per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period in the shareholders’ account by the weighted average number of equity shares outstanding during the period.

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

t. Cash and Cash Equivalents

Cash and cash equivalents for the purpose of Receipts and Payments Account comprises of cash and cheques in hand, bank balances, deposits with banks and other short-term highly liquid investments with original maturities of three months or less.

C. Notes to Accounts

1. Contingent Liabilities

₹ ('000)			
Sr. No	Particulars	As at March 31, 2020	As at March 31, 2019
1	Partly paid - up investments	8,600,000	6,550,000
2	Claims, other than against policies, not acknowledged as debts by the Company (Refer Note 4)	5,601	10,819
3	Underwriting commitments outstanding (in respect of shares and securities)	---	---
4	Guarantees given by or on behalf of the Company	---	---
5	Statutory demands or liabilities in dispute, not provided (Refer Note 1)	---	---
6	Reinsurance obligations to the extent not provided for in accounts	---	---
7	Others:		
	- Insurance claims disputed by the Company, to the extent not provided or reserved (Refer Note 1 & 4)	1,495,749	1,043,530
	- Directions issued by IRDAI under section 34(1) of Insurance Act, 1938 (Refer Note 2)	1,044,294	3,723,263
	Total	11,145,644	11,327,612

Notes:

Note 1:

Show cause notices issued by various Government Authorities are not considered as an obligation. When any order or notice is raised by the authorities for which the Company is in appeal under adjudication, these are disclosed as contingent liability except in cases where the probability of any financial outflow is remote.

Note 2:

(a) IRDAI has issued directions under Section 34 (1) of the Insurance Act, 1938 to distribute the administrative charges paid to master policyholders amounting to ₹ 843,174 thousands (previous year ended March 31, 2019: ₹ 843,174 thousands) vide order no. IRDA/Life/ORD/Misc/228/10/2012 dated October 5, 2012. The Company had filed an appeal against the said order with the Ministry of Finance, Government of India, which remanded the case back to IRDAI on November 4, 2015. Thereafter, IRDAI issued further directions dated January 11, 2017 reiterating the directions issued on October 5, 2012. The Company has filed an appeal against the said directions/ orders with the Securities Appellate Tribunal, which is pending final determination.

(b) IRDAI has issued directions under section 34 (1) of the Insurance Act, 1938 to refund the excess commission paid to corporate agents to the members or the beneficiaries amounting to ₹ 2,752,948 thousands (previous year ended March 31, 2019: ₹ 2,752,948 thousands) vide order no. IRDA/Life/ORD/Misc/083/03/2014 dated March 11, 2014 has been set aside by order dated January 29, 2020 made by the Securities Appellate Tribunal (SAT). The SAT has remitted the matter to IRDAI to recalculate the interest earned on advance premium collected. The IRDAI recalculation, if any, has not been received by the Company.

Note 3:

There has been a Supreme Court judgment dated February 28, 2019 relating to components of salary structure that need to be considered while computing provident fund contribution under the Employees' Provident Funds and Miscellaneous Provident Act, 1952. The Company has prospectively included the component of salary in the definition of basic salary and accordingly deducted PF in line with the said judgement of Supreme Court. However, there are other interpretive aspects related to the judgment which require clarification. The Company will continue to assess any further development in this matter for the implication on the financial statements, if any on receiving additional clarity on the subject.

Note 4:

These cases pertain to litigation pending with various appellate forums/courts.

2. Pending Litigation

The Company's pending litigations comprise of claims against the company primarily by customers and proceedings pending with tax authorities. The company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed the contingent liability (refer note 1 of Schedule 16 (C)) where applicable, in its financial statements. The Company does not expect the outcome of these proceedings to have a material adverse effect on its financial results as at March 31, 2020.

3. Encumbrances on assets

The Assets of the company are free from any encumbrances as at March 31, 2020 except for:

- a. Securities or cash deposited as margin for investment trade obligations of the company:

₹ ('000)

Particulars	As at March 31, 2020		As at March 31, 2019	
	Book Value	Market Value	Book Value	Market Value
1) Clearing Corporation of India Ltd.- Securities Segment				
i) Government Securities	2,302,520	2,431,553	2,225,154	2,309,288
ii) Cash	165,100	165,100	165,100	165,100
Sub Total	2,467,620	2,596,653	2,390,254	2,474,388
2) Clearing Corporation of India Ltd.- TREP Segment				
i) Government Securities	526,097	551,532	479,579	493,483
ii) Cash	5,100	5,100	5,100	5,100
Sub Total	531,197	556,632	484,679	498,583
3) National Securities Clearing Corporation Limited NSCCL - Capital Market Segment				
i) Fixed Deposit	200,000	200,000	200,000	200,000
ii) Cash	-	-	51,278	51,278
Sub Total	200,000	200,000	251,278	251,278
4) Indian Clearing Corporation Limited ICCL - Capital Market Segment				
i) Fixed Deposit	-	-	70,000	70,000
ii) Cash	-	-	-	-
Sub Total	-	-	70,000	70,000
Grand Total	3,198,817	3,353,285	3,196,211	3,294,249

Notes:

- i. Physical custody of the securities is with respective clearing houses; however, company has a right on the contractual cash flows of these investments. These investments can be invoked by the clearing houses in case of any default by the Company in settlement of trades.
- ii. No Securities or cash deposited as margin for investment trade obligations are issued outside India.

b. Other assets

Particulars	₹ ('000)	
	As at March 31, 2020	As at March 31, 2019
1) Sales Tax Department - Jammu as security deposit for registration		
Fixed Deposit	250	250
2) State Bank of India - Bahrain		
Cash at Bank	9,934	8,896
3) Bank guarantee issued to Post office department and UIDAI		
Fixed Deposit	33,600	33,100
Total	43,784	42,246

4. Capital commitments

Particulars	₹ ('000)	
	As at March 31, 2020	As at March 31, 2019
Commitments made and outstanding for loans and investment	3,535,303	3,477,299
Estimated amount of contracts remaining to be executed on capital account, to the extent not provided for (net of advances)	193,682	243,363

5. Actuarial assumptions

The assumptions used in valuation of liabilities are in accordance with the guidelines and norms issued by the IRDAI and the Institute of Actuaries of India in concurrence with IRDAI.

The actuarial assumptions certified by the Appointed Actuary whose services are as extended by IRDAI as a very special case upto September 30,2020 or review of appointed actuary's report by the Authority for the financial year 2019-20, whichever is earlier, are as under:

- a. In the actuarial valuation all the policies, which were in the books of the Company and where there is a liability as at March 31, 2020 have been taken into account.

The portfolio consists of Participating, Non-Participating and Linked segments.

'Participating' segment is further classified in to the following Lines of Businesses (LoBs): Individual - Life - Participating, Individual - Pension - Participating, Group - Pension - Participating and Individual - VIP - Participating.

'Non-Participating' segment is further classified in to the following LoBs: Individual - Life - Non-Participating, Individual - Pension - Non-Participating, Group Savings - Non-Participating, Group One Year

Renewable Group Term Assurance (OYRGTA) - Non-Participating, Group Other - Non-Participating, Annuity - Non-Participating (Individual and Group), Health - Non-Participating (Individual and Group), and VIP - Non-Participating (Individual and Group).

‘Linked’ segment is further classified in to the following LoBs: Individual - Life - Linked, Group - Linked and Individual - Pension - Linked.

- b. For policies which are likely to get cancelled during their “free look period”, premium less stamp duty and medical expenses as per the policy contract need to be refunded. Adequate provision is kept for such policies.

- c. The following parametric values are used to carry out the actuarial valuation:

For mortality assumption under life business ‘Indian Assured Lives (2012-2014) Ultimate Mortality table’ and under general annuity business ‘Mortality for Annuitants-LIC (a) (1996-98) Ultimate Rates’ has been used. For Morbidity assumption, the Morbidity Tables provided by re-insurers has been used with suitable adjustment.

The interest rate for valuation lies in the range of 5.50% to 6.00% per annum as shown in the table below. While allocating expenses for the current year, the entire policyholders’ expenses have been allocated product-wise.

Line of Business	Valuation basis as on March 31, 2020	Valuation basis as on March 31, 2020
Participating	5.95%	5.95%
Non-Participating	5.50%	5.50%
Unit Linked	5.50%	5.50%
Annuity	6.00%	6.00%
Health	5.50%	5.50%

As regard for future expenses, on the basis of experience available, fixed expenses are considered separately for single premium products and regular premium products.

Segment / Product	Fixed Expenses Assumptions (Amounts in ₹)	
	Regular Premium	Single Premium
Participating - Individual Life, Individual Pension, Individual VIP Non-Participating - Individual Life, Individual Pension, Annuity (Individual and Group), Health (Individual)	Ranging from 105 to 610 based on the nature of product	Ranging from 80 to 505 based on the nature of product
Linked - Individual Life, Individual Pension	700	525
Non-Participating - Group Other, Group Savings - Swarnaganga, Health (Group) Linked - Group (Per life basis)	Ranging from 4.25 to 350 based on the nature of product	Ranging from 50 to 260 based on the nature of product

For fully paid-up and reduced paid-up policies, fixed expenses are considered same as for single premium policies.

An inflation rate of 5.50% per annum (previous year ended March 31, 2019: 5.50% per annum) has been assumed while estimating future expenses.

For participating products, the vested bonuses are those which were distributed by the Company consequent to the actuarial valuations carried out annually at the end of each financial year dated March 31, 2002 to March 31, 2020. Regarding bonus provisions for the current financial year and bonus provision for future years, the bonus rates have been assessed by carrying out Bonus Earning Capacity (BEC)/ asset share investigations and taking into consideration the policyholder's reasonable expectations.

Margin for Adverse Deviation (MAD) has been separately provided, wherever applicable and required. In addition to this, Incurred but Not Reported (IBNR) claims reserve is also provided wherever required.

The above parameters and the MAD provision have been observed to ensure prudence and are in accordance with the GN / APS issued by the Institute of Actuaries of India and in concurrence with the Regulations and circulars of IRDAI.

The Surplus emerged from Non-participating segment has been transferred to Profit & Loss Account for the year ended March 31, 2020 based on the recommendation of the Appointed Actuary and the necessary fund transfer will be made after the year end on the basis of Audited financials with required recommendations by the Appointed Actuary.

Funds for Future Appropriation

As at March 31, 2020, the Funds for Future Appropriation (FFA) in non-linked participating segments is ₹ 7,136,661 thousands (previous year ended March 31, 2019 ₹ 2,816,206 thousands).

There is no FFA under any other segment.

6. Cost of guarantee

Provision of ₹ 3,895,095 thousands (previous year ended March 31, 2019 - ₹ 4,492,317 thousands) has also been made for the cost of guarantee under Individual unit linked policies with guarantee and provision of ₹ 17,388 thousands (previous year ended March 31, 2019 - ₹ 14,890 thousands) has also been made for the cost of guarantee under Group unit linked policies.

7. Policy liabilities

The non-linked policy liability after reinsurance of ₹ 761,230,063 thousands as on March 31, 2020 (previous year ended March 31, 2019: ₹ 649,543,916 thousands) includes the following non-unit reserve held for linked liabilities:

Particulars	₹ ('000)	
	As at March 31, 2020	As at March 31, 2019
ULIP - Individual	9,395,421	9,238,217
ULIP - Group	43,971	37,581
ULIP - Pension	955,154	662,998
Total	10,394,547	9,938,796

The total linked liabilities (excluding non-unit reserve) stands at ₹ 785,653,270 thousands as at March 31, 2020 (previous year ended March 31, 2019: ₹ 691,290,804 thousands).

8. Reinsurance or Risk retention

In the normal course of its business, the Company seeks to reduce risk exposure by reinsuring certain levels of risk in various areas of exposure with re-insurers. An asset or liability is recorded in the Balance Sheet representing premiums due to or payments due from re-insurers and share of claims recoverable from re- insurers. Extent of risk retained and reinsured is given below:

Particulars	As at March 31, 2020		As at March 31, 2019	
	Sum Assured ₹ ('000)	%	Sum Assured ₹ ('000)	%
Individual Business				
Risk Retained	4,109,452,746	80.82%	3,493,700,215	81.10%
Risk Reinsured	974,979,716	19.18%	814,017,286	18.90%
Group Business				
Risk Retained	5,404,740,051	64.25%	5,058,810,981	76.72%
Risk Reinsured	3,007,869,271	35.75%	1,534,852,796	23.28%
Total				
Risk Retained	9,514,192,798	70.49%	8,552,511,196	78.45%
Risk Reinsured	3,982,848,987	29.51%	2,348,870,082	21.55%

9. Benefit payable

The claims settled and remaining unpaid for a period of more than 6 months on the Balance Sheet date

₹ ('000)

Particulars	As at March 31, 2020		As at March 31, 2019	
	Count	Amount	Count	Amount
Claims	539	49,175	13	3,356

All the claims are payable in India.

10. Investments

- Investments have been made in accordance with the Insurance Act, 1938, and Insurance Regulatory and Development Authority of India (Investment) Regulations, 2016, as amended from time to time.
- All investments of the Company are performing investments except as disclosed in Note no. 21(B) of Schedule 16 (C).

iii. Value of contracts in relation to investments for:

₹ ('000)

Particulars	As at March 31, 2020			As at March 31, 2019		
	Shareholder	Non Linked Policyholder	Linked Policyholder	Shareholder	Non Linked Policyholder	Linked Policyholder
Purchases where payment is not made and deliveries are pending	-	226,720	2,541,223	7,858	2,636,111	4,973,522
Purchases where payment is made and deliveries are pending	-	-	-	-	-	-
Sales where receivables are pending*	-	444,970	1,297,688	13,920	259,687	2,925,573

*No payments are overdue.

- iv. Equity shares lent under the Securities Lending and Borrowing scheme (SLB) continue to be recognised in the Balance Sheet as the Company retains all the associated risk and rewards of these securities. The Fair value of equity shares lent by the Company under SLB and outstanding as at March 31, 2020 is ₹ Nil (March 31, 2019: ₹ Nil).

- v. Aggregate cost and market value of investments, which are valued at fair value:

₹ ('000)

Particulars	As at March 31, 2020		As at March 31, 2019	
	Book Value	Market Value	Book Value	Market Value
Bonds & Debentures	175,542,370	182,609,579	148,163,778	149,422,476
Equity	386,827,456	336,563,280	275,348,802	328,963,436
Gilts	233,380,620	238,649,507	199,070,806	201,607,366
Mutual Funds	47,506,158	37,570,349	47,678,739	52,413,989
Total	843,256,604	795,392,715	670,262,125	732,407,267

11. Disclosure on Repo / Reverse Repo transactions

Disclosures pursuant to IRDAI notification IRDA/F&I/CIR/INV/250/12/2012 dated December 04, 2012 are detailed below:

As at March 31, 2020

₹ ('000)

Particulars	Minimum outstanding during the year ended March 31, 2020	Maximum outstanding during the year ended March 31, 2020	Daily average outstanding during the year ended March 31, 2020	Outstanding as at March 31, 2020
Securities Sold under Repo:				
i. Government Securities	Nil	Nil	Nil	Nil
ii. Corporate Debt Securities	Nil	Nil	Nil	Nil

Particulars	Minimum outstanding during the year ended March 31, 2020	Maximum outstanding during the year ended March 31, 2020	Daily average outstanding during the year ended March 31, 2020	Outstanding as at March 31, 2020
Securities Purchased under Reverse Repo:				
i. Government Securities	16,567,018	55,219,119	33,667,341	33,813,508
ii. Corporate Debt Securities	Nil	Nil	Nil	Nil

As at March 31, 2019

₹ ('000)

Particulars	Minimum outstanding during the year ended March 31, 2019	Maximum outstanding during the year ended March 31, 2019	Daily average outstanding during the year ended March 31, 2019	Outstanding as at March 31, 2019
Securities Sold under Repo:				
i. Government Securities	Nil	Nil	Nil	Nil
ii. Corporate Debt Securities	Nil	Nil	Nil	Nil
Securities Purchased under Reverse Repo:				
i. Government Securities	17,659,751	49,100,663	33,026,625	32,566,644
ii. Corporate Debt Securities	Nil	Nil	Nil	Nil

12. Managerial remuneration

The Managing Director and CEO have been deputed from State Bank of India and his remuneration is included under "Employees remuneration and welfare benefits" under "Operating expenses related to insurance business." The details of managerial remuneration for current and previous year are as under:

₹ ('000)

Sr. No.	Particulars	Year ended March 31, 2020	Year ended March 31, 2019
		Mr. Sanjeev Nautiyal	Mr. Sanjeev Nautiyal
1	Salary and other allowances	4,345	3,895
2	Provident Fund, Pension fund and Gratuity	492	488
3	Perquisites	3,426	2,670
	Total	8,263	7,053

Notes:

1. The appointment and remuneration of managerial personnel is in accordance with the requirements of section 34A of the Insurance Act, 1938 and has been approved by the IRDAI.
2. The remuneration excludes leave encashment and leave travel allowance which would have been accrued in the books of or funded by State Bank of India.
3. Effective March 10, 2018 Mr. Sanjeev Nautiyal was deputed from State Bank of India as the Managing Director and CEO of the Company. IRDAI has accorded its approval to this appointment.

13. Percentage of business sector wise

Sector	Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Rural	Number of New Policies	381,906	362,377
	% of rural sector policies to total policies	24.61%	23.74%
	Premium Underwritten ₹ ('000)	21,250,514	16,070,149
Social	Number of New Policies (including group business)	556	1,264
	Number of New Lives	313,405	622,784
	Premium Underwritten ₹ ('000)	38,858	88,943
	Social sector lives as a % of total lives	3.50%	11.58%
	Social sector lives as a % of total lives of preceding financial year	5.83%	10.45%
Total	Number of New Policies	1,551,862	1,526,144
	Number of New Lives	8,959,280	5,377,267

Note:

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

14. Investments of funds and assets pertaining to policyholders' liabilities**a. Allocation of investments between policyholders' funds and shareholders' funds**

Investments made out of the shareholders' and policyholders' funds are tracked from inception and income accordingly accounted for on the basis of records maintained. As and when necessary, transfers have been made from shareholders' investments to policyholders' investments. In respect of such transfers, the investment income is allocated from the date of transfer.

b. Policyholders' liabilities adequately backed by assets

₹('000)

Particulars	As at March 31, 2020			As at March 31, 2019		
	Non-Linked	Linked	Total	Non-Linked	Linked	Total
Policyholders' Liabilities*	752,494,779	785,653,270	1,538,148,049	662,923,985	691,290,804	1,354,214,789
Policyholders' Assets						
Investments	734,199,373	772,202,707	1,506,402,080	644,723,890	676,085,454	1,320,809,344
Loans	3,644,815	-	3,644,815	1,725,047	-	1,725,047
Net Current Assets	14,650,591	13,450,563	28,101,154	16,475,048	15,205,350	31,680,398
Total Assets	752,494,779	785,653,270	1,538,148,049	662,923,985	691,290,804	1,354,214,789

* including funds for future appropriation and fair value change account

15. Taxation

The Company carries on life insurance business and hence the provisions of Section 44 and the first schedule of Income Tax Act, 1961, are applicable for computation of profits and gains of its business. Provision for taxation made in revenue and profit and loss account is as follows :-

₹ ('000)

Particulars	As at March 31, 2020	As at March 31, 2019
Revenue Account	3,767,393	2,686,884
Profit and Loss Account	(86,336)	460,683
Total	3,681,057	3,147,567

16. Operating lease arrangements

(a) Assets taken on operating lease:

In accordance with Accounting Standard 19 on 'Leases', the details of leasing arrangements entered into by the Company are as under:

The Company has entered into agreements in the nature of lease or leave and licence with different lessors or licensors for residential premises, office premises and motor vehicles. These are in the nature of operating lease. Some of these lease arrangements contain provisions for renewal and escalation. There are no restrictions imposed by lease arrangements nor are there any options given to the Company to purchase the properties and the rent is not determined based on any contingency.

The operating lease rentals charged to the Revenue Account during the year and future minimum lease payments as at the Balance Sheet date are as follows:

₹ ('000)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Total lease rental charged to Revenue Account	773,533	632,108

₹ ('000)

Particulars	As at March 31, 2020	As at March 31, 2019
Lease obligation for:		
- Not later than 1 year	653,465	583,377
- Later than 1 year and not later than 5 years	2,150,108	1,881,477
- Later than 5 years	845,332	895,279

(b) Assets given on operating lease:

The Company has entered into an agreement in the nature of leave and licence for leased out some portion of office premises. This is in the nature of operating lease and lease arrangement contains provisions for renewal. There are no restrictions imposed by lease arrangement and the rent is not determined based on any contingency.

The total lease payments received in respect of such lease recognised in Profit and Loss Account for the year is as under:

₹ ('000)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Total lease rental recognised in Profit and Loss Account	61,364	79,044

17. Earnings per share

In accordance with Accounting Standard 20 on 'Earning per share', basic earnings per share are calculated by dividing the net profit or loss in the shareholders' account by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations.

The computation is set out below:

Sr. No.	Particulars	Year ended March 31, 2020	Year ended March 31, 2019
1	Net Profit after tax as per Profit & Loss Account available for both basic and diluted earnings per share ₹ ('000)	14,221,831	13,267,964
2	Weighted average number of equity shares		
	a. For basic earnings per share	1,000,003,338	1,000,000,000
	b. For diluted earnings per share		
	i) No of equity shares for basic earnings per share as per (a) above	1,000,003,338	1,000,000,000
	ii) Add: Weighted average outstanding options deemed to be issued for no consideration	402,050	34,102
3	Weighted average number of equity shares for Diluted Earnings per Share	1,000,405,387	1,000,034,102
4	Basic Earnings per share (₹) (1/2.a.)	14.22	13.27
5	Diluted Earnings per share (₹) (1/3)	14.22	13.27
6	Face value per share (₹)	10	10

18. Operating expense disclosure

The additional disclosure on operating expenses incurred pursuant to IRDA circular 067/IRDA/F&A/CIR/Mar-08 dated March 28, 2008 has been detailed below:

₹ ('000)			
Sr. No.	Particulars	Year ended March 31, 2020	Year ended March 31, 2019
1	Outsourcing expenses	1,065,014	976,499
2	Business development	587,175	305,516
3	Marketing support and advertisement	942,596	811,463
	Total	2,594,785	2,093,478

19. Provision for staff benefit as per Accounting Standard 15 (Revised)

a. Defined Benefit Plans:

(i) Gratuity

This is a funded defined benefit plan for qualifying employees under which the Company makes a contribution to the SBI Life Insurance Company Limited Employees Gratuity Fund. The plan provides for a lump sum payment as determined in the manner specified under The Payment of Gratuity Act, 1972, to the vested employees either at retirement or on death while in employment or on termination of employment. The benefit vests after five years of continuous service. Defined benefit obligations are actuarially determined at each Balance Sheet date using the projected unit credit method (PUCM) as per Accounting Standard (AS) 15 (Revised), "Employee benefits". Actuarial gains and losses are recognised in the Revenue Account.

₹ ('000)		
Particulars	As at March 31, 2020	As at March 31, 2019
I. Change in benefit obligation :		
Liability at the beginning of the year	1,034,875	841,074
Interest cost	69,958	60,389
Current service cost	103,586	88,764
Past service cost (Non vested benefit)	-	-
Past service cost (Vested benefit)	-	-
Benefit paid	(58,352)	(35,372)
Actuarial (gain) or loss on obligations	126,086	80,020
Liability at the end of the year	1,276,153	1,034,875
II. Change in plan assets :		
Fair value of plan assets at the beginning of the year	999,881	791,001
Expected return on plan assets	67,592	56,794
Contributions	163,133	165,873
Benefits paid	(58,352)	(35,372)
Actuarial Gain or (Losses) on plan assets	(6,773)	21,585
Fair value of plan assets at the end of the year	1,165,482	999,881
III. Amount recognized in the Balance Sheet :		
Liability at the end of the year	(1,276,153)	(1,034,875)
Fair value of plan assets at the end of year	1,165,482	999,881
Difference	(110,671)	(34,994)

Particulars	As at March 31, 2020	As at March 31, 2019
Unrecognized past service cost	-	-
Unrecognized transition liability	-	-
Net (Liability) or Asset recognized in the Balance Sheet	(110,671)	(34,994)
IV. Expenses recognized in the income statement :		
Current service cost	103,586	88,764
Interest cost	69,958	60,389
Expected return on plan assets	(67,592)	(56,794)
Past service cost (Non vested benefit) recognized	-	-
Past service cost (Vested benefit) recognized	-	-
Recognition of transition liability	-	-
Actuarial (gain) or loss	132,859	58,435
Expense recognized in P & L	238,810	150,794
V. Balance Sheet reconciliation :		
Opening net liability	34,994	50,073
Expense as above	238,810	150,794
(Employers contribution)	(163,133)	(165,873)
Net Liability or (Asset) recognized in Balance Sheet	110,671	34,994
VI. Actual return on plan assets		
Expected return on plan assets	67,592	56,794
Actuarial gains / (losses) on plan assets	(6,773)	21,585
Actual return on plan assets	60,819	78,379
VII. Expected contribution to fund during the next year (12 months)	234,983	138,580
VIII. Investment details of plan assets		
The major categories of plan assets as a percentage of fair value of total plan assets:		
- Insurer Managed Funds (₹)	1,165,482	999,881
- Fund I Investment Allocation Ratio	50%	50%
Corporate Bonds	17%	30%
Equity Shares	25%	27%
Government of India assets	57%	43%
- Fund II Investment Allocation Ratio	50%	50%
Corporate Bonds	31%	43%
Equity Shares	7%	11%
Fixed Deposit	1%	1%
Government of India assets	61%	45%
IX. Actuarial assumptions used		
Discount rate	5.45%	6.76%
Salary escalation rate	10% p.a. up to 5 years & 6% p.a. thereafter	10% p.a. up to 5 years & 6% p.a. thereafter
Expected rate of Return on Plan Assets	5.45%	6.76%

Particulars	As at March 31, 2020	As at March 31, 2019
Attrition rate	25.00%	25.00%
Mortality table	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate

Notes:

- a) Discount rate is based on benchmark rate available on Government Securities for the estimated term of the obligations.
- b) The expected rate of return on plan assets is based on the average long-term rate of return expected on investments of the Fund during the estimated term of the obligations.
- c) The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors.

X. Experience adjustments

₹ ('000)					
Particulars	As at March 31, 2020	As at March 31, 2019	As at March 31, 2018	As at March 31, 2017	As at March 31, 2016
Defined benefit obligation	(1,276,153)	(1,034,875)	(841,074)	(681,197)	(537,025)
Plan assets	1,165,482	999,881	791,001	676,592	535,273
Surplus or (Deficit)	(110,671)	(34,994)	(50,073)	(4,605)	(1,752)
Experience adjustments on plan liabilities (gains) or losses	78,574	67,817	58,647	50,189	40,988
Experience adjustments on plan assets gain or (losses)	(6,773)	21,585	545	31,192	(9,190)

(ii) Provident Fund

The rules of the Company's Provident Fund administered by a Trust require that if the Board of Trustees are unable to pay interest at the rate declared for Employees' Provident Fund by the Government under para 60 of the Employees' Provident Fund Scheme, 1952 for the reason that the return on investment is less or for any other reason, then the deficiency shall be made good by the Company. Based on an actuarial valuation conducted by an independent actuary, there is interest deficiency as at the Balance Sheet date.

₹ ('000)		
Particulars	As at March 31, 2020	As at March 31, 2019
I. Change in benefit obligation :		
Liability at the beginning of the year	4,407,968	3,640,237
Interest cost	405,041	324,671
Current service cost	279,939	219,731
Employee Contribution	566,633	435,546
Liability transferred in	49,542	32,742
Liability transferred out	(41,208)	(20,552)
Benefits paid	(222,882)	(224,407)
Actuarial (gain) or loss on obligations	115,712	-
Liability at the end of the year	5,560,743	4,407,968

Particulars	As at March 31, 2020	As at March 31, 2019
II. Change in plan assets :		
Fair value of plan assets at the beginning of the year	4,505,998	3,717,436
Expected return on plan assets	405,041	324,671
Contributions	846,572	655,277
Transfer from other company	49,542	32,742
Transfer to other company	(41,208)	(20,552)
Benefits paid	(222,882)	(224,407)
Actuarial Gain or (Losses) on plan assets	(98,139)	20,831
Fair value of plan assets at the end of the year	5,444,923	4,505,998
III. Amount recognized in the Balance Sheet :		
Liability at the end of the year	(5,560,743)	(4,407,968)
Fair value of plan assets at the end of year	5,444,923	4,505,998
Funded status	(115,820)	98,030
Asset not recognized in balance sheet	-	98,030
(Shortfall) recognized in the balance sheet	(115,820)	-
IV. Expenses recognized in the income statement :		
Current service cost	279,939	219,731
Interest cost	405,041	324,671
Expected return on plan assets	(405,041)	(324,671)
Interest shortfall	115,820	-
Expense recognized in income statement	395,759	219,731
V. Balance Sheet reconciliation :		
Opening net liability	-	-
Expense as above	395,759	219,731
(Employer's contribution)	(279,939)	(219,731)
Shortfall recognized in the balance sheet	115,820	-
VI. Actual return on plan assets		
Expected return on plan assets	405,041	324,671
Actuarial gains / (losses) on plan assets	(98,139)	20,831
Actual return on plan assets	306,902	345,502
VII. Investment details of plan assets		
Central Government of India assets	1,373,672	1,060,008
State Government of India assets	1,660,577	1,402,497
Special deposits scheme	-	-
Public sector units	832,060	688,175
Private sector bonds	1,124,525	963,454
Short Term Debt Instruments	-	-
Others	232,663	180,166
Equity and related investments	221,427	211,698
Total	5,444,923	4,505,998
VIII. Actuarial assumptions used		
Discount rate	5.45%	6.76%
Expected rate of Return on Plan Assets	8.45%	8.98%
Attrition rate	25.00%	25.00%
Guaranteed interest rate	8.50%	8.65%
Whilst in service withdrawal	5.00%	5.00%

Particulars	As at March 31, 2020	As at March 31, 2019
Reinvestment period on maturity	5 years	5 years
Mortality table	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate

IX. Experience adjustments

₹ ('000)

Particulars	As at March 31, 2020	As at March 31, 2019	As at March 31, 2018	As at March 31, 2017	As at March 31, 2016
Defined benefit obligation	(5,560,743)	(4,407,968)	(3,640,237)	(2,994,017)	(2,497,942)
Plan assets	5,444,923	4,505,998	3,717,436	3,066,946	2,554,683
Asset not recognised in Balance Sheet	-	98,030	77,199	72,929	56,741
Experience adjustments on plan liabilities (gains) or losses	156,495	-	-	-	-
Experience adjustments on plan assets gain or (losses)	(98,139)	20,831	4,270	16,188	13,846

(iii) Other long term benefits

The Company accrues the liability for compensated absences and long term service awards in accordance with Accounting Standard - 15 (Revised). The net present value of the Company's obligation is determined based on the projected unit credit method as at the Balance Sheet date.

₹ ('000)

Particulars	Compensated Absences		Long Term Service Awards	
	As at March 31, 2020	As at March 31, 2019	As at March 31, 2020	As at March 31, 2019
Defined benefit obligation	662,438	529,181	303,200	396,400
Expenses recognized in the income statement during the year	249,165	186,354	40,476	140,998
Actuarial assumptions used				
Discount rate	5.45%	6.76%	5.45%	6.76%
Salary escalation rate	10% p.a. upto 5 years & 6% p.a. thereafter	10% p.a. upto 5 years & 6% p.a. thereafter	10% p.a. upto 5 years & 6% p.a. thereafter	10% p.a. upto 5 years & 6% p.a. thereafter
Attrition rate	25.00%	25.00%	10.00%	25.00%
Mortality table	Indian Assured Lives Mortality (2006- 08) Ultimate	Indian Assured Lives Mortality (2006- 08) Ultimate	Indian Assured Lives Mortality (2006- 08) Ultimate	Indian Assured Lives Mortality (2006- 08) Ultimate

b. Defined Contribution Plans:

Particulars	₹ ('000)	
	Year ended March 31, 2020	Year ended March 31, 2019
Contribution to Pension Scheme	215,829	163,766
Contribution to National Pension Scheme	24,151	18,439
Contribution to Employee Deposit Linked Insurance (EDLI)	13,098	9,927
Contribution to Employees State Insurance Corporation (ESIC)	36,855	49,650
Contribution to Labour Welfare Fund	242	250

(iv) Employee Stock Option Scheme ("ESOS")

The SBI Life Employee Stock Option Plan 2018 ('ESOP 2018') and SBI Life Employees Stock Option Scheme 2018 ('the Scheme' or 'ESOS 2018') has been approved by the shareholders of the Company in the Annual General Meeting (AGM) held on September 27, 2018 based on the recommendation of the Board Nomination & Remuneration Committee ('NRC') and Board of Directors ('Board') in their meetings held on August 31, 2018.

The maximum number of stock options granted to eligible employees in accordance with ESOP 2018 shall not exceed 30,000,000 shares. During any one year, no Employee shall be granted Options equal to or exceeding 1% of the issued share capital of the Company at the time of Grant of Options unless an approval from the Shareholders is taken by way of special resolution in a General Meeting. Further, the maximum number of Options in aggregate granted to an employee under this Plan shall not exceed 1,00,00,000 Options. The Exercise Price shall be determined by the Board Nomination & Remuneration Committee in concurrence with the Board of Directors of the Company on the date the Options are granted and provided in the letter of grant. During the year the NRC in its meeting held on July 23, 2019 has approved the grant of the Employee Stock Options ('Options') under the provisions of ESOS 2018.

The Scheme is directly administered by the Company and provides that eligible employees are granted options to subscribe to equity shares of the Company which vest in a graded manner. The vested options may be exercised within a specified period.

The salient features of ESOS 2018 are as stated below:

Particulars	2018-19	2019-20
Grant date	December 11, 2018	July 23, 2019
Number of options granted	1,041,510	9,59,350
Maximum term of options granted/ Contractual Life	7 years from the grant date	7 years from the grant date
Graded Vesting Period		
1st Year	30% of options granted	30% of options granted
2nd Year	30% of options granted	30% of options granted
3rd Year	40% of options granted	40% of options granted
Mode of settlement	Equity shares	Equity shares
Exercise Price	₹ 562.45	₹ 759.01

Vesting of the Options are subject to continued employment achieving a minimum annual performance rating as prescribed in the ESOS 2018.

A summary of status of Company's Employee Stock Option Scheme in terms of options granted, forfeited and exercised is given below:

Particulars	Year ended March 31, 2020		Year ended March 31, 2019	
	No. of Options	Weighted Average Exercise Price (₹)	No. of Options	Weighted Average Exercise Price (₹)
Outstanding at the beginning of the year	1,038,610	562.45	-	-
Add: Granted during the year	959,350	759.01	1,041,510	562.45
Less: Forfeited/lapsed during the year	(31,489)	574.50	(2,900)	562.45
Less: Exercised during the year	(26,295)	562.45	-	-
Outstanding at the end of the year	1,940,176	659.45	1,038,610	562.45
Exercisable at the end of the year ¹	276,624	562.45	-	-

¹ vested options available for exercise at the end of the year.

The Company follows intrinsic value method to account for its share-based employee compensation plans. During the year ended March 31, 2020, the Company has granted 959,350 options to its eligible employees under ESOS 2018, of which no options are vested or exercised. Out of the total outstanding as at the end of the previous year ended March 31, 2019, 302,919 options are vested during the year ended March 31, 2020. During the year ended March 31, 2020 ₹ 14,790 thousands has been received on exercise of 26,295 options resulting in increase in paid-up equity share capital by ₹ 263 thousands and securities premium by ₹ 14,527 thousand. The Company has recognised a compensation cost of ₹ 1,126 thousands for the year ended March 31, 2020 (previous year ended March 31, 2019: ₹ Nil) since the intrinsic value of the options granted on July 23, 2019 is ₹ 3.14 per option.

The weighted average remaining contractual life of the options outstanding as at March 31, 2020 is 6.0 years (Previous year ended March 31, 2019: 6.7).

Fair value methodology

Method of computation of Fair Value of Options:

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

Particulars	Year ended March 31, 2020	Year ended March 31, 2019	Basis
Risk free interest rate	6.52%	7.30%	Determined based on G-Sec yield on the grant date corresponding to maturity period equal to expected life of options
Expected life of the options (years)	4.55	4.55	Average of the weighted-average time to vesting and the contractual life of options
Expected dividend yield	0.30%	0.36%	Calculated based on recent rate of dividend declared
Expected volatility	25%	26.78%	Based on historical stock prices using annualised standard deviation of daily change in stock price.

Impact of the fair value method on the net profit and earnings per share:

Had the compensation cost for the Company's stock option plans been determined based on the fair value approach, the Company's net profit for the year and earnings per share (both basic and diluted) would have been as per the proforma amounts indicated below:

₹ ('000)			
Sr. No.	Particulars	Year ended March 31, 2020	Year ended March 31, 2019
1	Net Profit after tax as per Profit & Loss Account available for both basic and diluted earnings per share ₹ ('000)	14,221,831	13,267,964
	Add: Stock-based employee compensation expense under intrinsic value method ₹ ('000)	1,126	-
	Less: Stock-based compensation expense determined under fair value based ₹ ('000)	(182,584)	33,863
2	Net profit (proforma) ₹ ('000)	14,040,373	13,234,101
3	No of equity shares for basic earnings per share	1,000,003,338	1,000,000,000
	Add: Weighted average outstanding options deemed to be issued for no consideration	235,034	34,102
4	Weighted average number of equity shares for Diluted Earnings per Share	1,000,238,372	1,000,034,102
5	Basic Earnings per share (₹) (proforma) (2/3)	14.04	13.23
	Diluted Earnings per share (₹) (proforma) (3/4)	14.04	13.23

20. Accounting for diminution in valuation of equity investments

The Company has made the provision for diminution in value of investments on a prudent basis for loss on account of reduction in market values of long term investment in equities as under:

a. Diminution in the value of equity investments

₹ ('000)		
Particulars	As at March 31, 2020	As at March 31, 2019
Shareholders Account	246,829	166,654
Non linked Policyholders Account	1,719,968	1,014,741
Total	1,966,796	1,181,394

Note: Above provision for diminution has been adjusted with fair value change account under policyholders' fund and shareholders' fund in the Balance Sheet.

b. Provision for diminution for equity investments

₹ ('000)		
Particulars	Year ended March 31, 2020	Year ended March 31, 2019
In Revenue Account	705,227	960,782
In Profit & Loss Account	80,175	159,262
Total	785,402	1,120,044

Note: The figures in bracket, if any, indicates reversal of impairment loss earlier recognised in Revenue or Profit and Loss Account.

21. Provision for Standard assets and Non Standard assets for debt portfolio

In accordance with the 'Guidelines on Prudential norms for income recognition, Asset classification, Provisioning and other related matters in respect of Debt portfolio' as specified by IRDAI vide the Master Circular dated December 11, 2013, provision for standard assets and non-standard assets has been recognized as follows: -

A. Provision for Standard Asset on Loans other than against policy**i. Standard asset provision on loans other than against policy**

₹ ('000)

Particulars	As at March 31, 2020	As at March 31, 2019
In Revenue Account	11,750	5,150
In Profit & Loss Account	Nil	Nil

ii. Provision for standard assets on loans other than against policy

₹ ('000)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
In Revenue Account	6,600	(800)
In Profit & Loss Account	Nil	Nil

Note: The figures in bracket, if any, indicates reversal of provision earlier recognised in Revenue Account or Profit and Loss Account.

B. Provision for Non-Performing Assets (Non-standard asset)

₹ ('000)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
In Revenue Account	525,790	Nil
In Revenue Account - Change in Fair Value	Nil	Nil
In Profit & Loss Account	Nil	Nil
Total	525,790	Nil

During the year ended March 31, 2020, the Company has classified its investment in Dewan Housing Finance Ltd.(DHFL) as NPA on account of default in interest and principal repayment of non-convertible debenture (NCDs) held in Unit Linked Funds. The provision of ₹525,790 thousands at 100% of face value and interest accrued till the date of default has been recognized in revenue account.

22. Micro, Small and Medium Enterprises Development Act, 2006

Under the Micro, Small and Medium Enterprises Development Act, 2006, certain disclosures are required to be made relating to Micro, Small and Medium Enterprises.

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

₹ ('000)

Particulars	As at March 31, 2020	As at March 31, 2019
a) (i) Principal amount remaining unpaid to supplier under MSMED Act	16,146	1,149
(ii) Interest on (a) (i) above	NIL	NIL
b) (i) Amount of principal paid beyond the appointed date		
(ii) Amount of interest paid beyond the appointed date (as per Section 16)	NIL	NIL
c) Amount of interest due and payable for the period of delay in making payment, but without adding the interest specified under section 16 of the MSMED Act	NIL	NIL
d) Amount of interest accrued and due	NIL	NIL
e) Amount of further interest remaining due and payable even in succeeding years	NIL	NIL

23. Additional disclosure requirements as per Corporate Governance Guidelines

i. Quantitative and qualitative information on the insurer's financial and operating ratios, namely, incurred claim, commission and expenses ratios:

Refer summary of financial statement and ratios.

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

The actual solvency margin of the Company as on March 31, 2020 stands at 1.95 times (previous year ended March 31, 2019: 2.13 times) as against regulatory requirement of 1.50. There has been no capital infusion after FY 2007-08.

iii. Persistency ratio

The persistency ratio (13th month) including single premium and fully paid up policies for the year ended March 31, 2020 is 86.14% (previous year ended March 31, 2019 is 85.07%) based on premium amount and 75.26% (previous year ended March 31, 2019 is 73.81%) based on number of policies.

iv. Financial performance including growth rate and current financial position of the insurer

Refer summary of financial statement and ratios.

v. A description of the risk management architecture

The Board has the ultimate responsibility for overseeing the management of risk within the Company. The Risk profile of the Company is reported to the Board by the Risk Management Committee of the Board (RMC-B) from time to time. The RMC-B is responsible for overseeing the Company's risk management program and for ensuring that significant risks to the Company are reported to the Board on a timely basis and apprise the Board of the various risk management strategies being adopted. The Company's Risk Appetite statement is reviewed by the Board so as to ensure that the business of the Company is carried out within the set risk limits.

The RMC-B is supported by Risk Management Committee of the Executives (RMC-E) and the Asset Liability Committee (ALCO). The RMC-E oversees the operational risk activities and the ALCO monitors insurance and investment risk portfolio. RMC-E is convened by Chief of Risk, Information and Cyber Security Management and consists of the Managing Director & Chief Executive Officer, Deputy Chief Executive Officer, President - Actuarial & Risk Management, Presidents (Zone I, II & III) , President - Operations, IT & IB, President - Business Strategy, President & Chief Financial Officer, President & Chief Operating Officer, Appointed Actuary, Chief of HR & Management Services, Chief Audit Officer, Chief Information Officer and Chief Investments Officer. ALCO is chaired by Managing Director & Chief Executive Officer and consists of President - Actuarial & Risk Management, President - Business Strategy, President & Chief Financial Officer, Appointed Actuary, Head Pricing, Head Valuation, Head - ALM, Chief Investments Officer. ALCO is convened by the Appointed Actuary.

The Company has an Information Security Committee (ISC) consisting of President - Actuarial & Risk Management, President - Operations, IT & IB; President - Business Strategy, President & Chief Financial Officer, President & Chief Operating Officer, Chief Audit Officer, Chief of Risk, Information & Cyber Security Management, Chief Information Officer. The ISC is convened by the Chief Information Security

Officer and it oversees all information and cyber security risks and its control. The Company also has a Risk Event Monitoring Committee (REMC) comprising of President - Actuarial & Risk Management, President - Business Strategy, President & Chief Financial Officer, Head - Brand & Corporate Communication, Head - Legal and Compliance Officer. The REMC is convened by Chief of Risk, Information & Cyber Security Management and primarily oversees reputational risks and other significant external risks. Minutes of the ISC & REMC meetings are put up to RMC-E for information.

Chief of Risk, Information and Cyber Security Management is responsible and accountable for ensuring that a risk management program is established, implemented and maintained in accordance with Risk Management Policy so that risks are managed to an acceptable level. Chief of Risk, Information and Cyber Security Management reports to the MD & CEO of the Company, through the President - Actuarial & Risk Management and maintains functional relationships with all HoDs and Departmental Risk Officers.

SBI Life is moving towards a partnership model for risk management across the organization where the business, functional and risk management units work together to manage risks. The Departmental / Regional Heads are responsible for the management of risk in their areas of control and guide the Risk Officers in their Department. Risk Officer in each Department / Region is responsible for the identification, measurement, monitoring, and co-ordination of Risk Management activities in his / her Department / Region and cascade the Risk Management initiatives within the department / region. Functional risk limits are monitored through the departmental / regional risk appetite statements.

The Company has aligned its risk management practices with ISO 31000:2018 standard on Risk Management and has been awarded a 'Statement of compliance' in respect of the same by British Standards Institution (BSI). The Company's Business Continuity and Information Security activities are certified to ISO 22301 (Standard on Business Continuity Management) and ISO 27001 (Standard on Information Security Management) respectively.

The Company has set up a Data Protection team to address data privacy / protection. A Data Governance Committee has been constituted and the Company is in the process of formulating a Data Governance Framework consisting of Data Governance policy, procedures and standards.

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

Particulars	As at March 31, 2020	As at March 31, 2019
No. of claims outstanding at the beginning of the year	4,095	5,364
Add:		
No. of claims reported during the year	1,427,518	1,349,734
Less:		
No. of claims settled during the year	1,407,107	1,349,677
No. of claims repudiated during the year	1,441	1,126
No. of Claims rejected during the year	4	3
No. of claims written back	135	197
No. of claims outstanding at the end of the year	22,926	4,095
Details of duration of outstanding claims		
Less than 3 months	21,283	2,862
3 months to 6 months	1,104	1,220
6 months to 1 year	536	1
1 year and above	3	12

The Company is adhering various IRDAI guidelines for settlement of claims and is in the process of improving the claim submission process for timely recording and settlement of claims

vii. **Payments made to group entities from Policyholders Funds**

Refer related party disclosure Point No 39.

viii. **Any other matters, which have material impact on the insurer's financial position**

Nil

ix. **Disclosure on additional works given to auditors**

Pursuant to clause 7.1 of Corporate Governance guidelines issued by IRDAI dated May 18, 2016, the additional works (other than statutory/ internal audit) given to the auditors are detailed below:

₹ ('000)

Particulars	Services rendered	Year ended March 31, 2020	Year ended March 31, 2019
Statutory Auditors (M/s S C Bapna & Associates (Joined on August 01,2019) and M/s R Devendra Kumar & Associates (Joined on January 14,2020))	Certifications [#]	1,653	1,643
(M/s GMJ & Co. - (Resigned on December 27,2019) and M/s P S D & Associates - (retired on August 01,2019)	Report on restated financial statements, related certificates and the comfort letters in relation to offering of the Company's equity shares by certain selling shareholders*	-	-
Concurrent Auditor (M/s Haribhakti & Co. LLP)	Certifications	60	60

[#] includes fees paid for quarterly limited review of financial statements

* In accordance with SEBI rules, the fees disclosed above has been reimbursed by the selling shareholders and hence does not reflect as charge in Company's Profit and Loss account

x. Deposits made under Local laws

The Company has no deposit as at March 31, 2020 (previous year ended March 31, 2019: Nil) made under local laws or otherwise encumbered in or outside India, except investments and deposits detailed in Note 3 of Schedule 16(B).

24. Age-wise analysis for policyholders' - unclaimed amount

In accordance with IRDAI Master Circular on Unclaimed amounts of policyholders dated July 25, 2017, the Company maintains a single segregated fund to manage all unclaimed amounts. The amount is invested in money market instruments, liquid mutual funds and fixed deposits of scheduled banks.

The amount in the unclaimed fund has been disclosed in schedule 12 as "Assets held for unclaimed amount of policyholders" alongwith "Income accrued on unclaimed fund". Investment income accruing to the fund is disclosed in the revenue account. Such investment income net of fund management charges is disclosed in schedule 4 "Benefits paid as "interest on unclaimed amounts"

As per IRDA guidelines, the details of the unclaimed amounts of the policyholders or insured's are mentioned below:

As at March 31, 2020

₹ ('000)								
Particulars	Total Amount	0-6 months	7-12 months	13-18 months	19-24 months	25-30 months	31-36 months	36-120 months*
Claims settled but not paid to the policyholders or insured due to any reasons except under litigation from the insured or policyholders	162,055	-	11,640	26,469	21,568	13,019	75,826	13,532
Sum due to the insured or policyholders on maturity or otherwise*	1,446,882	-	220,198	318,633	95,997	286,133	157,028	368,893
Any excess collection of the premium or tax or any other charges which is refundable to the policyholders either as terms of conditions of the policy or as per law or as may be directed by the Authority but not refunded so far*	227,651	-	42,649	37,046	14,688	18,545	6,526	108,198
Cheques issued but not encashed by the policyholder or insured*	1,435,191	-	90,587	98,100	68,236	65,133	51,583	1,061,550
Total	3,271,779	-	365,075	480,247	200,490	382,830	290,963	1,552,173

* 36-120 months category includes amount of ₹ 15,928 thousands which is lying in Unclaimed Amounts for more than 120 months and is due for transfer to Senior Citizens' Welfare Fund in accordance with IRDAI Master Circular (Unclaimed Amounts of Policyholders) dated July 25, 2017. The same has completed a period of 10 years as at March 31, 2020 and is due for transfer to SCWF on or before March 01, 2021.

As at March 31, 2019

₹ ('000)

Particulars	Total Amount	0-6 months	7-12 months	13-18 months	19-24 months	25-30 months	31-36 months	36-120 months*
Claims settled but not paid to the policyholders or insured due to any reasons except under litigation from the insured or policyholders	172,279	-	33,356	13,008	99,746	6,589	3,668	15,912
Sum due to the insured or policyholders on maturity or otherwise	1,484,907	-	167,941	540,321	253,791	313,637	60,216	149,001
Any excess collection of the premium or tax or any other charges which is refundable to the policyholders either as terms of conditions of the policy or as per law or as may be directed by the Authority but not refunded so far*	366,740	-	23,973	76,008	46,245	57,189	55,900	107,425
Cheques issued but not encashed by the policyholder or insured*	2,233,114	-	202,378	116,030	103,590	234,730	162,283	1,414,103
Total	4,257,040	-	427,648	745,367	503,372	612,145	282,067	1,686,441

* 36-120 months category includes amount of ₹ 13,271 thousands which is lying in Unclaimed Amounts for more than 120 months and is due for transfer to Senior Citizens' Welfare Fund in accordance with IRDAI Master Circular (Unclaimed Amounts of Policyholders) dated July 25, 2017. The same has completed a period of 10 years post September 30, 2018 and is due for transfer to SCWF on or before March 01, 2020.

Details of unclaimed amounts and investment income thereon are as follows: -

₹ ('000)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Opening Balance	4,257,040	6,785,903
Add : Amount transferred to unclaimed amount	903,488	3,566,590
Add : Cheques issued out of the unclaimed amount but not encashed by the policyholders (To be included only when the cheques are stale)	969,271	208,875
Add: Investment Income	194,544	328,979
Less: Amount paid during the year	3,035,403	6,613,683
Less: Amount transferred to SCWF (net of claims paid in respect of amounts transferred earlier)	17,162	19,625
Closing Balance of Unclaimed Amount	3,271,779	4,257,040

25. Discontinued policies

Pursuant to IRDAI circular IRDA/Reg/2/52/2010 dated July 01, 2010, given below are the disclosures pertaining to discontinued policies:

- a. Details of discontinued policies for ULIP are as follows:

Sr. No.	Particulars	Year ended March 31, 2020	Year ended March 31, 2019
1	Number of policies discontinued	265,946	249,801
2	Number of the policies revived	62,052	47,149
3	Percentage of the policies revived	23.33%	18.87%
4	Charges imposed on account of discontinued policies ₹ ('000)	555,535	562,861
5	Charges readjusted on account of revival of discontinued policies ₹ ('000)	124,736	105,292

- b. Details of discontinued policies for Traditional VIP are as follows:

Sr. No.	Particulars	Year ended March 31, 2020	Year ended March 31, 2019
1	Number of policies discontinued	14,965	12,057
2	Number of the policies revived	2,614	2,454
3	Percentage of the policies revived	17.47%	20.35%
4	Charges imposed on account of discontinued policies ₹ ('000)	29,080	24,310
5	Charges readjusted on account of revival of discontinued policies ₹ ('000)	4,526	4,524

- c. Percentage of policies discontinued to total policies (product wise - ULIP):

Sr. No.	Product Name	As at March 31, 2020	As at March 31, 2019
1	Smart Performer	-	0.03
2	Smart Elite Plan	3.63	4.35
3	Smart Scholar	3.34	5.86
4	Smart Power Insurance	7.94	13.44
5	Smart Wealth Assure	0.00	0.02
6	Smart Wealth Builder	5.57	8.45
7	Smart Pension	-	0.26
8	Smart Privilege	5.06	5.10
9	Smart Horizon	-	3.89
10	Retire Smart	4.30	5.69
11	Unit Plus Super	-	1.09
12	Saral Maha Anand	7.56	11.61
13	eWealth Insurance	11.97	19.15
14	Smart InsureWealth Plus	10.52	-
15	Saral InsureWealth Plus	17.74	-

- d. Percentage of policies discontinued to total policies (product wise - Traditional VIP):

Sr. No.	Product Name	As at March 31, 2020	As at March 31, 2019
1	Flexi Smart Plus	5.45	6.20

e. Movement in funds for discontinued policies (Linked):

₹ ('000)

Particulars	As at March 31, 2020	As at March 31, 2019
Opening balance of funds for discontinued policies	33,763,710	22,722,894
Add: Fund of policies discontinued during the year	33,210,480	19,839,340
Less: Fund of policies revived during the year	(8,266,104)	(6,976,926)
Add: Net Income/ Gains on investment of the Fund	3,533,936	2,417,510
Less: Fund Management Charges	(226,043)	(150,835)
Less: Amount refunded to policyholders during the year	(10,764,936)	(4,088,273)
Closing balance of funds for discontinued policies	51,251,044	33,763,710

f. Movement in funds for discontinued policies (Traditional VIP):

₹ ('000)

Particulars	As at March 31, 2020	As at March 31, 2019
Opening balance of funds for discontinued policies	3,188,141	2,774,661
Add: Fund of policies discontinued during the year	2,071,964	1,170,290
Less: Fund of policies revived during the year	(379,953)	(576,309)
Add: Net Income/ Gains on investment of the Fund	242,280	239,551
Less: Fund Management Charges	(16,563)	(17,754)
Less: Amount refunded to policyholders during the year	(2,592,852)	(402,299)
Closing balance of funds for discontinued policies	2,513,017	3,188,141

g. Funds for discontinued policies (Traditional VIP):

₹ ('000)

Particulars	As at March 31, 2020	As at March 31, 2019
(i) Discontinued on account of non-payment of premium	2,499,259	3,152,876
(ii) Others	13,758	35,265
Closing balance of funds for discontinued policies	2,513,017	3,188,141

h. Funds for discontinued policies (ULIP):

As at March 31, 2020

₹ ('000)

Particulars	Life	Pension	Total
(i) Discontinued on account of non-payment of premium	44,452,720	6,051,643	50,504,363
(ii) Others	610,080	136,600	746,681
Closing balance of funds for discontinued policies	45,062,800	6,188,244	51,251,044

As at March 31, 2019

₹ ('000)

Particulars	Life	Pension	Total
(i) Discontinued on account of non-payment of premium	29,898,641	3,363,981	33,262,623
(ii) Others	404,752	96,335	501,087
Closing balance of funds for discontinued policies	30,303,393	3,460,316	33,763,710

26. Contribution made by the shareholders' to the policyholders' account

The contribution of ₹ 4,762,804 thousands (previous year ended March 31, 2019: ₹ 989,153 thousands) made by the shareholders' to the policyholders' account is irreversible in nature, and shall not be recouped to the shareholder's account at any point of time.

27. Foreign Exchange gain/ (loss)

The amount of foreign exchange gain/ (loss) in Revenue Account and Profit & Loss account is as follows

₹('000)		
Particulars	As at March 31, 2020	As at March 31, 2019
Revenue Account	-	9
Profit and Loss Account	5,117	4,585
Total	5,117	4,594

28. Penalty

As per IRDA Master Circular on Preparation of Financial Statements and Filing of Returns of Life Insurance Business dated December 11, 2013, the details of various penal actions taken by various Government Authorities for the year ended March 31, 2020 are mentioned below:

₹ ('000)					
Sr. No.	Authority	Non-Compliance or Violation	Penalty Awarded [#]	Penalty Paid	Penalty Waived or Reduced
1	Insurance Regulatory and Development Authority of India	A financial penalty for not completely or properly printing amended Section 41 and Section 45 in proposal forms, as per 'The Insurance Laws (Amendment) Act, 2015	400	400	Nil
2	GST/Service Tax Authorities	Nil	Nil	Nil	Nil
3	Income Tax Authorities	Nil	Nil	Nil	Nil
4	Any other Tax Authorities	Nil	Nil	Nil	Nil
5	Enforcement Directorate or Adjudicating Authority or Tribunal or any Authority under FEMA	Nil	Nil	Nil	Nil
6	Registrar of Companies or NCLT or CLB or Department of Corporate Affairs or any Authority under Companies Act, 1956/2013	Nil	Nil	Nil	Nil
7	Penalty awarded by any Court or Tribunal for any matter including claim settlement but excluding compensation	Nil	Nil	Nil	Nil
8	Securities and Exchange Board of India	Nil	Nil	Nil	Nil
9	Competition Commission of India	Nil	Nil	Nil	Nil
10	Any other Central or State or Local Government or Statutory Authority	Nil	Nil	Nil	Nil

[#] does not include any penalties awarded under tax litigations which are currently in appeal under adjudication

29. Loan Assets restructured during the year are as follows

₹ ('000)

Sr. No.	Particulars	Year ended March 31, 2020	Year ended March 31, 2019
1	Total amount of Loan Assets subject to restructuring	Nil	Nil
2	Total amount of Standard Assets subject to restructuring	Nil	Nil
3	Total amount of Sub-Standard Assets subject to restructuring	Nil	Nil
4	Total amount of Doubtful Assets subject to restructuring	Nil	Nil

30. 'Net receivable to Unit linked Funds' in Schedule 8B represents unitization pending for investment in Unit linked Funds.

The corresponding 'Receivable from Unit linked Funds/ Unclaimed Funds' and 'Payable to Unit linked Funds/ Unclaimed Funds' has been reported in schedule 12 and schedule 13 respectively as follows

₹ ('000)

Year	Particulars	Schedule 8B	Schedule 12	Schedule 13
As on March 31, 2020	Receivable from/ (Payable) to Unit Linked Funds	2,754,028	370,129	(3,124,157)
	Receivable from / (Payable) to Non Linked Funds	-	1,209,604	(1,209,604)
	Sub Total	2,754,028	1,579,733	(4,333,761)
	Receivable from/ (Payable) to Unclaimed Funds	-	37,730	(37,730)
	Total	2,754,028	1,617,463	(4,371,491)
	Net receivable / (payable) in Unclaimed Funds			
As on March 31, 2019	Receivable from/ (Payable) to Unit Linked Funds	6,184,116	1,597,386	(7,781,502)
	Receivable from / (Payable) to Non Linked Funds	-	1,287,295	(1,287,295)
	Sub Total	6,184,116	2,884,681	(9,068,797)
	Receivable from/ (Payable) to Unclaimed Funds	-	78,171	-
	Total	6,184,116	2,962,852	(9,068,797)
	Net receivable / (payable) in Unclaimed Funds		(78,171)	

31. Participation in Joint Lenders Forum formed under Reserve Bank of India (RBI) Guidelines

The Company has not participated in any Joint Lenders Forum formed under RBI guidelines for loan accounts which could turn into potential NPAs.

32. Statement containing names, descriptions, occupations of and directorships held by the persons in charge of management of the business under Section 11(3) of the Insurance Act, 1938.

Sr. No.	Name	Description	Directorship held	Occupation
1	Mr. Sanjeev Nautiyal	Managing Director & CEO	SBI Life Insurance Company Ltd. (Inducted w.e.f. from March 10, 2018 onwards)	Service

33. Long term contracts

The Company has a process whereby periodically all long term contracts are assessed for material foreseeable losses. At the year end the Company has reviewed and ensured that adequate provisions as required under any law/ accounting standard for material foreseeable losses on such long term contracts has been made in the financial statements.

For insurance contracts, actuarial valuation of liabilities for all the policies which were in the books of the Company and where there is a liability as at March 31, 2020 is done by the appointed actuary of the company. The assumptions used in valuation of liabilities are in accordance with the guidelines and norms issued by the IRDAI and the Institute of Actuaries of India in concurrence with IRDAI.

34. Interim Dividend

The Board has not declared any Interim dividend for the year ended March 31, 2020 (previous year ended March 31, 2019: ₹ 2.0 per share). Accordingly, no provision (previous year ended March 31, 2019: ₹ 2,411,106 thousands including dividend distribution tax of ₹ 411,106 thousands) have been made towards interim dividend in the accounts for the year ended March 31, 2020.

35. Corporate Social Responsibility

The Company has spent ₹ 221,697 thousands for the year ended March 31, 2020 (previous year ended March 31, 2019 ₹ 189,616 thousands) towards Corporate Social Responsibility activities mentioned in Schedule VII of The Companies Act, 2013.

₹ ('000)			
Sector in which project is covered	Project details	Year ended March 31, 2020	Year ended March 31, 2019
Education	The Company has provided support towards the cost of education, nutrition and overall development of underprivileged children from the society, to give equal opportunity of learning to all.	65,777	78,544
Education	The Company has contributed towards the infrastructure development of school premises, hostels, playgrounds and classrooms, digital equipment for building smart classrooms, sanitation facilities, kitchen facilities, transport facilities to various schools in rural areas	22,641	26,857
Education	The Company has provided for folding canes for the visually challenged, rehabilitation of the mentally and differently-abled children through education, training, speech & physio therapy, and multisensory stimulation that aid the overall learning of the underprivileged and differently-abled children.	30,344	11,772
Education	The Company has contributed towards vocational training and skill development of people from disadvantaged sections of the society in order to enhance their livelihood opportunities.	1,960	-
Healthcare	The Company has contributed towards procurement of various medical facilities improving infrastructure of the hospitals and healthcare institutes, preventive care measures for cancer and screening, and surgeries for the less fortunate children.	66,131	50,171
Environment	The Company has contributed towards making a greener planet by planting saplings and maintaining the plantations.	5,256	1,615

Sector in which project is covered	Project details	Year ended March 31, 2020	Year ended March 31, 2019
Rural Development	The Company has contributed towards providing basic amenities like sanitation facilities, safe drinking water, solar lights in the villages which are remotely located and training rural youth on financial literacy	-	637
Armed Forces	The Company has contributed towards infrastructural equipment for the Officers' Training Academy	-	649
PM relief and Disaster Relief	As a socially responsible company, SBI Life lend its hand in the hour of need by contributing towards disaster relief in the form of providing relief material to the victims of flash floods, arranging clean-up and disinfection drives, and providing warm clothes and other essentials. The contributions include amount paid to Covid PM Care Fund (Rs.15000 thousands) and (Maharashtra Chief Minister's Relief Fund- Covid -19) (Rs.10000 thousands). The Contribution towards CM (Maharashtra Covid-19 Relief Fund) is in accordance with the MCA circular dated March 23,2020 and subsequent legal advice received by the company.	29,071	19,371
Setting up of Old Age Home	The company has provided support towards setting up old age home / any other facility or measure to support old age citizens	517	-
Total		221,697	189,616

- i. Gross amount required to be spent by the company for the year ended March 31, 2020 is ₹ 220,308 thousands (previous year ended March 31, 2019 ₹ 184,128 thousands)
- ii. Amount spent during the year on -

₹ ('000)				
Year	Particulars	In cash	Yet to be paid in cash	Total
Year ended March 31, 2020	Construction/ acquisition of any asset	Nil	Nil	Nil
	On purposes other than mentioned above	221,697	Nil	221,697
Year ended March 31, 2019	Construction/ acquisition of any asset	Nil	Nil	Nil
	On purposes other than mentioned above	189,616	Nil	189,616

- iii. Amounts of related party transactions pertaining to CSR related activities for the year ended March 31, 2020 was ₹ Nil (previous year ended March 31, 2019 ₹ 30,000 thousands)

36. Previous year figures regrouped

Previous year figures have been regrouped / reclassified / rearranged wherever necessary to make them comparable with current year's presentation.

Description	Year ended March 31, 2020		Year ended March 31, 2019		Amount ₹ ('000)	Reason
	Schedule	Sub-heading	Schedule	Sub-heading		
Accretion of discount / (amortisation of premium)	Revenue Account	Interest, Dividends & Rent - Net of Amortisation	Revenue Account	Accretion of discount / (amortisation of premium)	3,562,363	Accretion of discount / (amortisation of premium) regrouped (added to Interest, Dividend & Rent) for appropriate presentation
Accretion of discount / (amortisation of premium)	Profit and Loss Account	Interest, Dividend & Rent - Net of Amortisation	Profit and Loss Account	Accretion of discount / (amortisation of premium)	112,722	Accretion of discount / (amortisation of premium) regrouped (added to Interest, Dividend & Rent) for appropriate presentation
Business promotion expenses	Schedule 2 - Commission expenses	Rewards	Schedule 3 - Operating expenses relating to Insurance business	Business promotion expenses	305,516	Rewards regrouped to comply with the circular issued by IRDAI (Ref no. IRDA/F&A/CIR/MISC/184/10/2019).

37. Linked Business

Financial statements, for each segregated fund of the linked businesses, is presented in ULIP Disclosures as require by the Master Circular. Segregated funds represent funds maintained in accounts to meet specific investment objectives of policyholders who bear the investment risk. Investment income/ gains and losses generally accrue directly to the policyholders. The assets of each account are segregated and are not subject to claims that arise out of any other business of the insurer.

38. The Outbreak of COVID-19 virus continue to spread across the globe including India, resulting in significant impact on global and India's economic environment including volatility in the capital markets. This outbreak was declared as global pandemic by World Health Organisation (WHO) on March 11, 2020. The Company has assessed the overall impact of this pandemic on its business and financials, including valuation of assets, policy liabilities and solvency for the year ended March 31, 2020. Based on the evaluation, the company has made additional reserve amounting to INR 600,000 thousands resulting from COVID-19 pandemic over and above the policy level liabilities calculated based on prescribed IRDAI regulations and the same have been provided for as at 31/03/2020 in the actuarial liability. The Company will continue to closely monitor any future developments relating to COVID-19 which may have any impact on its business and financial position.

39. Related party disclosures as per Accounting Standard 18

A. Related parties where control exists:

Sr. No.	Nature of relationship	Name of related party
1	Holding Company	State Bank of India

B. Related parties and nature of relationship:

Sr. No.	Nature of relationship	Name of related party
1	Holding Company	State Bank of India
2	Joint Venture Partner	BNP Paribas Cardif
3	Holding Company of Joint Venture Partner	BNP Paribas
4	Fellow Subsidiaries	SBI Capital Markets Ltd. SBI DFHI Ltd. SBI Funds Management Pvt. Ltd. SBI CAPS Ventures Ltd. SBI CAP Trustee Company Ltd. SBI CAP (UK) Ltd. SBI CAP (Singapore) Ltd. SBI Cards & Payment Services Pvt. Ltd. SBI Payment Services Pvt. Ltd. SBI Global Factors Ltd. SBICAP Securities Ltd. SBI Pension Funds Pvt. Ltd. SBI General Insurance Co. Ltd. SBI Funds Management (International) Pvt. Ltd. SBI Mutual Fund Trustee Company Pvt. Ltd. SBI-SG Global Securities Services Pvt. Ltd. State Bank of India (California) SBI Canada Bank SBI (Mauritius) Ltd. Commercial Bank of India Llc, Moscow PT Bank SBI Indonesia Nepal SBI Bank Ltd. Bank SBI Botswana Ltd. SBI Foundation SBI Servicos Limitada, Brazil SBI Infra Management Solutions Pvt Ltd SBI Business Process Management Services Pvt Ltd (Formerly known as GE Capital Business Process Management Services Pvt. Ltd.) State Bank of India (UK) Ltd
5	Significant Influence or Controlling Enterprise	SBI Life Insurance Company Limited Employee PF Trust SBI Life Insurance Company Limited Employees Gratuity Fund
6	Key Management Personnel	Mr. Sanjeev Nautiyal - MD & CEO
7	Relatives of KMP	Alka Nautiyal Pradeep Nautiyal Pramod Nautiyal Rekha Dhasmana Sujay Nautiyal Akshat Nautiyal

C. The following are the transactions and year ended outstanding balances of related parties in the ordinary course of business:

Related Party Transactions

(₹ '000)

Sr.No.	Name of the Related Party	Nature of Relationship with the Company	Description of Transactions / Categories	Amount of transactions during the period/year ended and amount receivable/payable as on	
				March 31, 2020	March 31, 2019
1	State Bank of India	Holding Company	Transactions:		
			Income		
			Premium Income	11,44,922	4,86,196
			Interest / Discount Income	9,74,613	9,02,690
			Profit / (Loss) on Sale of Investments	2,137	-
			Other income	2,409	38,813
			Expenses		
			Employee's Salary/Allowances/Reimbursement	23,916	29,528
			Rent and related expenses for Premises	15,101	16,331
			Commission Expenses	95,01,019	79,81,751
			Bank Charges	1,00,222	1,00,512
			Royalty Charges	2,84,459	2,65,400
			Staff Training Expenses	1,908	5,962
			Other Expenses	134	659
			Others		
			Interim Dividend	-	12,42,000
			Investments: Purchased/Placed	21,24,315	24,83,580
			Investments: Sales/Maturity	30,61,226	2,65,000
			Sale of Fixed Assets	-	1,177
			Deposit with bank	500	8,91,610
			Maturity of bank deposit	-	8,88,610
			Recovery of IPO related expenses	-	654
			Outstanding Balances:		
			Assets		
			Investments	47,94,250	47,94,250
			Cash & Bank balances	8,64,356	46,79,882
			Income accrued on Investments	59,33,433	49,58,976
			Fixed Assets to deputees	2,810	3,379
			Other Advances/Receivables	3,577	4,732
			Liabilities		
			Share Capital	57,60,000	62,10,000
			Interim Dividend Payable	-	12,42,000
			Other Liabilities	5,87,759	5,73,455

(₹ '000)

Sr.No.	Name of the Related Party	Nature of Relationship with the Company	Description of Transactions / Categories	Amount of transactions during the period/year ended and amount receivable/payable as on	
				March 31, 2020	March 31, 2019
2	BNP Paribas Cardif	Investing Partner	Transactions: Expenses Employee's Salary/Allowances/Reimbursement 2,194 13,984 Others Interim Dividend - 1,54,000 Recovery of IPO related expenses - 327 Outstanding Balances: Liabilities Share Capital 5,20,071 7,70,071 Interim Dividend Payable - 1,54,000		
3	BNP Paribas	Holding Company of Investing Partner BNP Paribas Cardif	Transactions: Income Premium Income 2,000 - Outstanding Balances: Assets Cash & Bank balances 600 600		
4	SBI Cap Securities Ltd.	Fellow Subsidiary	Transactions: Income Premium Income 3,890 2,834 Expenses Commission Expenses 281 473 Brokerage Charges 25,356 21,958 Outstanding Balances: Liabilities Other Liabilities 99 580		
5	SBI DFHI Ltd.	Fellow Subsidiary	Transactions: Income Profit / (Loss) on Sale of Investments 26,085 (13,041) Expenses Other Expenses - - Others Investments: Purchased/Placed 1,38,42,063 8,63,132 Investments: Sales/Maturity 2,32,652 10,72,932 Liabilities Other Liabilities - -		

(₹ '000)

Sr.No.	Name of the Related Party	Nature of Relationship with the Company	Description of Transactions / Categories	Amount of transactions during the period/year ended and amount receivable/payable as on	
				March 31, 2020	March 31, 2019
6	SBI Cards & Payment Services Private Ltd.	Fellow Subsidiary	Transactions:		
			Income		
			Premium Income	5,620	1,093
			Interest / Discount Income	14,549	-
			Expenses		
			Commission Expenses	226	271
			Others		
			Investments: Purchased/Placed	2,63,837	-
			Outstanding Balances:		
			Assets		
			Investments	9,72,268	-
			Other Advances/Receivables	-	-
			Income accrued on Investments	3,545	-
			Liabilities		
			Other Liabilities	9,352	151
7	SBI Fund Management Private Ltd.	Fellow Subsidiary	Transactions:		
			Income		
			Premium Income	778	3,095
			Outstanding Balances:		
			Liabilities		
			Other Liabilities	5	698
8	SBI Capital Markets Ltd.	Fellow Subsidiary	Transactions:		
			Income		
			Premium Income	1,657	2,041
			Others		
			Investments: Purchased/Placed	89,05,828	77,88,683
			Outstanding Balances:		
			Liabilities		
			Other Liabilities	236	83
9	SBI Payment Services Pvt. Ltd.	Fellow Subsidiary	Transactions:		
			Income		
			Premium Income	21	11
			Outstanding Balances:		
			Liabilities		
			Other Liabilities	3	2

(₹ '000)

Sr.No.	Name of the Related Party	Nature of Relationship with the Company	Description of Transactions / Categories	Amount of transactions during the period/year ended and amount receivable/payable as on	
				March 31, 2020	March 31, 2019
10	SBI General Insurance Co. Ltd	Fellow Subsidiary	Transactions:		
			Income		
			Premium Income	6,760	3,100
			Rental income	61,364	79,044
			Reimbursement of Premises related expenses	14,092	20,414
			Profit / (Loss) on Sale of Investments	-	(468)
			Insurance Claims Received	419	-
			Other income	-	-
			Expenses		
			Premium expense	12,259	6,140
			Others		
			Investments: Purchased/Placed	2,65,246	-
			Investments: Sales/Maturity	-	49,559
			Outstanding Balances:		
			Assets		
			Premium paid in advance	2,694	-
			Other Advances/Receivables	2,632	3,053
			Liabilities		
			Other Liabilities	147	176
11	SBI Global Factors Ltd.	Fellow Subsidiary	Transactions:		
			Income		
			Premium Income	20	19
			Expenses		
			Advertisement	-	200
			Outstanding Balances:		
			Liabilities		
			Other Liabilities	4	6
12	SBI SG Global Securities Private Ltd.	Fellow Subsidiary	Transactions:		
			Income		
			Premium Income	45	45
			Outstanding Balances:		
			Liabilities		
			Other Liabilities	2	5

(₹ '000)

Sr.No.	Name of the Related Party	Nature of Relationship with the Company	Description of Transactions / Categories	Amount of transactions during the period/year ended and amount receivable/payable as on	
				March 31, 2020	March 31, 2019
13	SBI Foundation	Fellow Subsidiary	Transactions:		
			Expenses		
			Corporate Social Responsibility Expenses	-	30,000
14	SBI Life Insurance Company Limited Employee PF Trust	Significant Influence/Controlling Enterprise	Transactions:		
			Expenses		
			Reimbursement of bank charges	0	-
			Income		
			Profit / (Loss) on Sale of Investments	2,369	(2,669)
			Others		
			Contribution	8,47,530	6,55,992
			Investments: Sales/Maturity	55,038	1,43,560
			Liabilities		
			Other Liabilities	0	-
15	SBI Life Insurance Company Limited Employees Gratuity Fund	Significant Influence/Controlling Enterprise	Transactions:		
			Expenses		
			Reimbursement of bank charges	3	2
			Income		
			Premium Income	1,60,052	1,63,799
			Others		
			Contribution	1,60,052	1,63,799
			Outstanding Balances:		
			Assets		
			Other Advances/Receivables	-	-
16	Mr. Sanjeev Nautiyal - Managing Director & CEO	Key Management Personnel	Transactions:		
			Managerial remuneration	8,263	7,053

1. There are no loans and advances in the nature of loans to firms/ companies in which directors are interested.

2. SBI Business Process Management Services Private Limited has been amalgamated with SBI Cards & Payment Services Private Limited thus previous periods figures are grouped with SBI Cards & Payment Services Private Limited.

40 Disclosure relating to Controlled Fund

As per IRDA guidelines, the details of controlled fund are mentioned below:

Computation of Controlled fund as per the Balance Sheet

(₹ in crores)

Particulars	As at March 31, 2020	As at March 31, 2019
Policyholders' Fund (Life Fund)		
Participating	31,614	26,268
Individual Assurance	26,750	21,477
Individual Pension	1,962	1,643
Group Pension	8	9
Individual Variable Insurance	2,895	3,139
Non-participating	44,509	38,686
Individual Assurance	11,220	9,054
Individual Pension	523	482
Group Assurance	22,948	22,009
Annuity	4,102	2,871
Group Variable Insurance	5,716	4,271
Linked	78,565	69,129
Individual Assurance	67,908	61,383
Individual Pension	10,337	7,448
Group Gratuity	320	298
Funds for Future Appropriations - Linked	-	-
Funds for Future Appropriations - Others	714	282
Credit/(Debit) Fair Value Change Account	(1,587)	1,056
Total (A)	1,53,815	1,35,421
Shareholders' Fund		
Paid up Capital	1,000	1,000
Reserves & Surplus	7,884	6,460
Fair Value Change	(141)	116
Total (B)	8,743	7,576
Misc. expenses not written off	-	-
Credit / (Debit) from P&L A/c.	-	-
Total (C)	-	-
Total shareholders' funds (B+C)	8,743	7,576
Controlled Fund (Total (A+B+C))	1,62,558	1,42,998
Reconciliation of the Controlled Fund from Revenue and Profit & Loss Account		
Opening Balance of Controlled Fund	1,42,998	1,18,156
Add: Inflow		
Income:		
Premium Income	40,635	32,989
Less: Reinsurance ceded	(311)	(99)
Net Premium	40,324	32,890
Investment Income	2,997	11,208
Other Income	46	64
Funds transferred from Shareholders' Accounts	476	99
Total Income	43,843	44,261
Less: Outgo		
(i) Benefits paid (Net)	16,175	15,233
(ii) Interim & Terminal Bonuses Paid	76	61
(iii) Change in Valuation of Liability	20,605	23,592
(iv) Commission	1,625	1,346

(₹ in crores)

Particulars	As at March 31, 2020	As at March 31, 2019
(v) Operating Expenses	2,414	2,094
(vi) Goods & Service Tax on charges	553	453
(vii) Provision for Taxation	377	269
(a) FBT	-	-
(b) I.T.	377	269
Provisions (other than taxation)	124	96
(a) For diminution in the value of investments (net)	71	96
(b) Others	53	(0)
Total Outgo	41,948	43,144
Surplus of the Policyholders' Fund	1,895	1,117
Less: transferred to Shareholders' Account	1,463	998
Net Flow in Policyholders' account	432	119
Add: Net income in Shareholders' Fund	1,422	1,327
Net In Flow / Outflow	1,854	1,445
Add: change in valuation Liabilities	20,605	23,592
Add: Increase in Paid up Capital	0	-
Add: Increase in Reserves & Surplus	2	-
Less: Interim dividend and dividend distribution tax	-	241
Less: Corporate social responsibility expenses	-	-
Closing Balance of Controlled Fund as per cash flow	1,65,459	1,42,952
Change in fair value change	(2,901)	77
Closing Balance of Controlled Fund	1,62,558	1,43,028
As Per Balance Sheet	1,62,558	1,42,998
Difference, if any	(0)	-
Reconciliation with Shareholders' and Policyholders' Fund		
Policyholders' Funds		
Policyholders' Funds - Traditional-PAR and NON-PAR		
Opening Balance of the Policyholders' Fund with change in fair value	66,292	56,692
Add: Surplus of the Revenue Account	432	88
Add: Change in valuation Liabilities	11,169	9,398
Total as per cash flow	77,893	66,179
Change in fair value change	(2,644)	114
Total	75,249	66,292
As per Balance Sheet	75,249	66,292
Difference, if any	0	-
Policyholders' Funds - Linked		
Opening Balance of the Policyholders' Fund	69,129	54,936
Add: Surplus of the Revenue Account	-	-
Add: change in valuation Liabilities	9,436	14,193
Total	78,565	69,129
As per Balance Sheet	78,565	69,129
Difference, if any	0	-
Shareholders' Funds		
Opening Balance of Shareholders' Fund	7,576	6,528
Add: net income of Shareholders' account (P&L)	1,422	1,327
Add: Infusion of Capital	0	-
Add: Increase in Reserves & Surplus	2	-
Less: Interim dividend and dividend distribution tax	-	241
Less: Corporate social responsibility expenses	-	-
Closing Balance of the Shareholders' fund as per cash flow	9,000	7,614
Change in fair value change	(257)	(37)
Closing Balance of the Shareholders' fund	8,743	7,576
As per Balance Sheet	8,743	7,576
Difference, if any	-	-

41. Segment reporting

In accordance with the Accounting regulations read with Accounting Standard - 17 on “Segment reporting” notified under Section 133 of the Companies Act, 2013, read together with Paragraph 7 of the Company (Accounts) Rules, 2014, further amended by Companies (Accounting Standards) Amendment Rules, 2016, life insurance companies are required to prepare Segmental Revenue Account and Segmental Balance Sheet. The Company’s business is segmented into traditional -par business, non-par business and unit-linked business. Since the Company has conducted business only in India, the same is considered as one geographical segment. The accounting policies used in segmental reporting are same as those used in the preparation of the financial statements.

(a) Segmental Revenue Account

The methodology for determining segmental revenue and expenses adopted in the current year is described below:

Premium income, commission, investment income and profit or loss on sale or disposal of investments is directly allocated to the respective segments to which they relate. Within the Non-Participating segment, investment income and profit or loss on sale or disposal of investments are directly allocated if a segregated investment portfolio is maintained. The remaining investment income and profit or loss on sale of investments is apportioned on the basis of the average policy liabilities in the individual business and the group business.

Operating expenses that are directly attributable and identifiable to the business segments are allocated on actual basis. Other operating expenses, which are not directly identifiable and attributable, are allocated after considering the following:

- i. Cost centres identified by the Management
- ii. Channels used for the business segments
- iii. New business premium and renewal premium
- iv. New lives added during the year
- v. Total number of lives covered as at the end of the year
- vi. New business sum assured
- vii. Actuarial Liability

(b) Segmental Balance Sheet

Investments are effected from the respective funds and have been reflected accordingly. Fixed assets have been allocated to shareholders’ funds, net current assets have been directly allocated among shareholders, life business, pension business, group business, unit - linked business and variable insurance business segments. Other net current assets have been allocated to life business and pension business in the ratio of the respective policy liabilities as at the year end.

Within life business, certain assets and liabilities have been directly identified to the respective segments. Other assets and liabilities under Life business have been allocated in the ratio of the respective policy liabilities as at the year end.

SBI LIFE INSURANCE COMPANY LIMITED
SEGMENTAL REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2020

Particulars	Participating					Non Participating									Unit Linked				Grand Total
	Individual Life	Individual Pension	Group Pension	Variable Insurance	Total	Individual Life	Individual Pension	Group Savings	OYRGA	Group Others	Annuity	Health	Variable Insurance	Total	Individual	Group	Pension	Total	
Premiums earned - Net																			
(a) Premium																			
Direct - First year premiums	1,02,34,136	4,08,589	-	8,14,419	1,14,57,143	1,12,95,307	-	1,87,961	20,20,937	(1,995)	-	31,007	-	1,35,33,217	5,81,54,819	-	1,51,42,744	7,32,87,563	9,82,87,923
- Renewal premiums	5,28,39,462	27,57,027	571	72,55,123	6,28,52,184	1,22,31,174	2,44,791	14,91,048	49,92,536	39,62,708	-	52,384	2,634	2,29,77,275	13,28,76,187	-	2,17,16,694	15,45,92,882	24,04,22,341
- Single premiums	56,113	38,686	-	-	94,799	3,00,964	35	1,78,42,146	-	1,35,11,926	1,12,51,302	-	1,71,81,731	6,00,88,104	71,58,404	2,31,101	64,618	74,54,122	6,76,37,025
(b) Reinsurance ceded	(8,610)	(8)	-	(4,212)	(12,830)	(4,47,783)	-	-	(18,80,788)	(5,51,552)	(6)	(6,579)	-	(28,86,707)	(2,07,636)	-	(0)	(2,07,636)	(31,07,173)
(c) Reinsurance accepted	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	6,31,21,101	32,04,294	571	80,65,330	7,43,91,296	2,33,79,663	2,44,826	1,95,21,156	51,32,684	1,69,21,087	1,12,51,296	76,812	1,71,84,365	9,37,11,889	19,79,81,774	2,31,101	3,69,24,056	23,51,36,930	40,32,40,115
Income from investments																			
(a) Interest, Dividends & Rent - Gross	1,63,08,871	13,34,952	6,194	23,02,183	1,99,52,190	72,85,676	3,42,160	1,27,34,935	3,33,601	51,81,620	25,00,380	20,018	38,18,790	3,22,17,180	3,19,19,002	1,98,582	48,94,034	3,70,11,618	8,91,80,989
(b) Profit on sale / redemption of investments	60,19,983	3,69,612	1,712	3,19,571	67,10,878	15,08,565	47,353	15,24,859	57	9,09,624	1,08,438	1,746	3,99,901	45,00,544	2,62,10,212	81,375	36,58,964	2,99,48,550	4,11,59,972
(c) Loss on sale / redemption of investments	(9,60,867)	(58,402)	(271)	(84,200)	(11,03,740)	(84,886)	(6,787)	(2,77,886)	-	(31,884)	(2,065)	(0)	(96,821)	(5,00,328)	(1,59,68,705)	(61,392)	(25,28,165)	(1,85,58,262)	(2,01,62,330)
(d) Transfer / Gain on revaluation / change in fair value*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(7,47,54,080)	(55,304)	(54,01,371)	(8,02,10,755)	(8,02,10,755)
Other income	1,84,728	8,265	4	37,388	2,30,384	18,478	221	-	213	5,612	1,748	109	2,512	28,891	1,149	6	217	1,372	2,60,648
Income on unclaimed amount of policyholders	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,96,952	-	-	1,96,952	1,96,952
Contribution from the Shareholders' A/c	-	-	-	-	-	11,75,034	-	-	20,09,732	-	14,81,929	-	96,109	47,62,804	-	-	-	47,62,804	47,62,804
Total	2,15,52,714	16,54,427	7,630	25,74,942	2,57,89,713	99,02,866	3,82,947	1,39,81,908	23,43,603	60,64,972	40,90,430	21,873	42,20,491	4,10,09,091	(3,23,95,470)	1,63,268	6,21,679	(3,16,10,523)	3,51,88,281
Total (A)	8,46,73,815	48,58,721	8,201	1,06,40,273	10,01,81,010	3,32,82,530	6,27,773	3,35,03,064	74,76,287	2,29,86,060	1,53,41,726	98,685	2,14,04,855	13,47,20,980	16,55,86,304	3,94,368	3,75,45,734	20,35,26,407	43,84,28,396
Commission																			
Direct - First year premiums	20,08,997	30,471	-	61,994	21,01,462	15,87,711	(0)	-	14,712	(234)	-	3,742	(0)	16,05,931	37,56,710	-	7,74,790	45,31,501	82,38,894
- Renewal premiums	23,71,136	53,610	-	2,02,583	26,27,329	2,86,524	4,043	832	38,687	2,32,025	1,739	-	-	5,03,949	28,39,346	-	4,13,591	32,52,937	64,43,915
- Single premiums	1,251	774	-	-	2,024	9,976	1	7,577	-	6,70,110	1,32,706	-	13,351	8,33,720	1,42,412	26	1,225	1,43,664	9,79,408
Less: Commission on Re-insurance ceded	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rewards	1,42,896	-	-	1,055	1,43,950	53,055	-	-	-	-	-	-	-	53,055	3,90,169	-	-	3,90,169	5,87,175
Operating expenses related to insurance business	41,22,460	38,255	20	1,85,558	43,46,293	34,29,766	2,811	1,93,573	11,74,699	15,01,670	4,12,123	25,211	1,67,021	69,06,873	1,21,41,095	8,073	7,28,515	1,28,77,682	2,41,30,848
Provision for doubtful debts	2,862	16	-	-	2,878	(401)	1	265	-	(205)	-	-	-	(340)	1,791	-	-	1,791	4,329
Bad debts written off	-	-	-	-	-	658	1	-	-	-	-	-	-	660	1,560	-	-	1,560	2,220
Provision for tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Income tax	21,33,028	-	-	3,73,549	25,06,577	-	-	1,91,873	-	8,36,348	-	6,399	-	10,34,620	2,26,195	-	-	2,26,195	37,67,393
Provision (other than taxation)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
For diminution in the value of investments (net)	5,80,868	14,560	67	48,735	6,44,231	24,064	-	20,248	-	-	-	-	16,685	60,996	-	-	-	-	7,05,227
For standard assets and non-standard assets	6,000	-	-	-	6,000	-	-	-	-	-	-	-	-	-	5,25,790	-	-	5,25,790	5,32,390
Goods & Service Tax on charges	-	-	-	94,624	94,624	-	294	151	-	-	-	-	100	545	48,88,188	3,909	5,44,413	54,36,511	55,31,680
Total (B)	1,13,70,096	1,37,687	87	9,68,099	1,24,75,969	53,91,153	7,150	4,14,518	12,28,097	32,39,713	5,44,828	37,091	1,97,158	1,10,59,709	2,49,13,257	12,008	24,62,535	2,73,87,800	5,09,23,477
Benefits paid (net)	1,58,60,892	7,76,548	8,076	1,09,97,924	2,76,43,440	63,91,009	4,17,588	3,37,68,988	48,07,438	39,25,876	24,85,962	15,028	67,59,867	5,85,71,756	7,02,79,381	1,52,578	51,06,307	7,55,38,266	16,17,53,462
Interim & Terminal bonuses paid	2,51,746	2,255	161	5,01,704	7,55,865	-	-	-	-	-	-	-	-	-	-	-	-	-	7,55,865
Change in valuation of liability in respect of life policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(a) Gross**	5,27,20,938	31,84,945	(5,546)	(17,64,118)	5,41,36,219	2,15,02,722	1,16,898	(20,92,836)	18,16,263	1,00,45,124	1,23,10,935	2,864	1,44,47,830	5,81,49,600	1,59,996	6,390	2,92,156	4,58,543	11,27,44,362
(b) Amount ceded in Re-insurance	(107)	(0)	-	(84)	(171)	(2,354)	-	-	(3,75,511)	(2,215)	(0)	(48)	-	(3,80,128)	(2,792)	-	0	(2,792)	(3,83,091)
(c) Amount accepted in Re-insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(d) Fund reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,04,92,037	2,20,799	2,61,62,297	7,68,75,133	7,68,75,133
(e) Funds for discontinued policies	-	-	-	(6,75,124)	(6,75,124)	-	-	-	-	-	-	-	-	-	1,47,59,406	-	27,27,927	1,74,87,334	1,68,12,209
Total (C)	6,88,33,469	39,63,747	2,690	90,60,322	8,18,60,229	2,78,91,377	5,34,486	3,16,76,152	62,48,190	1,39,68,785	1,47,96,897	17,643	2,12,07,698	11,63,41,228	13,56,88,029	3,79,767	3,42,88,688	17,03,56,484	36,85,57,940
SURPLUS/ (DEFICIT) (D) = [(A)-(B)-(C)]	44,70,250	7,57,287	5,423	6,11,852	58,44,812	-	86,138	14,12,394	-	57,77,561	-	43,951	-	73,20,043	49,85,018	2,593	7,94,512	57,82,124	1,89,46,979
APPROPRIATIONS																			
Transfer to Shareholders' account	12,01,093	1,02,864	222	2,20,176	15,24,356	-	86,138	14,12,394	-	57,77,561	-	43,951	-	73,20,043	49,85,018	2,593	7,94,512	57,82,124	1,46,26,523
Transfer to other reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance being Funds for Future Appropriations	32,69,157	6,54,422	5,200	3,91,676	43,20,455	-	-	-	-	-	-	-	-	-	-	-	-	-	43,20,455
Total (D)	44,70,250	7,57,287	5,423	6,11,852	58,44,812	-	86,138	14,12,394	-	57,77,561	-	43,951	-	73,20,043	49,85,018	2,593	7,94,512	57,82,124	1,89,46,979
a) Interim & Terminal bonuses paid	2,51,746	2,255	161	5,01,704	7,55,865	-	-	-	-	-	-	-	-	-	-	-	-	-	7,55,865
b) Allocation of bonus to policyholders	1,05,58,090	9,23,525	1,842	14,79,884	1,29,63,341	-	-	-	-	-	-	-	-	-	-	-	-	-	1,29,63,341
c) Surplus shown in the revenue account	44,70,250	7,57,287	5,423	6,11,852	58,44,812	-	86,138	14,12,394	-	57,77,561	-	43,951	-	73,20,043	49,85,018	2,593	7,94,512	57,82,124	1,89,46,979
d) Total Surplus: [(a) + (b) + (c)]	1,52,80,086	16,83,067	7,425	25,93,440	1,95,64,018	-	86,138	14,12,394	-	57,77,561	-	43,951	-	73,20,043	49,85,018	2,593	7,94,512	57,82,124	3,26,66,185
Funds for Future Appropriation																			
Opening balance	40,49,626	1,06,038	3,708	(13,43,167)	28,16,206	-	-	-	-	-	-	-	-	-	-	-	-	-	28,16,206
Add: Current Period Appropriation	32,69,157	6,54,422	5,200	3,91,676	43,20,455	-	-	-	-	-	-	-	-	-	-	-	-	-	43,20,455
Balance carried forward to Balance sheet	73,18,783	7,60,461	8,908	(9,51,492)	71,36,661	-	-	-	-	-	-	-	-	-	-	-	-	-	7

comprises of change in valuation of policy liabilities, provisions for diminution in the value of investments (net), provision for standard & non-standard assets, provision for doubtful debts and bad debts written off.

Segmental Balance Sheet as at March 31, 2020

(₹ '000)

(₹ '000)																						
Particulars	SCH	Shareholders' Funds	Participating					Non Participating								Unit Linked				Pool	Grand Total	
			Individual Life	Individual Pension	Group Pension	Variable Insurance	Total	Individual Life	Individual Pension	Group Savings	OYRGTA	Group Others	Annuity	Health	Variable Insurance	Total	Individual	Group	Pension			Total
SOURCES OF FUNDS																						
Shareholders' Funds																						
Share capital	5	1,00,00,263	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,00,00,263
Reserves and surplus	6	7,88,38,921	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,88,38,921
Credit/(debit) fair value change account		(14,08,346)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(14,08,346)
Sub-Total		8,74,30,838	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	8,74,30,838
Borrowings		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Policyholders' funds																						
Credit/(debit) fair value change account		-	(1.12.06.689)	(5.67.979)	(2.631)	(5.44.107)	(1.23.21.407)	(7.36.983)	(3.049)	(10.99.742)	-	(9.93.089)	2.802	(55)	(7.20.423)	(35.50.539)	-	-	-	-	-	(1.58.71.946)
Policy liabilities		-	26.74,95,457	1,96,16,683	80,720	2,89,48,312	31,61,41,171	10,27,80,294	42,78,190	15,70,37,419	79,68,499	6,44,34,827	4,10,15,980	20,813	5,71,58,323	43,46,94,345	93,95,421	43,971	9,55,154	1,03,94,547	-	76,12,30,063
Insurance reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Linked liabilities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	66,19,68,829	31,07,415	9,79,31,033	76,30,07,277	-	76,30,07,278
Fair value change		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(2,79,51,187)	96,219	(7,50,082)	(2,86,05,050)	-	(2,86,05,050)
Funds for Discontinued Policies:																						
(i) Discontinued on account of non-payment of premium		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,44,52,720	-	60,51,643	5,05,04,363	-	5,05,04,363
(ii) Others		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,10,080	-	1,36,600	7,46,681	-	7,46,681
Total linked liabilities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	67,90,80,442	32,03,634	10,33,69,195	78,56,53,270	-	78,56,53,272
Sub-total		-	25,62,88,768	1,90,48,704	78,089	2,84,04,205	30,38,19,765	10,20,43,311	42,75,142	15,59,37,677	79,68,499	6,34,41,738	4,10,18,782	20,757	5,64,37,901	43,11,43,806	68,84,75,863	32,47,605	10,43,24,349	79,60,47,817	-	1,53,10,11,389
Funds for future appropriations- linked		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Funds for future appropriations- others		-	73,18,783	7,60,461	8,908	(9,51,492)	71,36,661	-	-	-	-	-	-	-	-	-	-	-	-	-	-	71,36,661
TOTAL		8,74,30,838	26,36,07,551	1,98,09,164	86,997	2,74,62,713	31,09,56,426	10,20,43,311	42,75,142	15,59,37,677	79,68,499	6,34,41,738	4,10,18,782	20,757	5,64,37,901	43,11,43,806	68,84,75,863	32,47,605	10,43,24,349	79,60,47,817	-	1,62,55,78,888
APPLICATION OF FUNDS																						
Investments																						
Shareholders'	8	6,82,79,462	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,82,79,462
Policyholders'	8A	-	25,35,81,633	1,90,01,764	78,189	2,96,91,014	30,23,52,600	11,32,68,252	42,69,615	13,95,42,767	81,16,739	7,08,74,486	3,61,95,072	3,45,866	5,62,87,377	42,89,00,175	26,63,370	12,465	2,70,763	29,46,598	-	73,41,99,373
Assets held to cover linked liabilities	8B	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	67,90,80,442	32,03,634	10,33,69,195	78,56,53,270	-	78,56,53,270
Loans	9	-	36,44,815	-	-	-	36,44,815	-	-	-	-	-	-	-	-	-	-	-	-	-	-	36,44,815
Fixed Assets	10	58,11,848	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	58,11,848
Current Assets (A)																						
Cash and bank balances	11	79,668	25,03,391	6,83,314	2,618	2,48,808	34,38,131	12,40,317	931	60,44,400	(72,087)	11,73,154	15,041	792	14,317	84,16,864	14,46,289	846	2,31,612	16,78,748	6,18,854	1,42,32,265
Advances and other assets	12	1,35,86,850	70,54,723	8,26,583	(222)	(8,79,946)	70,01,137	(76,02,337)	(1,981)	1,09,52,705	10,34,907	(61,01,953)	43,33,227	(30,928)	1,24,416	27,08,056	1,89,83,050	54,451	16,20,319	2,06,57,819	26,978	4,39,80,839
Sub-total (A)		1,36,66,518	95,58,114	15,09,897	2,395	(6,31,138)	1,04,39,268	(63,62,021)	(1,051)	1,69,97,106	9,62,819	(49,28,798)	43,48,267	(30,136)	1,38,733	1,11,24,919	2,04,29,339	55,297	18,51,931	2,23,36,567	6,45,833	5,82,13,104
Current Liabilities (B)	13	2,11,170	27,14,086	2,24,954	1,428	11,96,064	41,36,532	57,28,538	23,357	1,29,391	8,02,124	19,48,821	3,62,194	21,739	62,753	90,78,916	1,24,94,462	(15,816)	10,94,029	1,35,72,675	8,38,566	2,78,37,858
Provisions	14	1,15,820	2,04,122	1,972	1	8,450	2,14,546	1,35,744	150	10,531	33,659	70,078	22,634	1,164	9,176	2,83,136	5,39,022	443	39,163	5,78,628	11,92,997	23,85,126
Sub-total (B)		3,26,990	29,18,208	2,26,926	1,429	12,04,514	43,51,078	58,64,282	23,508	1,39,922	8,35,782	20,18,899	3,84,828	22,904	71,929	93,62,052	1,30,33,485	(15,373)	11,33,192	1,41,51,303	20,31,563	3,02,22,984
Net Current Assets (C) = (A - B)		1,33,39,528	66,39,905	12,82,971	966	(18,35,652)	60,88,190	(1,22,26,302)	(24,558)	1,68,57,184	1,27,037	(69,47,697)	39,63,440	(53,040)	66,804	17,62,867	73,95,855	70,671	7,18,739	81,85,264	(13,85,730)	2,79,90,120
Miscellaneous Expenditure (In the extent not written off or adjusted)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Debit balance in Profit & Loss account (Shareholders' Account)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL		8,74,30,838	26,38,66,353	2,02,84,734	79,155	2,78,55,362	31,20,85,605	10,10,41,950	42,45,057	15,63,99,951	82,43,776	6,39,26,789	4,01,58,512	2,92,826	5,63,54,181	43,06,63,043	68,91,39,667	32,86,769	10,43,58,696	79,67,85,132	(13,85,730)	1,62,55,78,888
Net Capital Employed		8,74,30,838																				

SBI LIFE INSURANCE COMPANY LIMITED
SEGMENTAL REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2019

(₹ '000)

Particulars	Participating					Non Participating										Unit Linked				Grand Total
	Individual Life	Individual Pension	Group Pension	Variable Insurance	Total	Individual Life	Individual Pension	Group Savings	OYRGA	Group Others	Annuity	Health	Variable Insurance	Total	Individual	Group	Pension	Total		
Premiums earned - Net																				
(a) Premium																				
Direct - First year premiums	1,42,01,715	6,33,960	-	27,12,007	1,75,47,683	38,39,463	-	3,58,830	14,19,140	4,582	-	36,440	12	56,58,467	5,61,68,007	-	1,11,98,122	6,73,66,128	9,05,72,278	
- Renewal premiums	4,49,61,406	22,96,030	1,620	71,33,151	5,43,92,207	1,06,78,987	2,80,856	16,73,786	34,91,091	53,11,806	-	31,220	2,946	2,14,70,693	10,16,00,179	-	1,45,11,307	11,61,11,486	19,19,74,386	
- Single premiums	37,568	19,444	-	-	57,012	80,441	302	1,90,65,640	-	1,12,94,389	27,66,501	-	82,95,440	4,15,02,713	54,50,094	3,35,704	2,026	57,87,824	4,73,47,549	
(b) Reinsurance ceded	(4,062)	(4)	-	(1,088)	(5,154)	(1,80,489)	-	-	(4,77,618)	(2,47,774)	(2)	(2,931)	-	(9,08,814)	(76,729)	-	(2)	(76,731)	(9,90,699)	
(c) Reinsurance accepted	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total	5,91,96,627	29,49,430	1,620	98,44,071	7,19,91,747	1,44,18,403	2,81,158	2,10,98,256	44,32,613	1,63,63,003	27,66,499	64,730	82,98,398	6,77,23,059	16,31,41,551	3,35,704	2,57,11,453	18,91,88,708	32,89,03,514	
Income from investments																				
(a) Interest, Dividends & Rent - Gross	1,31,56,015	11,24,065	7,175	20,10,302	1,62,97,557	65,91,671	3,33,665	1,27,84,738	3,09,606	42,26,063	21,18,196	12,115	29,33,501	2,93,09,556	2,75,15,577	1,80,628	31,74,942	3,08,71,147	7,64,78,260	
(b) Profit on sale / redemption of investments	45,88,268	2,03,281	1,298	1,44,702	49,37,549	5,90,738	37,006	11,14,391	343	3,65,035	259	15	2,22,963	23,30,751	2,21,94,466	68,188	32,68,647	2,55,31,302	3,27,99,602	
(c) Loss on sale / redemption of investments	(4,72,899)	(14,043)	(90)	(12,275)	(4,99,308)	(41,775)	(1,563)	(1,09,951)	-	(5,896)	-	(0)	(9,679)	(1,68,864)	(1,49,25,156)	(60,094)	(20,94,794)	(1,70,80,044)	(1,77,48,215)	
(d) Transfer / Gain on revaluation / change in fair value*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,85,78,900	70,237	19,01,750	2,05,50,886	2,05,50,886	
Other income	2,35,766	7,366	1	22,074	2,65,208	12,815	65	0	40	4,642	332	86	457	18,437	924	(0)	110	1,033	2,84,679	
Income on unclaimed amount of policyholders	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,53,646	-	-	3,53,646	3,53,646	
Contribution from the Shareholders' A/c	-	-	-	-	-	-	-	-	9,88,327	-	-	-	-	9,88,327	-	826	-	826	9,89,153	
Total	1,75,07,150	13,20,669	8,384	21,64,803	2,10,01,006	71,53,448	3,69,173	1,37,89,179	12,98,316	45,89,845	21,18,788	12,217	31,47,242	3,24,78,209	5,37,18,356	2,59,785	62,50,656	6,02,28,797	11,37,08,012	
Total (A)	7,67,03,777	42,70,098	10,004	1,20,08,874	9,29,92,753	2,15,71,851	6,50,331	3,48,87,434	57,30,930	2,09,52,848	48,85,286	76,947	1,14,45,640	10,02,01,268	21,68,59,907	5,95,489	3,19,62,108	24,94,17,505	44,26,11,526	
Commission																				
Direct - First year premiums	26,04,856	47,316	-	2,06,306	28,58,478	5,62,166	8	-	15,851	276	-	4,306	(1)	5,82,607	35,12,825	-	5,73,350	40,86,175	75,27,259	
- Renewal premiums	20,42,144	44,384	-	1,92,646	22,79,174	1,74,463	4,639	960	30,559	3,08,151	-	1,119	-	5,19,891	21,40,857	-	2,73,193	24,14,050	52,13,114	
- Single premiums	745	389	-	-	1,134	2,607	2	10,981	-	5,59,048	28,538	-	12,429	6,13,604	1,08,293	70	(4)	1,08,359	7,23,097	
Less: Commission on Re-insurance ceded	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rewards	1,07,625	-	-	(3,361)	1,04,264	819	-	-	-	-	-	-	-	819	2,00,433	-	-	2,00,433	3,05,516	
Operating expenses related to insurance business	46,94,537	46,601	11	4,45,070	51,86,219	14,59,822	3,011	2,37,432	6,42,862	14,36,622	79,671	32,485	82,973	39,74,879	1,12,08,346	11,315	5,48,754	1,17,68,415	2,09,29,514	
Provision for doubtful debts	7,186	142	-	-	7,328	1,143	7	-	-	-	-	-	-	-	1,150	-	-	-	8,478	
Bad debts written off	-	-	-	-	-	376	2	-	-	-	-	-	-	-	378	2,408	-	2,408	2,786	
Provision for tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
- Income tax	16,20,637	-	-	2,83,876	19,04,513	2,26,606	-	1,20,562	-	3,78,793	41,024	15,009	376	7,82,370	-	-	-	-	26,86,884	
Provision (other than taxation)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
For diminution in the value of investments (net)	8,36,289	-	-	20,245	8,56,534	31,363	-	75,293	-	-	-	-	(2,409)	1,04,248	-	-	-	-	9,60,782	
For standard assets	(800)	-	-	-	(800)	-	-	-	-	-	-	-	-	-	-	-	-	-	(800)	
Goods & Service Tax on charges	-	-	-	1,18,789	1,18,789	-	290	148	-	-	-	-	97	535	40,35,600	3,372	3,75,081	44,14,053	45,33,377	
Total (B)	1,19,13,218	1,38,832	11	12,63,572	1,33,15,633	24,59,365	7,960	4,45,377	6,89,273	26,82,889	1,49,233	52,919	93,466	65,80,480	2,12,08,763	14,757	17,70,373	2,29,93,893	4,28,90,008	
Benefits paid (net)	1,56,68,928	7,18,803	8,757	47,27,544	2,11,24,032	76,24,620	3,31,866	2,94,87,518	47,76,830	41,36,194	19,82,874	3,599	29,59,723	5,13,03,224	7,49,58,188	1,33,974	48,11,358	7,99,03,520	15,23,30,777	
Interim & Terminal bonuses paid	3,46,038	2,111	21	2,58,993	6,07,164	-	-	-	-	-	-	-	-	-	-	-	-	-	6,07,164	
Change in valuation of liability in respect of life policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
(a) Gross**	4,63,03,166	35,22,811	(14,749)	54,87,388	5,52,98,616	96,74,291	1,72,806	40,36,643	2,78,702	1,12,54,871	24,71,417	(84,978)	83,36,523	3,61,40,275	13,03,938	5,299	2,47,124	15,56,361	9,29,95,252	
(b) Amount ceded in Re-insurance	4,791	2	-	3,331	8,125	2,43,259	-	-	(13,874)	2,58,348	3	2,326	-	4,90,061	78,007	-	2	78,009	5,76,195	
(c) Amount accepted in Re-insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
(d) Fund reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	10,75,60,402	4,41,458	2,28,89,587	13,08,91,447	13,08,91,447	
(e) Funds for discontinued policies	-	-	-	4,13,480	4,13,480	-	-	-	-	-	-	-	-	-	92,76,414	17,64,402	-	1,10,40,816	1,14,54,296	
Total (C)	6,23,22,922	42,43,728	(5,970)	1,08,90,737	7,74,51,417	1,75,42,170	5,04,672	3,35,24,162	50,41,657	1,56,49,413	44,54,293	(79,053)	1,12,96,246	8,79,33,560	19,31,76,948	5,80,732	2,97,12,473	22,34,70,153	38,88,55,131	
SURPLUS/ (DEFICIT) (D) = [(A)-(B)-(C)]	24,67,636	(1,12,462)	15,963	(1,45,435)	22,25,703	15,70,317	1,37,699	9,17,896	-	26,20,546	2,81,760	1,03,081	55,928	56,87,227	24,74,196	-	4,79,263	29,53,459	1,08,66,387	
Balance of previous year					-									-					-	
Balance available for appropriation					-									-					(1)	
APPROPRIATIONS																				
Transfer to Shareholders' account	10,51,651	95,303	379	1,96,956	13,44,289	15,70,317	1,37,699	9,17,896	-	26,20,546	2,81,760	1,03,081	55,928	56,87,227	24,74,196	-	4,79,263	29,53,459	99,84,974	
Transfer to other reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Balance being Funds for Future Appropriations	14,15,986	(2,07,765)	15,584	(3,42,391)	8,81,414	-	-	-	-	-	-	-	-	-	-	-	-	-	8,81,414	
Total (D)	24,67,636	(1,12,462)	15,963	(1,45,435)	22,25,703	15,70,317	1,37,699	9,17,896	-	26,20,546	2,81,760	1,03,081	55,928	56,87,227	24,74,196	-	4,79,263	29,53,459	1,08,66,387	
a) Interim & Terminal bonuses paid	3,46,038	2,111	21	2,58,993	6,07,164	-	-	-	-	-	-	-	-	-	-	-	-	-	6,07,164	
b) Allocation of bonus to policyholders	91,18,819	8,55,615	3,390	15,13,615	1,14,91,438	-	-	-	-	-	-	-	-	-	-	-	-	-	1,14,91,438	
c) Surplus shown in the revenue account	24,67,636	(1,12,462)	15,963	(1,45,435)	22,25,703	15,70,317	1,37,699	9,17,896	-	26,20,546	2,81,760	1,03,081	55,928	56,87,227	24,74,196	-	4,79,263	29,53,459	1,08,66,387	
d) Total Surplus: [(a) + (b) + (c)]	1,19,32,493	7,45,264	19,375	16,27,173	1,43,24,305	15,70,317	1,37,699	9,17,896	-	26,20,546	2,81,760	1,03,081	55,928	56,87,227	24,74,196	-	4,79,263	29,53,459	2,29,64,989	
Funds for Future Appropriation																				
Opening balance	26,33,641	3,13,803	(11,876)																	

SBI LIFE INSURANCE COMPANY LIMITED
Segmental Balance Sheet as at March 31, 2019

(₹'000)

[illegible]

Summary of Financial Statements

(₹ '000)

Sr. No.	Particulars	2019-20	2018-19	2017-18	2016-17	2015-16
	<u>POLICYHOLDERS' A/C</u>					
1	Gross premium income	40,63,47,288	32,98,94,213	25,35,41,895	21,01,51,350	15,82,53,649
2	Net premium income #	40,32,40,115	32,89,03,514	25,16,00,671	20,85,24,531	15,66,54,511
3	Income from investments @	2,99,67,877	11,20,80,533	8,45,62,503	9,29,36,852	3,34,09,150
4	Income on unclaimed amount of policyholders	1,96,952	3,53,646	3,93,088	4,68,620	-
5	Other income	2,60,648	2,84,679	2,92,670	2,07,350	1,96,950
6	Contribution from the Shareholders' A/c	47,62,804	9,89,153	7,56,382	6,26,829	9,30,685
7	Total Income	43,84,28,396	44,26,11,525	33,76,05,315	30,27,64,181	19,11,91,297
8	Commissions	1,62,49,391	1,37,68,986	1,16,92,762	99,95,932	89,95,080
9	Brokerage	-	-	-	-	-
10	Operating Expenses related to insurance business (Including Service tax / Goods & Service Tax on Charges)	2,96,69,077	2,54,74,155	2,01,80,558	1,65,60,941	1,44,36,361
11	Provision for Income Tax	37,67,393	26,86,884	23,79,950	17,98,340	15,32,814
12	Provision for diminution in the value of investments (net) & Provision for standard and non-standard assets	12,37,617	9,59,982	50,611	(46,295)	45,712
13	Total Expenses	5,09,23,477	4,28,90,007	3,43,03,882	2,83,08,918	2,50,09,967
14	Payment to policyholders	16,25,09,327	15,29,37,941	11,71,22,994	9,55,01,987	7,96,69,231
15	Increase in actuarial liability #	11,55,50,851	9,32,31,970	7,24,26,769	8,64,33,151	6,62,19,593
16	Provision for Linked Liabilities	9,48,18,217	14,35,66,633	10,54,57,654	8,59,74,184	1,36,36,680
17	Surplus / (Deficit) from operations	1,46,26,523	99,84,975	82,94,017	65,45,940	66,55,825
	<u>SHAREHOLDERS' A/C</u>					
18	Total income under Shareholder's A/c	48,34,919	51,92,004	46,35,302	40,97,375	32,57,162
19	Total expenses under Shareholder's A/c (Including Contribution to Policyholder A/c)	52,45,772	12,89,069	10,77,345	9,01,746	11,71,054
20	Provision for diminution in the value of investments (net) & Provision for standard and non-standard assets	80,175	1,59,262	7,392	(4,125)	4,125
21	Profit / (loss) before tax	1,41,35,495	1,37,28,648	1,18,44,583	97,45,693	87,37,809
22	Provision for tax - Income Tax	(86,336)	4,60,683	3,40,661	1,99,164	1,27,467
23	Provision for tax - Fringe Benefit Tax	-	-	-	-	-
24	Profit / (loss) after tax	1,42,21,831	1,32,67,964	1,15,03,922	95,46,529	86,10,342
25	Profit / (loss) carried to Balance Sheet	7,88,23,269	6,46,01,438	5,37,44,580	4,46,47,810	3,69,06,647
	<u>MISCELLANEOUS</u>					
26	<u>(A) Policyholders' account</u>					
	Total Funds [Refer note (a) below]	1,53,10,11,388	1,35,13,98,583	1,11,43,44,666	93,67,31,674	75,99,12,269
	Total investments	1,53,53,55,358	1,35,26,90,841	1,11,22,15,335	93,41,10,979	76,23,26,753
	Yield on investments (%) [Refer note (b) below]	2%	8%	8%	10%	4%
	<u>(B) Shareholders' account</u>					
	Total Funds [Refer note (c) below]	8,74,30,838	7,57,63,556	6,52,78,179	5,55,20,790	4,73,31,009
	Total investments	6,82,79,462	5,75,52,395	5,03,93,473	4,32,55,048	3,59,49,022
	Yield on investments (%) [Refer note (d) below]	7%	9%	9%	9%	9%
27	Yield on total investments (%) [Refer note (e) below]	2%	8%	8%	10%	5%
28	Paid up equity capital	1,00,00,263	1,00,00,000	1,00,00,000	1,00,00,000	1,00,00,000
29	Net worth [Refer note (f) below]	8,74,30,838	7,57,63,556	6,52,78,179	5,55,20,790	4,73,31,009
30	Total Assets [Refer note (g) below]	1,62,55,78,887	1,42,99,78,345	1,18,15,57,637	99,22,52,464	80,72,45,585
31	Earnings per share (basic) (₹)	14.22	13.27	11.50	9.55	8.61
32	Earnings per share (diluted) (₹)	14.22	13.27	11.50	9.55	8.61
33	Book value per share (₹)	87.43	75.76	65.28	55.52	47.33

Net of reinsurance

@ Includes the effect of gains / losses on sale of investments

Notes:-

(a) Total Funds under Policyholders' Account = Credit / (Debit) Fair Value Change Account + Policyholders' Liabilities + Insurance Reserves

(b) Yield on Policyholders' Investments = Income from Policyholders' Investments / Total Policyholders' Investments

(c) Total Funds = Share Capital + Reserves and Surplus + Credit / (Debit) Fair Value Change Account - Debit Balance in Profit and Loss Account

(d) Yield on Shareholders' Investments = Total Income under Shareholders' Account / Total Shareholders' Investments

(e) Yield on total investments = (Income from Policyholders' Investments + Total Income under Shareholders' Account) / (Total Shareholders' Investments + Total Policyholders' Investments)

(f) Net Worth = Share Capital + Reserves and Surplus + Credit / (Debit) Fair Value Change Account - Debit Balance in Profit and Loss Account - Employee Stock Options Outstanding

(g) Total Assets = Total Application of Funds - Debit Balance in Profit and Loss Account

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE 16 - CONTINUED

Ratios as prescribed by IRDAI

Sr. No.	Particulars	Period ended March 31, 2020	Year ended March 31, 2019
1	New business premium income growth (segment-wise) (New business premium for current year less new business premium of previous year divided by new business premium for previous year)		
	Participating Life	-27.73%	-11.39%
	Participating Pension	-31.55%	-32.13%
	Group Pension	0.00%	0.00%
	Participating Variable Insurance	-69.97%	-17.66%
	Non Participating Life	25.22%	107.57%
	Non Participating Pension	-88.41%	49.43%
	Non Participating Annuity	306.70%	30.76%
	Non Participating Health	-14.91%	-8.37%
	Non Participating Variable Insurance	107.12%	-2.23%
	Linked Life	6.00%	16.44%
	Linked Group	-31.16%	4.66%
	Linked Pension	35.78%	38.55%
2	Net retention ratio (Net premium divided by gross premium)	99.24%	99.70%
3	Ratio of expenses of management [Refer notes (a) below] (Expenses of management divided by the total gross direct premium)	9.94%	10.52%
4	Commission ratio (Gross Commission paid divided by Gross Premium)	4.00%	4.17%
5	Ratio of policyholders' liabilities to shareholders' funds [Refer note (b) below]	1759.27%	1787.42%
6	Growth rate of shareholders' funds [Refer note (b) below]	15.40%	16.06%
7	Ratio of surplus / (deficit) to policy holders' liability	1.23%	0.80%
8	Change in net worth (₹ in 000s) [Refer note (b) below]	1,16,67,281	1,04,85,378
9	Profit after tax / Total income	3.24%	2.97%
10	(Total Real Estate + Loans) / Cash and invested assets	0.46%	0.38%
11	Total Investments / (Capital + Surplus) [Refer notes (c) below]	1805.10%	1890.37%
12	Total Affiliated Investments / (Capital + Surplus)	6.24%	6.43%
13	Investment yield (gross and net)		
	A. With Realized Gains		
	Policyholders' Funds :		
	<u>Non Linked</u>		
	Par	8.76%	8.96%
	Non Par	8.92%	8.70%
	Sub -Total : Non-Linked	8.85%	8.80%
	<u>Linked</u>		
	Par	NA	NA
	Non Par	6.81%	6.96%
	Sub - Total : Linked	6.81%	6.96%
	Grand Total	7.83%	7.91%
	Shareholders' Funds	7.10%	9.07%
	B. With Unrealized Gains		
	Policyholders' Funds :		
	<u>Non Linked</u>		
	Par	7.80%	9.17%
	Non Par	10.69%	8.85%
	Sub - Total : Non-Linked	9.47%	8.98%
	<u>Linked</u>		
	Par	NA	NA
	Non Par	-4.24%	10.07%
	Sub - Total : Linked	-4.24%	10.07%
	Grand Total	2.45%	9.51%
	Shareholders' Funds	5.25%	8.02%

Sr. No.	Particulars	Period ended March 31, 2020	Year ended March 31, 2019
14	Conservation Ratio Participating Life Participating Pension Group Pension Participating Variable Insurance Non Participating Life Non Participating Pension Non Participating Annuity Non Participating Health Non Participating Variable Insurance Linked Life Linked Group Linked Pension	85.09% 89.31% 94.10% 35.25% 73.69% 84.69% 87.16% 0.00% 77.42% 89.04% 84.22% 0.00% 84.47%	85.22% 87.11% 90.64% 100.32% 82.61% 79.96% 89.87% 0.00% 72.35% 80.83% 85.33% 0.00% 87.35%
15	Persistency Ratio (based on no. of policies) For 13 th month For 25 th month For 37 th month For 49 th month For 61 st month Persistency Ratio (based on premium) For 13 th month For 25 th month For 37 th month For 49 th month For 61 st month [Refer note (d) below]	71.19% 63.33% 56.31% 49.21% 42.61% 83.67% 76.86% 68.68% 61.71% 50.00%	70.91% 61.72% 55.23% 48.03% 42.28% 83.90% 74.25% 66.42% 60.34% 47.46%
16	Persistency Ratio (based on no. of policies) For 13 th month For 25 th month For 37 th month For 49 th month For 61 st month Persistency Ratio (based on premium) For 13 th month For 25 th month For 37 th month For 49 th month For 61 st month [Refer note (e) below]	75.26% 66.94% 61.89% 55.81% 49.84% 86.14% 78.53% 71.56% 67.30% 59.90%	73.81% 66.77% 61.40% 55.55% 51.32% 85.07% 76.65% 71.39% 66.43% 57.23%
17	NPA ratio A. Gross NPA Ratio Policyholders' Funds : <u>Non Linked</u> Par Non Par <u>Linked</u> Par Non Par Shareholders' Funds B. Net NPA Ratio Policyholders' Funds : <u>Non Linked</u> Par Non Par <u>Linked</u> Par Non Par Shareholders' Funds	 Nil Nil NA 0.07 - Nil Nil NA - -	 Nil Nil NA Nil Nil Nil Nil NA Nil Nil
18	Solvency Ratio	1.95	2.13

Notes:-

(a) Expenses of Management = Operating Expenses + Commission

(b) Policyholders' Liabilities = Policy Liabilities + Credit / (Debit) Fair Value Change Account + Funds for Future Appropriation

Shareholders' Funds = Share Capital + Reserves and Surplus + Credit / (Debit) Fair Value Change Account - Debit Balance in Profit and Loss Account

Net Worth = Share Capital + Reserves and Surplus + Credit / (Debit) Fair Value Change Account - Debit Balance in Profit and Loss Account - Employee Stock Options Outstanding

(c) Capital + Surplus = Share Capital + Reserves and Surplus

Total Investments = Shareholders' Investments + Policyholders' Investments

(d) Single Premium and Fully Paid-Up policies are not considered in above calculation. Group Business, where persistency is measurable, is included.

Persistency Ratios for the period ended March 31, 2020 are 'upto the quarter' persistency calculated using policies issued in March to February period of the relevant years. Persistency Ratios for the year ended March 31, 2019 are 'upto the quarter' persistency calculated using policies issued in March to February period of the relevant years.

(e) Single Premium and Fully Paid-Up policies are considered in above calculation. Group Business, where persistency is measurable, is included.

Persistency Ratios for the period ended March 31, 2020 are 'upto the quarter' persistency calculated using policies issued in March to February period of the relevant years. Persistency Ratios for the year ended March 31, 2019 are 'upto the quarter' persistency calculated using policies issued in March to February period of the relevant years.

INDEPENDENT AUDITORS' REPORT

**To the Members of
SBI Life Insurance Company Limited**

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Financial statements of **SBI Life Insurance Company Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the related Revenue Account (also called the "Policyholders' Account" or the "Technical Account"), the Profit and Loss Account (also called the "Shareholders' Account" or "Non-Technical Account") and the Receipts and Payments Account for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required in accordance with The Insurance Act, 1938 (the "Insurance Act"), the Insurance Regulatory and Development Authority Act, 1999 (the "IRDA Act"), the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 (the "IRDA Financial Statements Regulations") and the Companies Act, 2013 ("the Act"), to the extent applicable, in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India, as applicable to Insurance companies:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2020;
- b) in the case of the Revenue Account, of the net surplus for the year ended on that date;
- c) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
- d) in the case of the Receipts and Payments Account, of the Receipts and Payments for the year ended on that date.

Basis for Opinion

We conducted our audit of the Standalone Financial Statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Emphasis of Matter

We invite attention to Note No 41 regarding the uncertainties arising out of the outbreak of COVID-19 pandemic and the assessment made by the management on its business and financials, including valuation of assets, policy liabilities and solvency for the year ended March 31, 2020, this assessment and the outcome of the pandemic is as made by the management and is highly dependent on the circumstances as they evolve in the subsequent periods.

Our Opinion is not modified on the above matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

a) **Valuation of Investments(AUM March 31, 2020: 1603,634,820 March 31, 2019: 1410,243,236) (INR in Thousands)**

(Refer Significant Accounting Policies in note no.16 B (k) (Investments) and Schedule 8, 8A and 8B, note no. 16 C (20 & 21) (Impairment of investment assets) to the standalone financial statements)

The Company's investment portfolio consists of Policyholders' investments (traditional and unit linked policy holders) and Shareholders investments.

Total investment portfolio of the Company (i.e. Assets under Management (AUM)) represents 98.7 per cent of the Company's total assets.

Investments are made and valued in accordance with the Insurance Act, 1938, IRDAI (Investment) Regulations, 2016 ("Investment Regulations"), IRDAI (Preparation of Financial Statement Regulations) 2002 ("Financial Statement Regulations"), Investment Policy of the Company and relevant Indian GAAPs.

These valuation methods use multiple observable market inputs, including observable interest rates, index levels, credit spreads, equity prices, counterparty credit quality, and corresponding market volatility levels etc.

The portfolio of quoted investments is 26.1 per cent of the Company's AUM and the portfolio of investments that are valued primarily using observable inputs is 71.9 per cent of the Company's AUM. We do not consider these investments to be at a high risk of significant misstatement, or to be subject to a significant level of judgement because they comprise liquid, quoted investments. However, due to their materiality in the context of the standalone financial statements as a whole, they are considered to be one of the areas which had the significant impact on our overall audit strategy.

The portfolio of unquoted investments is 1.2 per cent of the Company's AUM. The valuation of unquoted investments involves judgement depending on the observability of the inputs into the valuation and further judgement in determining the appropriate valuation methodology where external pricing sources are either not readily available or are unreliable.

The valuation of these investments was considered to be one of the areas which required significant auditor attention and was one of the matter of most significance in the financial statements due to the materiality of total value of investments to the financial statements.

Auditors' Responses

Principal Audit Procedures

- We assessed appropriateness of the pricing methodologies with reference to IRDAI Investment Regulations, Financial Statement Regulations, Company's internal investment and valuation policy;
- Assessed the process and tested the operating effectiveness of the key controls, including the Company's review and approval of the estimates and assumptions used for the valuation including key authorisation and data input controls;
- Fair value is best evidenced by quoted market prices in an active market. Where quoted market prices are not available, the quoted prices of similar products or valuation models with observable market based inputs are used to estimate fair value. The calculation of estimated fair value is based on market conditions at a specific point in time and may not be reflective of future fair values.
- For quoted investments, the valuation was done in accordance with the independent pricing sources / market prices in an active market;
- For unquoted investments, we critically evaluated the valuation assessment and resulting conclusions in order to determine the appropriateness of the valuations recorded with reference to the assessment made by the management for such valuation.

b) Information technology systems and controls (IT Controls)

All insurance companies are highly dependent on technology due to the significant number of transactions that are processed daily. A significant part of the Company's financial processes is heavily reliant on IT systems with automated processes and controls over the capturing, valuing and recording of transactions. Thus, there exists a risk that gaps in the IT control environment could result in the financial accounting and reporting records being materially misstated.

The Company uses several systems for its overall financial reporting. We have identified 'IT systems and controls' as key audit matter because of significant use of IT system and the scale and complexity of the IT architecture.

Auditors' Responses

Principal Audit Procedures

- Sample testing of key control over IT systems having impact on financial accounting and reporting;
- Assessed the IT system processes for effectiveness of some of the key controls with respect to financial accounting and reporting records by sample testing; and
- Our audit approach relies on automated controls and therefore procedures are designed to test control over IT systems, segregation of duties, interface and system application controls over key financial accounting and reporting systems.
- Reviewed the report of independent information system auditors which has further confirmed the various system control measures adopted by the Company.

c) **Contingent Liabilities and Litigations**

(Refer Significant Accounting Policies in note no. 16 B (r) (Provisions and contingent liabilities) and note no. 16 C (1) to the standalone financial statements)

The Company has pending litigation matters with various appellate authorities and at different forums. The same involves judgements in accordance with applicable Accounting Standards to determine the final outcome of such open litigation matters.

The management with the help of its experts, as needed, have made judgments relating to the likelihood of an obligation arising and whether there is a need to recognize a provision or disclose a contingent liability. We therefore focused on this area as a result of uncertainty and potential material impact.

Auditors' Responses

Principal Audit Procedures

We read the various regulatory correspondences and related documents pertaining to litigation cases and corroborated them with our understanding of legal position as per various statutes;

- We obtained legal opinion sought by management from the independent legal counsel including opinion of our own team to review the sustainability of the dispute. We discussed the status and potential exposures in respect of significant litigation with the company's internal legal team and obtaining details regarding the progress of various litigations including management views on the likely outcome of each litigation and the magnitude of potential exposure;
- The various litigation matters were reviewed in order to assess the facts and circumstances and to identify the potential exposures and to satisfy ourselves that it is not probable that an outflow of economic benefits will be required, or in certain cases where the amount cannot be estimated reliably, such obligation is disclosed by the company as a contingent liability.

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Directors' Report including Annexures to Directors' Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon. The other information is expected to be made available to us after the date of this auditor's report.

Our opinion on the standalone financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the Balance Sheet, the related Revenue Account, the Profit and Loss Account and the Receipts and Payments Account of the Company in accordance with

accounting principles generally accepted in India, including the provisions of The Insurance Act as amended from time to time, the IRDA Act, the IRDA Financial Statements Regulations, orders/directions/circulars issued by IRDAI in this regard and the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014 further amended by Companies (Accounting Standards) Amendment Rules, 2016, to the extent applicable.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

- a) The actuarial valuation of liabilities for life policies in force is the responsibility of the Company's Appointed Actuary (the "Appointed Actuary") whose services are as extended and approved by IRDAI. The actuarial valuation of these liabilities for life policies in force and for policies in respect of which premium has been discontinued but liability exists as at March 31, 2020 has been duly certified by the Appointed Actuary, and in his opinion, the assumptions for such valuation are in accordance with the guidelines and norms issued by IRDAI and the Institute of Actuaries of India in concurrence with the Authority. We have relied upon the Appointed Actuary's certificate in this regard for forming our opinion on the valuation of liabilities for life policies in force and for policies in respect of which premium has been discontinued but liability exists as contained in the standalone financial statements of the Company. (Refer note no. 5, Schedule 16(C)).
- b) Due to the COVID-19 pandemic and the lockdown and other restrictions imposed by the Government and local administration, the audit processes were carried out based on the remote access to the extent available/feasible and necessary records made available by the management through digital medium.
- c) The standalone financial statements of the Company for the year ended March 31, 2019 were jointly audited by another Auditors who expressed an unmodified opinion dated April 25, 2019 on such financial statements.

Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

1. As required by the IRDA Financial Statements Regulations, we have issued a separate certificate dated May 05, 2020 certifying the matters specified in paragraphs 3 and 4 of Schedule C to the IRDA Financial Statements Regulations.
2. As required under section 143(5) of the Act, based on our audit as aforesaid, we enclose herewith as per Annexure I, a report on the directions including additional directions issued by the Comptroller and Auditor-General of India (C&AG'), action taken thereon and its impact on the accounts and financial statement of the company.

3. As required under the IRDA Financial Statements Regulations, read with section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
- (b) In our opinion and to the best of our information and according to the explanations given to us, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) As the Company's financial accounting system is centralized at Head Office, no returns are prepared at the branches and other offices of the company;
- (d) The Balance Sheet, the Revenue Account, the Profit and Loss Account and the Receipts and Payments Account dealt with by this Report are in agreement with the books of account;
- (e) The actuarial valuation of liabilities for life policies in force and for policies in respect of which premium has been discontinued but liability exists as at March 31, 2020 has been duly certified by the Appointed Actuary. The Appointed Actuary has also certified that, in his opinion, the assumptions for such valuation are in accordance with the guidelines and norms issued by IRDAI and the Institute of Actuaries of India in concurrence with the Authority.
- (f) In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 further amended by Companies (Accounting Standards) Amendment Rules, 2016, to the extent not inconsistent with the accounting principles prescribed in the IRDA Financial Statements Regulations and orders/ directions/circulars issued by IRDAI in this behalf;
- (g) In our opinion and to the best of our information and according to the explanations given to us, investments have been valued in accordance with the provisions of the Insurance Act, the Regulations and orders / directions issued by IRDAI in this behalf;
- (h) In our opinion and to the best of our information and according to the explanations given to us, the accounting policies selected by the Company are appropriate and are in compliance with the Accounting Standards specified under Section 133 of the Act to the extent not inconsistent with the accounting principles prescribed in the IRDA Financial Statements Regulations and orders/ directions/circulars issued by IRDAI in this behalf;
- (i) On the basis of written representations received from the directors and taken on record by the Board of Directors, none of the Directors are disqualified as on March 31, 2020, from being appointed as a director in terms of section 164 (2) of the Act.
- (j) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to Annexure 'II' to this report.
- (k) With respect to the other matter to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

(l) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i) The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements- Refer Note 1 of Part C of Schedule 16.
- ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts if any, including derivative contracts. - Refer Note 33 of Part C of Schedule 16.
- iii) There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2020.

For S.C. Bapna & Associates
Chartered Accountants
Firm Regn. No.115649W

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SUBHASH
CHAND BAPNA

Digitally signed by SUBHASH CHAND BAFNA
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serialNumber=3b9b102b15b6b12b67a04692342nc7f6e05b
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Date: 2020.06.05 17:28:41 +05'30'

S.C. Bapna

Partner

Membership No. 071765

UDIN: 20071765AAAAAB1490

Date: May 05, 2020

INDEPENDENT AUDITORS' CERTIFICATE

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our Independent Auditors' report of even date to the Members of SBI Life Insurance Company Limited)

**To the Members of
SBI Life Insurance Company Limited**

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

Management's Responsibility:

The Company's Board of Directors is responsible for complying with the provisions of The Insurance Act, 1938 as amended from time to time including amendment brought by Insurance Laws (Amendment) Act, 2015 (the "Insurance Act"), the Insurance Regulatory and Development Authority Act, 1999 (the "IRDA Act"), IRDA Financial Statements Regulations, orders/directions/circulars issued by the Insurance Regulatory and Development Authority of India (the "IRDAI"/Authority) which includes the preparation and maintenance of books of accounts and the Management Report. This includes collecting, collating and validating data and designing, implementing and monitoring of internal controls suitable for ensuring compliance as aforesaid.

Auditor's Responsibility:

Pursuant to the requirements of IRDA Financial Statements Regulations, it is our responsibility to obtain reasonable assurance and form an opinion based on our audit and examination of books and records as to whether the Company has complied with the matters contained in paragraphs 3 and 4 of Schedule C read with regulation 3 of the IRDA Financial Statements Regulations.

We conducted our examination in accordance with the Guidance Note on Audit Reports and Certificates for Special Purposes issued by the Institute of Chartered Accountants of India (the 'ICAI'). The Guidance Note requires that we comply with the independence and other ethical requirements of the Code of Ethics issued by ICAI.

We have complied with the relevant applicable requirements of the Standard on Quality Control ('SQC') 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services engagements.

Opinion:

In accordance with the information and explanations given to us and to the best of our knowledge and belief and based on our examination of the books of account and other records maintained by SBI Life Insurance Company Limited ('the Company'), for the year ended March 31, 2020, we report that:

1. We have reviewed the Management Report attached to the standalone financial statements for the year ended March 31, 2020, and on the basis of our review, there is no apparent mistake or material inconsistencies with the standalone financial statements;

2. Based on management representations by the officer of the Company charged with compliance, nothing has come to our attention that causes us to believe that the Company has not complied with the terms and conditions of registration stipulated by IRDAI;

We have verified the cash balances and securities relating to the Company's loans and investments as at March 31, 2020, to the extent considered necessary, based on management certificates, Custodian certificates / Confirmations (RBI, CCIL, SHCIL, HDFC Bank Ltd, various other banks/ mutual funds etc.), documents of charge creation, as the case may be. As at March 31, 2020, the Company does not have reversions and life interests;

3. The Company is not the trustee of any trust; and
4. No part of the assets of the policyholders' funds has been directly or indirectly applied in contravention to the provisions of the Insurance Act relating to the application and investments of the Policyholders' funds.

For R. Devendra Kumar & Associates

Chartered Accountants

Firm Regn. No.114207W

**DEVENDRA
KUMAR GUPTA**

Digitaly signed by DEVENDRA KUMAR GUPTA
DN: cn=R. Devendra Kumar, o=S. C. Bapna & Associates, email=devendra.kumar@scbapna.com, c=IN
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Reason: I have signed this document.
Date: 2020.05.05 17:28:53 +05'30'

D. K Gupta

Partner

Membership No. 009032

UDIN: 20009032AAAAABL1187

Place:

Date: May 05, 2020

For S.C. Bapna & Associates

Chartered Accountants

Firm Regn. No.115649W

**SUBHASH
CHAND BAPNA**

Digitaly signed by SUBHASH CHAND BAPNA
DN: cn=S. C. Bapna, o=S. C. Bapna & Associates, email=subhash.bapna@scbapna.com, c=IN
2.5.4.20=115649W, email=subhash.bapna@scbapna.com, c=IN
Reason: I have signed this document.
Date: 2020.05.05 17:28:53 +05'30'

S.C. Bapna

Partner

Membership No. 071765

UDIN: 20071765AAAAAB1490

ANNEXURE 'I' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our Independent Auditors' report of even date to the Members of SBI Life Insurance Company Limited)

Based on the verification of records of the Company and based on information and explanations given to us, we give below a report on the directions/additional directions issued by the Comptroller and Auditor General of India in terms of the section 143(5) of the Act.

Sr. No.	Directions under section 143(5) of the Act	Auditors' Comments
1.	Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	<p>As per the information and explanations furnished to us, The Company's financial processes are heavily reliant on IT systems with automated processes and controls over the capturing, valuing and recording of transactions. The Company has different IT systems in place for processing the accounting transactions such as premium, commission, claims, investments etc. All the transactions from these IT systems flows into the accounting system which is used for preparation of standalone financial statements and other reporting purposes.</p> <p>As a part of our general review of IT controls, we have carried out the review of major controls in existence in the applications with regard to integrity of data flowing to accounting system . Basis our sample verification, nothing significant has come to our attention that causes us to believe that there are material gaps pertaining to IT controls.</p> <p>The claim submission process in the company is predominantly manual and data input into the IT systems of the company in respect of claims is also a manual process . The controls over capturing of dates of claim intimation into the systems needs to be further improved.</p> <p>Further management has conducted the system audit with the help of the consultants which has not reported any significant gaps.</p>
2.	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated.	<p>The Company has not taken any loans, thus restructuring of an existing loan or cases of waiver/write off of debts /loans/interest etc. made by a lender to the company due to the company's inability to repay the loan is not applicable.</p>
3.	Whether funds received/receivable for specific schemes from Central/State agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation	<p>The Company has not received any funds for specific schemes from central / state agencies, thus proper accounting and utilisation of fund as per terms and conditions of the scheme is not applicable.</p>

Additional directions issued by C&AG as applicable to SBI Life Insurance Company Limited for the year 2019-20

Sr. No.	Additional Directions under section 143(5) of the Act	Auditors' Comments
1.	Number of titles of ownership in respect of CGS/SGS/Bonds/Debentures etc. available in physical/demat form and out of these, number of cases which are not in agreement with the respective amounts shown in the Company's books of accounts may be verified and discrepancy found may be suitably reported.	The Company holds investments both in physical and dematerialized form with clear title of ownership. The holdings are in agreement with the respective amounts shown in the books of accounts of the Company as on 31.03.2020.
2.	Whether stop loss limits have been prescribed in respect of investments. If yes, whether or not the limit was adhered to. If not, the details may be given.	<p>The Company's cut loss policy for equity investments in Linked and Non-linked portfolios have been prescribed in the Investment Policy as approved by the Board.</p> <p>As per the cut loss policy of the Company, Investment compliance team monitors market price of all equity securities falling below 30% of the 'Average Purchase Price'. The decision on to hold, partially sell or completely sell of cut loss securities is recorded and reported to investment sub-committee and Board investment committee periodically. During the year, the Company has adhered to the cut loss policy.</p>
3.	Whether the Company has complied with IRDAI circular {No. IRDA/F&A/CIR/MISC/052/03/2018 dated 27 March 2018} regarding exemption of reinsurance schemes in respect of specified insurance schemes such as Pradhan Mantri Jeevan Jyoti BimaYojna (PMMJBY), from the purview of GST and passed on to the insured/Government the benefit of reduction in premium?	<p>As per the IRDA Circular dated 27.03.2018, "the proposal to exempt reinsurance schemes in respect of specified insurance schemes has been approved by the GST Council in its 25th meeting held on 18.01.2018, on the condition that the benefit of reduction in the premium on such Insurance schemes, must be passed on to the beneficiaries and the State and Central Exchequers. Insurers shall avoid any undue enrichment on this account."</p> <p>A copy of the DO. No. 354/12/2018-TRU dated 24th January 2018, issued by the Hon'ble Finance secretary, Government of India (enclosed with IRDAI Circular) states as under:</p> <p>"Considering the fact that no GST is payable on insurance premium of such schemes and the GST paid on the re-insurance is included in the cost of insurance premium charged by the Insurance companies from the beneficiaries and also shared between the Centre and State Governments, the proposal to exempt reinsurance schemes in respect of specified insurance schemes has been approved by the GST council in its 25th meeting held at New Delhi on 18.01.2018."</p> <p>No reduction of premium has been passed on to the insured/Government on account of the exemption of the reinsurance scheme as envisaged in the directions.</p> <p>As per the management of the company, the pricing under the PMJBY scheme is arrived at as per advice of the 'Department of Financial Services of Ministry of Finance' and no benefit is available to the company due to the said exemption.</p>

ANNEXURE ‘II’ TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 3(j) under ‘ Report on Other Legal and Regulatory Requirements’ section of our Independent Auditors’ report of even date to the Members of SBI Life Insurance Company Limited)

Report on the Internal Financial Controls with reference to standalone Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”).

We have audited the internal financial controls with reference to standalone financial statements of **SBI Life Insurance Company Limited** (“the Company”) as of March 31, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and as prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to standalone financial statements was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system with reference to standalone financial statements.

Meaning of internal financial controls with reference to standalone financial statements

A company’s internal financial control with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control with reference to standalone financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

Inherent Limitations of internal financial controls with reference to standalone financial statements

Opinion

Other Matter

For R. Devendra Kumar & Associates

Chartered Accountants

Firm Regn. No.114207W

DEVENDRA
KUMAR GUPTA

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Date: 2020.05.05 12:33:03 +0530

D. K Gupta

Partner

Membership No. 009032

UDIN: 20009032AAAABL1187

Place: Mumbai

Date: May 05, 2020

For S.C. Bapna & Associates

Chartered Accountants

Firm Regn. No.115649W

SUBHASH
CHAND BAPNA

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S.C. Bapna

Partner

Membership No. 071765

UDIN: 20071765AAAAAB1490

INDEPENDENT AUDITORS' CERTIFICATE

[Ref: Independent Auditor's Certificate in accordance with the Schedule I (B) (11)(d) of Insurance Regulatory and Development Authority of India (Investment) Regulations, 2016 dated August 1, 2016]

To

The Board of Directors

SBI Life Insurance Company Limited

1. This certificate is issued in accordance with terms of our engagement letter with SBI Life Insurance Company Limited (the "Company"). Insurance Regulatory and Development Authority of India (Investment) Regulations, 2016 dated August 1, 2016 (the "Regulations") require the auditors to issue certificate regarding applicable Net Asset Value ("NAV") for applications received as at March 31, 2020 in terms of Schedule I (B) (11)(d) of the Regulations.

Management's responsibility:

2. The preparation and maintenance of all accounting and other relevant supporting records and documents is the responsibility of the management of the Company. This responsibility includes the design, implementation and maintenance of internal controls relevant to the applicability of NAV for applications received as at March 31, 2020.
3. The Company's management is responsible for complying with conditions stated in the Regulations.

Auditor's Responsibility:

4. Pursuant to the requirement of this certificate, it is our responsibility to provide reasonable assurance as to whether:
 - a) The Company has declared March 31, 2020 as a business day for accepting applications;
 - b) The Company has declared NAV for March 31, 2020 on a basis consistent with its accounting policy as disclosed in its financial statements for the year ended March 31, 2020;
 - c) The applications received on March 31, 2020, upto 3.00 p.m. have been stamped and that the NAV of March 31, 2020 is applied for applications received upto 3.00 p.m as per Policy Issuance Procedure;
 - d) The applications received on March 31, 2020, after 3.00 p.m. have been stamped and that the NAV of next business day of financial year i.e. April 1, 2020 is applied for applications received after 3.00 p.m. as per Policy Issuance Procedure.
5. We audited financial statements of the Company as of and financial year ended March 31, 2020 on which we issued an unmodified audit opinion vide our report dated May 5, 2020. Our audit of these financial

statements was conducted in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India (the "ICAI"). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the standalone financial statements are free of material misstatement. Our audits were not planned and performed in connection with any transactions to identify matters that may be of potential interest to third parties.

6. In this connection, we have performed the following procedures:
- a) Obtained representation from the management that the Company has declared March 31, 2020 as a business day for accepting application forms and that it has declared NAV for March 31, 2020;
 - b) Obtained the list of applications for New Business, Renewal Premium, Top-up, Surrender, Free – Look Cancellation, Fund Switches, Withdrawal, and Partial Withdrawal in respect of Unit linked Products on March 31, 2020 (together referred to as "Application Forms"), from the Company;
 - c) Selected samples of Application Forms from the listing mentioned in paragraph 5(b) above and verified whether:
 - i. The applications received on March 31, 2020, upto 3.00 p.m. have been appropriately stamped; and the NAV of March 31, 2020 is applied for such applications for the selected samples as per Policy Issuance Procedure; and
 - ii. The applications received on March 31, 2020, after 3.00 p.m. hours have been appropriately stamped; and the NAV of next business day of financial year i.e. April 1, 2020 is applied for such applications for the selected samples as per Policy Issuance Procedure.
 - d) We have read the certificate dated April 09, 2020 of the concurrent auditors of the Company, M/s. Haribhakti and Co. LLP, Chartered Accountants which has been furnished to us certifying compliance with Regulation 5 of Schedule I(B).
7. We conducted our examination in accordance with the Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) issued by the Institute of Chartered Accountants of India. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.
8. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

R. Devendra Kumar & Associates
Chartered Accountants
205, Blue Rose Industrial Estate,
Near Petrol Pump,
Western Express Highway, Borivali East,
Mumbai 400 066

S.C. Bapna & Associates
Chartered Accountants
501, Arcadia,
195, Nariman Point,
Mumbai-400 021

Opinion:

9. Based on the procedures performed by us, as mentioned in paragraph 5 above, and according to the information and explanations and representations provided to us by the Company's management, we report that:
- (a) The Company has declared March 31, 2020 as a business day for accepting applications;
 - (b) The Company has declared NAV for March 31, 2020 on a basis consistent with its accounting policy as disclosed in its financial statements for the year ended March 31, 2020;
 - (c) The applications received on March 31, 2020 upto 3.00 p.m. have been stamped and that the NAV of March 31, 2020 is applied for applications received upto 3.00 p.m. as per Policy Issuance Procedure and
 - (d) The applications received on March 31, 2020 after 3.00 p.m. have been stamped and that the NAV of next business day of financial year i.e. April 1, 2020 is applied for applications received after 3.00 p.m. as per Policy Issuance Procedure.
10. This certificate is addressed to and provided to the Board of Directors of the Company, solely for inclusion in the annual accounts of the Company as per Schedule I (B) (11)(d) of the Regulations and should not be used by any other person or distributed for any other purpose. We have no responsibility to update this certificate for events and circumstances occurring after the date of this certificate.

For R. Devendra Kumar & Associates
Chartered Accountants
Firm Regn. No.114207W

**DEVENDRA
KUMAR GUPTA**

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Date: 2020.05.05 17:14:18 +05'30'

D. K Gupta
Partner
Membership No. 09032
UDIN: 20009032AAAABM8543

Place: Mumbai

Date: May 5, 2020

For S.C. Bapna & Associates
Chartered Accountants
Firm Regn. No.115649W

**SUBHASH
CHAND BAPNA**

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Date: 2020.05.05 17:23:39 +05'30'

S.C. Bapna
Partner
Membership No. 071765
UDIN:
20071765AAAAAC6618