

# ICICI PRUDENTIAL LIFE INSURANCE COMPANY LIMITED

## 9TH ANNUAL REPORT AND ACCOUNTS 2008-2009

### Directors

K. V. Kamath, *Chairman (upto April 21, 2009)*  
 Chanda D. Kochhar, *Chairperson (w.e.f. April 21, 2009)*  
 Marti G. Subrahmanyam  
 Keki Dadiseth  
 Rama Bijapurkar  
 Vinod Kumar Dhall  
 Barry Stowe  
 Adrian O'Connor  
 K. Ramkumar  
 N. S. Kannan  
 V. Vaidyanathan, *Managing Director & CEO (w.e.f. May 1, 2009)*

### Auditors

Walker, Chandniok & Co  
*Chartered Accountants*

B S R & Co.  
*Chartered Accountants*

M. Sanaula Khan  
*Company Secretary*

### Registered Office

ICICI PruLife Towers  
 1089, Appasaheb Marathe Marg  
 Prabhadevi  
 Mumbai - 400 025

## directors' report

### to the members

Your Directors have pleasure in presenting the Ninth Annual Report of ICICI Prudential Life Insurance Company Limited (the Company) with the audited statement of accounts for the year ended March 31, 2009.

### OPERATIONS REVIEW & OUTLOOK

The performance for fiscal 2009 is summarised below:

Particulars	Fiscal 2008	(Rs. in billion) Fiscal 2009
<b>Number of new Policies (in 000's)</b>	<b>2,913</b>	<b>2,637</b>
<b>Financials:</b>		
Premium income of which	135.61	153.56
• New business premium (including single premium)	80.35	64.84
• Renewal premium	55.26	88.72
Profit/(Loss) before taxation	(15.43)	(8.81)
Provision for taxation (deferred tax)	1.48	1.01
Profit/(Loss) after taxation	(13.96)	(7.80)
Sum assured in force -		
– Basic policy	1,350.73	1,654.35
– Total (Basic + Riders)	1,599.95	1,879.02
Annualized premium equivalent (APE)	65.19	53.02
Assets held	285.78	327.88
Expense ratio*	14.9%	11.8%
<b>Sales &amp; Distribution Strength:</b>		
Geographical spread -		
– Number of offices	1,956	2,104
– Number of locations	1,669	1,804
Number of advisors (in 000's)	291	277

\* Expense ratio = All expenses (excluding commission and front line sales cost)/(Total premium income - 90% of single premium - 50% of limited pay premium)

During the year ended March 31, 2009, the Company registered total premium income of Rs. 153.56 billion, showing an increase of 13.2% over the earlier year. The Company's new business premium income stood at Rs. 64.84 billion down by 19.3% over the earlier year. The renewal premiums continue to grow and stood at Rs. 88.72 billion for the year, showing a healthy growth of 60.6% over the earlier year. During the year, the Company crossed the milestone of issuing 9 million policies since inception, with about 2.64 million policy issuances during the year.

### OUR REACH

The Company reaches its customers through 2,104 offices in 1,804 locations at March 31, 2009. In addition to this, customers have access to 2,900 offices of our distribution partners. At March 31, 2009, the Company had over 24,400 employees and over 277,000 advisors and is thus well equipped to cater to the needs of customers.

### PRODUCTS

The Company has launched innovative and unique products during the year.

Among these are the Health Saver, a unit linked health insurance policy which is unique in the Indian market. The policyholder pays regular premiums, which qualify under Section 80D of the Income Tax Act, into a unit linked savings policy on which risk charges are levied to cover the cost of hospitalisation on a reimbursement basis. The unit linked fund may also be drawn down to reimburse the policyholder for proven incurred health expenses. The Company has also launched the Return Guarantee Fund (RGF), which consists of a series of closed-ended tranches in each of which the unit price at date of termination is guaranteed. Each tranche is backed with a suitable portfolio of high quality bonds. The RGF is available on retail and group unit linked products.

### DIVIDEND

The financial operations have resulted in a loss (after tax) of Rs. 7.80 billion down from Rs. 13.95 billion over the earlier year. The losses are due to new business strain and the setting up of infrastructure that will take time to reach peak production. In view of the loss incurred, the Directors are unable to recommend any dividend.

### CLAIMS

The company believes that every claim is a fulfillment of promise that we have made to our policyholders and we aim to process the claims in the quickest and most transparent manner. The processes are designed to ensure efficient service and the performance metrics are monitored regularly.

During the year, the Company has settled over 10,000 mortality claims. The average time taken from the date of submission of final requirement by the claimant to the dispatch of claim payment was around 7 days.

### GOVERNANCE

As a good corporate citizen reflecting the parentage of the shareholders, the Company has institutionalised its governance framework, brief details of which are as follows:

#### A. BOARD OF DIRECTORS

The Board comprises 12 Directors – three nominated by ICICI Bank Limited, two nominated by Prudential Plc, four Independent Directors, a Managing Director and two Whole Time Directors. Except the Managing Director and the two Whole Time Directors, all other Directors including the Chairman of the Board are Non-Executive Directors. There is a clear segregation of responsibility and authority between the Chairman and the Managing Director. The Board of Directors is responsible for overall corporate strategy and other Board related matters. The Managing Director oversees implementation of strategy, achievement of the business plan and day-to-day activities and operations related issues. There is an appropriate mix of Executive, Non-Executive and Independent Directors to maintain the professionalism and independence of the Board. The Independent Directors are eminent personalities with significant expertise in the fields of finance, law, strategy, marketing and insurance. None of the Directors is related to any other Director or employee of the Company.



## B. BOARD COMMITTEES

The Board has 4 Committees, details of which are as follows:

	<b>Board Risk Management and Audit Committee</b>	<b>Board Investment Committee</b>	<b>Board Compensation &amp; Nominations Committee</b>	<b>Share Transfer Committee</b>
<b>Scope &amp; Term of Reference</b>	Responsible for oversight of risk management, financial reporting and internal control systems. Key terms of reference of this Committee include directing and overseeing the audit plan, review of financial statements, review of findings of internal and statutory auditors, recommendation for appointment of statutory auditors, fixing their remuneration, and review of quarterly compliance certificate	Recommend and review investment policy and changes thereto, review investments and oversee the risk management framework for investments	Nominating Directors to the Board, fixing their remuneration and approving executive compensation program	Approval of transfer of shares in physical form Approval of requests for split of share certificates Approval of issue of duplicate share certificates etc.
<b>Members</b>	Keki Dadiseth (Chairman) Adrian O'Connor K. Ramkumar	Marti G. Subrahmanyam (Chairman) Chanda D. Kochhar Adrian O'Connor Shikha Sharma N. S. Kannan Puneet Nanda (Executive Vice President) Avijit Chatterjee (Appointed Actuary)	Rama Bijapurkar (Chairperson) K. Ramkumar Adrian O'Connor Marti G. Subrahmanyam w.e.f April 21, 2009 Vinod Kumar Dhall w.e.f April 21, 2009	Shikha Sharma N. S. Kannan Bhargav Dasgupta
<b>No. of times met during the year</b>	4	4	3	7

## C. GRIEVANCE REDRESSAL COMMITTEE

The Grievance Redressal Committee is chaired by R. Narayanan, with three other members from senior management. The Committee's objective is to provide accessible machinery to the policyholders for settlement of their grievances. The Committee ensures a fair and expeditious complaint handling system. It also provides feedback to management for systems review, where required.

## D. INTERNAL AUDIT FRAMEWORK

The Company has in place an internal audit framework with a risk based audit approach. The internal audit covers auditing of processes as well as transactions. Key audit observations and recommendations made are reported to the Board Risk Management & Audit Committee. Implementation of the recommendations is actively monitored.

## E. RISK MANAGEMENT FRAMEWORK

**Investment Risk:** The Company measures Investment Risk through resilience testing of the assets and liabilities on the Balance Sheet. This metric is a key driver in determining the investment strategies. The assets under management for the linked portfolio, in respect of which there is minimal investment risk on the regulatory Balance Sheet, amount to over 87.3% of the policyholders funds. All linked funds are benchmarked against appropriate external indices. For the non-linked portfolio, the Company manages the interest rate risk on the single premium non-participating portfolio by duration matching, rebalanced monthly. On the participating portfolio, the Company's asset allocation strategy, which includes investments in equities, is designed to achieve the twin objectives of managing risks arising from guarantees and optimising returns, subject to regulatory constraints. In addition, there are exposure limits to companies, groups and industries. The credit risk is managed by restricting investments only in government bonds and highly rated corporate securities above and constant monitoring of the credit portfolio. The Executive Investment Committee, consisting of the CEO and key members of the executive management team reviews investment strategy, performance and provides guidance for managing investment related risks.

**Operational Risks:** The Risk Management & Audit Committee supervises the audit, operational risk and compliance related aspects. It assesses and rates the various operational risks including in the areas of information security and availability risk and sales related risks and prepares a mitigating plan. The Internal Audit Department carries out audits according to the risk based audit plan and reports the key findings to the Risk Management & Audit Committee on quarterly basis. The Company has also constituted an Internal Controls Committee ('ICC') consisting of key members from the management team. The ICC meets on a quarterly basis to discuss key findings made by Internal Audit and to review the status of implementation of recommendations made. This has helped in expediting the time required for mitigation of these risks.

## WHISTLE BLOWER POLICY

The Company has a Whistle Blower Policy which is designed to provide its employees a channel for communicating any issues in the areas of breaches of the code of conduct, legal violation and irregularities in accounting policies and procedures.

## RURAL AND SOCIAL BUSINESS

More than 774,700 policies were issued in rural areas, constituting over 29% of total policy issuances. The Company also covered more than 132,600 lives falling within the norm of 'social sector' business.

## DIRECTORS

During the year under review, H. T. Phong, Kalpana Morparia, and M. P. Modi stepped down from the Board with effect from July 23, 2008, August 29, 2008, and January 15, 2009 respectively. The Board places on record its appreciation for their valuable contribution during this tenure.

The Board appointed Adrian O'Connor, K. Ramkumar and Vinod Kumar Dhall as Additional Directors on July 23, 2008, October 13, 2008 and March 5, 2009 respectively till the ensuing Annual General Meeting and are proposed to be appointed as Directors retiring by rotation at the ensuing Annual General Meeting. Notice has been received from a Member proposing them as Directors as required under Section 257 of the Companies Act, 1956.

Keki Dadiseth, Marti G. Subrahmanyam and Rama Bijapurkar will retire by rotation at the above Annual General Meeting and are eligible for re-appointment.

K. V. Kamath stepped down from the Board effective closure of the Board meeting held on April 21, 2009. Chanda D. Kochhar was appointed as the Chairperson of the Board effective closure of the Board meeting held on April 21, 2009. Shikha Sharma tendered her resignation as Managing Director & CEO of the Company, and the same was accepted by the Board effective close of business hours on April 30, 2009. N. S. Kannan was appointed as the Executive Director & CFO of ICICI Bank and stepped down from the Board of the Company as an Executive Director effective May 1, 2009. In view of his appointment as the Managing Director of ICICI Lombard General Insurance Company Limited, Bhargav Dasgupta, Executive Director, resigned from the Board effective from the end of day on April 30, 2009. The Board places on record its appreciation for their valuable contribution during the tenure.

At the Board meeting held on April 21, 2009, N. S. Kannan was nominated by ICICI Bank as a Director on the Board of the Company. The Board appointed him as an Additional Director effective May 1, 2009 till the ensuing Annual General Meeting and proposed to appoint him as a Director retiring by rotation at the ensuing Annual General Meeting. Notice has been received from a Member proposing him as a Director as required under Section 257 of the Companies Act, 1956. At the Board Meeting held on April 25, 2009, V. Vaidyanathan was appointed as the Managing Director & CEO of the Company effective May 1, 2009 subject to the approval of the Members of the Company and the Insurance Regulatory and Development Authority.



# directors' report



Continued

## DETAILS AS PER SECTION 217(2A)

As required by the provisions of Section 217 (2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, as amended, the names and relevant particulars of the employees are set out in Annexure to the Directors' Report.

## INCREASE IN SHARE CAPITAL

The paid-up capital of the Company was increased by Rs. 0.26 billion (face value) contributed by the parent organisations, ICICI Bank Limited and Prudential Plc, UK and the members of the Employee Stock Option Scheme taking the paid-up capital to Rs. 14.27 billion (face value) at March 31, 2009.

## PUBLIC DEPOSITS

During the year under review, the Company has not accepted any deposits under Section 58A of the Companies Act, 1956.

## AUDITORS

M/s. Walker, Chandiok & Co., and M/s. B S R & Co., Chartered Accountants were re-appointed as joint statutory auditors of the Company at the last Annual General Meeting. They are retiring at the ensuing Annual General Meeting and are eligible for re-appointment.

## ADDITIONAL INFORMATION

In view of the nature of business activity of the Company, the information relating to the conservation of energy and technology absorption, as required under Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, is not required to be given. Details of foreign exchange earnings and outgo required under above Rules are as under:

Particulars	(Rs. in million)	
	Fiscal 2008	Fiscal 2009
Foreign Exchange Earnings & Outgo		
- Earnings	—	—
- Outgo	332.50	425.08

## DIRECTORS' RESPONSIBILITY STATEMENT

The Directors confirm that:

1. in the preparation of the annual accounts, the applicable accounting standards have been followed;
2. the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for that period;
3. the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
4. the Directors have prepared the annual accounts on a going concern basis.

## ACKNOWLEDGEMENTS

The Directors are grateful to the Insurance Regulatory & Development Authority, Reserve Bank of India and Government of India for their continued co-operation, support and advice.

The Directors would also like to take this opportunity to express sincere thanks to its valued customers for their continued patronage.

The Directors express their gratitude for the valuable advice, guidance and support received from time to time, from the auditors and the statutory authorities. The Directors express their deep sense of appreciation to all employees and distributors, who continue to display outstanding professionalism and commitment, enabling the organisation to retain market leadership in its business operations. Finally, the Directors wish to express their gratitude to ICICI Bank Limited and Prudential Corporation Holdings Limited for their continued trust and support.

For and on behalf of the Board

CHANDA D. KOCHHAR  
Chairperson

May 11, 2009



# management report

In accordance with the provisions of the Insurance Regulatory and Development Authority ('IRDA') (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations, 2002, the following Management Report is submitted for the financial year ended March 31, 2009:

## 1. Certificate of Registration

The Certificate of Registration under Section 3 of the Insurance Act, 1938 was granted by IRDA on November 24, 2000. The Company has obtained renewal of registration certificate from IRDA for the financial year ended March 31, 2010 as required under Section 3A of the Insurance Act, 1938.

## 2. Statutory liabilities

We hereby certify that all dues payable to the statutory authorities have been duly paid except those under dispute or disclosed under contingent liabilities in the notes to accounts forming part of the financial statements.

## 3. Shareholding pattern

We hereby confirm that the shareholding pattern of the Company during the year under review was in accordance with the statutory requirements.

During the year, the Company issued additional 25,000 thousand equity shares of Rs. 10 each to ICICI Bank Limited and Prudential Corporation Holdings Ltd. UK in the ratio of 74:26 at a premium of Rs. 390. The total capital infusion by promoters during the year (at face value) amounted to Rs. 250,000 thousand.

The Company has an approved Employees Stock Option Scheme under which 1,143,570 shares have been allotted during the year under review.

The shareholding pattern of the Company at March 31, 2009 was as follows:

1. ICICI Bank Limited – 73.93%
2. Prudential Corporation Holdings Limited – 25.97%
3. Others – 0.10%

## 4. Investments outside India

We hereby declare that no investments, directly or indirectly have been made outside India of the funds of the holders of policies issued in India.

## 5. Solvency margin

We hereby confirm that the Company has adequate assets to cover both its liabilities and required solvency margin under Section 64VA of the Insurance Act, 1938, the IRDA (Assets, Liabilities and Solvency Margin of Insurers) Regulations, 2000.

## 6. Valuation of Assets in the Balance Sheet

We certify that the values of all the assets have been reviewed on the date of Balance Sheet and that to the best of our belief the assets set forth in the Balance Sheet are shown in aggregate at amounts not exceeding their realisable or market value.

Market value of fixed income investments made in shareholders fund and non-linked funds, which are valued at amortised cost as per IRDA guidelines, is higher by Rs. 485,362 thousand as at March 31, 2009. As at the same date, unrealised gains on equity and mutual fund investments in shareholders fund and non-linked funds amounts to Rs. 211,700 thousand. The value of real estate has been subjected to revaluation during the year ended March 31, 2007 and the change in the carrying amount thereby amounting to Rs. 316,319 thousand has been taken to the Revaluation Reserve under the policyholders' funds in the Balance Sheet.

## 7. Application and Investments of Life Insurance Funds

We certify that no part of the life insurance fund has been directly or indirectly applied in contravention of the provisions of the Insurance Act, 1938.

## 8. Overall risk exposure and strategy adopted to mitigate the same

The mitigation strategy in respect of various risks is as under:

- (a) *Investment risk* – The Company measures Investment Risk by resilience testing of the assets and liabilities on the Balance Sheet. This metric is a key driver in determining the investment strategies. The assets under management for the linked portfolio, in respect of which there is minimal investment risk on the regulatory Balance Sheet, amount to over 87% of the policyholders funds. For the non-linked portfolio, the Company manages the interest rate risk on the single premium non-participating portfolio by duration matching, rebalanced monthly. On the participating portfolio, the Company's asset allocation strategy, which includes investments in equities, is designed to achieve the twin objectives of managing risks arising from guarantees and optimising returns, subject to regulatory constraints. The equity portfolio

is benchmarked against BSE 100. In addition, there are exposure limits to companies, groups and industries. The credit risk is managed by restricting investments only in securities rated AA and above and constant monitoring of the credit portfolio.

- (b) *Unit-linked products with guarantees* – Some guarantees are provided in some of the individual and group unit-linked products, for which the risk management framework is as follows:

- For individual products: There are three types of guarantees that are provided. For a category of products, the guarantee is on the amounts invested in the unit funds. This guarantee reduces by the amount of charges made and is increased at the end of each year by a declared amount based on the investment performance during the year of the underlying fund. For another category of products, the guarantee is on the entire premium paid. For both these categories, the guarantee is applicable only on death or maturity and not on surrender of the policy. A cost for providing the guarantee has been priced into the product and a reserve is held on this account while the asset portfolio is prudently set as a mix between risky and non-risky assets. The third type of guarantee is offered on the return guarantee funds ('RGF') that were launched this year. These are tranches of closed-ended bond funds where the NAV at maturity is guaranteed. The guaranteed NAV is set with reference to the market yields available at the time of launch of each tranche and after making allowances for any mismatch and credit risk. The assets backing the fund are duration matched to manage the interest rate risk. The credit risk is managed by choice of bonds and diversification. Appropriate reserves are also set up for the RGF.
- For the Group Gratuity product: The guarantee is only applicable on withdrawal of the scheme and is only to the extent of contributions made to the fund less any withdrawals from the fund. A charge is levied in respect of the guarantee; the Company does not expect this guarantee to be onerous as it is applicable only after three years whilst investments are confined to short term debt securities and money market instruments.
- For the Group Superannuation product: The guarantee is applicable when a member of the group leaves the scheme due to retirement, death or resignation and is to the extent of contributions made to the fund. A charge is levied in respect of the guarantee and a reserve is held on this account whilst the asset portfolio is prudently set as a mix between risky and non-risky assets.

- (c) *Operational risks* – The Risk Management and Audit Committee supervises the audit, operational risk and compliance related aspects. It assesses and rates the various operational risks including in the areas of Information Security and Availability risk and Sales related risks and prepares a mitigating plan. The Internal Audit Department carries out audits according to the Risk Based Audit Plan and reports the findings to the Risk Management and Audit Committee on quarterly basis. It also holds quarterly meetings of Internal Controls Committee to highlight the key findings and seek faster and total mitigation of these risks.

- (d) *Persistency* – The Company actively monitors its persistency experience, which is then fed back into new product pricing as well as management reporting. The Company also runs various service initiatives to manage persistency better.

- (e) *Morbidity and Mortality risk* – Mortality experience continues to be favourable, exhibiting the characteristics of a select portfolio. However these are early years and a better picture of development of ultimate rates will emerge over the next few years. The morbidity risk taken by the Company is increasing steadily with increasing health insurance sales. It is too early to conclude regarding the emerging morbidity experience based on the experience.

- (f) *Reinsurance* – Reinsurance is a key to the risk management strategy. The Company has re-insurance agreements with Swiss Re, RGA Re, Gen Re and Munich Re. The insurance retention limits have, at a product level, been derived from the Company's assessment of optimal level of profitability and risk sharing. The Company also has a catastrophe treaty to manage risks arising out of catastrophic events.

## 9. Operations abroad

The Company has set up representative offices in the Kingdom of Bahrain and the United Arab Emirates.



# management report

## 10. Claims

In respect of mortality claims, the average time taken by the Company from the date of submission of the final requirement by the claimant to despatch of claim payment was as follows:

Period	Average claim settlement time (in days)
2008-09	7
2007-08	6
2006-07	7
2005-06	7
2004-05	8
2003-04	9
2002-03	11

The ageing of claims registered and not settled as of March 31, 2009 has been detailed herein below:

### Linked business: (Rs. in '000s)

Period	Number of Claims	Amount
Upto 30 days	270	48,708
Greater than 30 days and upto 6 months	315	43,252
Greater than 6 months and upto 1 year	66	15,002
Greater than 1 year and upto 5 years	49	9,883
Greater than 5 years	—	—

### Non-Linked business: (Rs. in '000s)

Period	Number of Claims	Amount
Upto 30 days	34	19,957
Greater than 30 days and upto 6 months	56	16,822
Greater than 6 months and upto 1 year	27	1,920
Greater than 1 year and upto 5 years	13	4,542
Greater than 5 years	—	—

Claims remain unpaid for greater than 6 months for want of proof of title or the cause of death or pending other necessary documentation, to determine the claim liability.

## 11. Valuation of investments

We hereby certify that the investments in debt securities except for linked business are stated at historical cost subject to amortisation of premium or accretion of discount in the revenue account or the profit and loss account over the period of maturity/holding on a straight line basis. The equity and mutual fund investments are valued at fair value as on the balance sheet date. Investments in venture funds and secured loans from policyholders' funds are valued at cost. Investment in real estate is valued at historical cost, subject to revaluation (done at least once in every three years) and provision for impairment, if any.

The investments of linked business are valued as per the terms of the respective schemes at mark-to-market basis, as follows:

- Equity Shares: All traded equity shares are valued at closing price on the National Stock Exchange (NSE) on valuation day (in case of securities not listed on NSE, the last quoted closing price on the Bombay Stock Exchange ('BSE') is used).
- Government Securities: All traded Government of India Securities are valued as per CRISIL Gilt Valuer.
- Debt Securities: All debt securities are valued as per CRISIL Bond Valuer.
- Mutual Fund Units: Units of the Mutual Fund are valued at the NAV of the immediate previous day of the valuation day.
- Others: As per market practice and the approved valuation policy.

## 12. Review of Asset Quality

Investments are made in accordance with the Insurance Regulatory and Development Authority (Investments) (4th Amendment) Regulations, 2008. The portfolio mix of funds under management of the Company as on March 31, 2009 is as under:

Portfolio	% of Total Investments *
Government of India securities	9.82%
Debentures and Bonds	18.25%
Money market instruments	13.93%
Fixed deposits	2.91%
Equity	48.85%
Mutual funds and Venture funds	3.78%
Net current assets and other securities	2.46%
<b>Total</b>	<b>100.00%</b>

\* Funds under management are valued considering the amortized cost and the mark-to-market (gains/losses) for non-linked funds and linked funds, respectively.

Returns generated by major portfolios during the year are given below:

Fund	Assets Held (Rs. in '000s)	1 year (Annualized)		2 year (Annualized)		3 year (Annualized)	
		Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
Maximiser	76,066,373	(33.88%)	(39.97%)	(9.16%)	(13.36%)	(3.90%)	(5.75%)
Balancer	21,685,530	(8.73%)	(10.69%)	3.07%	1.40%	4.25%	3.35%
Protector	14,783,473	9.77%	7.35%	9.39%	7.78%	8.11%	6.42%
Pension Maximiser	21,569,264	(34.99%)	(39.97%)	(10.09%)	(13.36%)	(4.03%)	(5.75%)
Pension Balancer	9,248,930	(6.68%)	(10.69%)	4.11%	1.40%	5.26%	3.35%
Pension Protector	8,697,844	9.79%	7.35%	9.50%	7.78%	8.21%	6.42%
Flexi Growth	32,066,307	(34.18%)	(40.02%)	(9.49%)	(14.56%)	NA	NA
Pension Flexi Growth	23,004,006	(36.06%)	(40.02%)	(11.73%)	(14.56%)	NA	NA

The Company maintains a balance of sovereign and corporate bonds in its debt portfolio. Most of the corporate bonds held in the portfolio are in the highest rating category. Within corporate bonds, the Company has a well-diversified portfolio across issuers and industries. Similarly, the Company has an equity portfolio which is well-

diversified and investments are primarily made in blue-chip stocks, spread across issuers and industries. In view of the foregoing, the Company has high quality of assets at all points in time.



## 13. Payments made to parties in which Directors are interested

The details of such payments for the year ended March 31, 2009 are given below:

(Rs. in '000s)

Sr. No.	Name of Director	Entity in which Director is interested	Interested as	Amount paid
1.	K. V. Kamath	ICICI Bank Limited	Managing Director and CEO	2,836,338
		ICICI Lombard General Insurance Company Limited	Chairman	127,134
		ICICI Prudential Asset Management Company Limited	Chairman	351
		ICICI Securities Limited	Chairman	152,211
		ICICI Foundation for Inclusive Growth	Chairman – Governing Council	67,720
		Indian Institute of Management – Ahmedabad	Director	252
2.	Shikha Sharma	Firstsource Solutions Limited	Director	226,810
		ICICI Foundation for Inclusive Growth	Member – Governing Council	67,720
3.	Bhargav Dasgupta	Tech Process Solutions Limited	Director	81,781
4.	Rama Bijapurkar	CRISIL Limited	Director	1,798
		Infosys Technologies Limited	Director	11,709
5.	Keki B. Dadiseth	Siemens Limited	Director	440
		The Indian Hotels Company Limited	Director	2,978
6.	Chanda D. Kochhar	ICICI Bank Limited	Joint Managing Director and CFO	2,836,338
		ICICI Lombard General Insurance Company Limited	Director	127,134
		ICICI Prudential Asset Management Company Limited	Director	351
		ICICI Securities Limited	Director	152,211
		ICICI Foundation for Inclusive Growth	Member – Governing Council	67,720
7.	K. Ramkumar	ICICI Bank Limited	Director	2,836,338
8.	Barry Stowe	ICICI Prudential Asset Management Company Limited	Director	351
9.	Marti G. Subrahmanyam	ICICI Bank Limited	Director	2,836,338

## 14. Management Responsibility Statement

The Management confirms that:

- in the preparation of financial statements, the applicable accounting standards, principles and policies have been followed along with proper explanations relating to material departures, if any;
- the management has adopted accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the operating loss and of the loss of the Company for the year;

- the management has taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the applicable provisions of the Insurance Act, 1938 and the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- the management has prepared the financial statements on a going concern basis;
- the management has ensured that an internal audit system commensurate with the size and nature of the business exists and is operating effectively.

For & on behalf of the Board of Directors

AVIJIT CHATTERJEE  
Appointed Actuary

K. V. KAMATH  
Chairman

KEKI DADISETH  
Director

BARRY STOWE  
Director

SHIKHA SHARMA  
Managing Director

N. S. KANNAN  
Executive Director

Place: Mumbai  
Date: April 21, 2009



# auditors' report



to the members of ICICI Prudential Life Insurance Company Limited

1. We have audited the attached Balance Sheet of ICICI Prudential Life Insurance Company Limited ('the Company') as at March 31, 2009, the related Revenue Account, the Profit & Loss Account and the Receipts and Payments Account for the year ended on that date annexed thereto, which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We report that:
  - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of the audit and have found them to be satisfactory;
  - (b) In our opinion and to the best of our information and according to the explanations given to us, proper books of account as required by law have been maintained by the Company, so far as appears from our examination of those books;
  - (c) As the Company's financial accounting system is centralised, no returns for the purposes of our audit are prepared at the branches of the Company;
  - (d) The Balance Sheet, the Revenue Account, the Profit and Loss Account and the Receipts and Payments Account referred to in this report are in agreement with the books of account;
  - (e) The actuarial valuation of liabilities for life policies in force is the responsibility of the Company's Appointed Actuary ('the Appointed Actuary'). The actuarial valuation of these liabilities as at March 31, 2009 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 the Insurance Regulatory Development Authority ('IRDA') ('Authority') and the Actuarial Society of India in concurrence with the Authority. We have relied upon Appointed Actuary's certificate in this regard for forming our opinion on the financial statements of the Company;
  - (f) On the basis of written representations received from the Directors of the Company, as on March 31, 2009 and taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2009 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
4. In our opinion and to the best of our information and according to the explanations given to us, we further report that:
  - (a) The Investments have been valued in accordance with the provisions of the Insurance Act, 1938, the Regulations and/or orders/directions issued by IRDA in this behalf;
  - (b) The accounting policies selected by the Company are appropriate and are in compliance with the applicable Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956 and the Rules framed there under and with the accounting principles as prescribed in the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002, ('the Regulations') and orders/directions issued by IRDA in this behalf;
  - (c) The Balance Sheet, the Revenue Account, the Profit & Loss Account and the Receipts and Payments Accounts dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956 and the Rules framed there under to the extent they are not inconsistent with the accounting principles prescribed in the Regulations and orders/directions issued by IRDA in this behalf;
  - (d) The Balance Sheet, the Revenue Account, the Profit and Loss Account and the Receipts and Payments Account together with the notes thereon and attached thereto are prepared in accordance with the requirements of the Regulations, the Insurance Act, 1938, the Insurance Regulatory and Development Authority Act, 1999 and the Companies Act, 1956, to the extent applicable and in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
    - i. in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2009;
    - ii. in the case of Revenue Account, of the net surplus for the year ended on that date;
    - iii. in the case of Profit and Loss Account, of the loss for the year ended on that date; and
    - iv. in the case of the Receipts and Payments Account, of the receipts and payments for the year ended on that date.
5. Further, on the basis of our examination of books and records of the Company and according to the information and explanations given to us, we certify to the best of our knowledge and belief that:
  - (a) We have reviewed the Management Report attached to the financial statements for the year ended March 31, 2009, and have found no apparent mistake or material inconsistencies with the financial statements; and
  - (b) Based on management representations and compliance certificates noted by the Risk Management and Audit Committee, nothing has come to our attention which causes us to believe that the Company has not complied with the terms and conditions of registration stipulated by IRDA.

For Walker, Chandio & Co  
*Chartered Accountants*

per Khushroo B. Panthaky  
*Partner*  
Membership No. 042423  
*Mumbai, April 21, 2009*

For B S R & Co.  
*Chartered Accountants*

Akeel Master  
*Partner*  
Membership No. 046768  
*Mumbai, April 21, 2009*

## auditors' certificate

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 ICICI Prudential Life Insurance Company Limited ('the Company') for the year ended March 31, 2009, we certify that:

1. We have verified the cash balances, to the extent considered necessary, and securities relating to the Company's loans and investments as at March 31, 2009, by actual inspection or on the basis of certificates/confirmations received from the Custodian appointed by the Company, as the case may be. As at March 31, 2009, the Company does not have reversions and life interests;
2. The Company is not a trustee of any trust; and
3. No part of the assets of the Policyholders' Funds has been directly or indirectly applied in contravention to the provisions of the Insurance Act, 1938, relating to the application and investments of the Policyholders' Funds.

This certificate is issued to comply with Schedule C of the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations 2002, ('the Regulations') read with Regulation 3 of the Regulations and may not be suitable for any other purpose.

For Walker, Chandio & Co  
*Chartered Accountants*

per Khushroo B. Panthaky  
*Partner*  
Membership No. 042423  
*Mumbai, April 21, 2009*

For B S R & Co.  
*Chartered Accountants*

Akeel Master  
*Partner*  
Membership No. 046768  
*Mumbai, April 21, 2009*



# revenue account

for the year ended March 31, 2009

Form A-RA

Name of the Insurer: ICICI Prudential Life Insurance Company Limited

Registration No. and Date of Registration with the IRDA : Regn. No. 105 dated 24.11.2000

(Rs. in 000's)

## Policyholders' Account (Technical Account)

Particulars	Schedule	Par Life	Par Pension	Non-Par	Annuity Non-Par	Health	Linked Life	Linked Pension	Linked Health	Linked Group	Total
<b>Premiums earned – net</b>											
(a) Premium	1	3,631,213	473,182	1,995,922	1,521,027	907,778	78,667,938	53,674,372	445,146	12,245,630	<b>153,562,208</b>
(b) Reinsurance ceded		(1,690)	(43)	(197,902)	—	(113,106)	(42,637)	(674)	(10,915)	(13,305)	<b>(380,272)</b>
<b>Income from Investments</b>											
(a) Interest, Dividend & Rent - Gross		955,049	269,048	350,259	424,502	26,285	5,600,370	2,225,358	1,960	1,588,519	<b>11,441,350</b>
(b) Profit on sale/redemption of investments		124,825	34,493	60,179	335,086	6,317	11,771,146	2,768,356	1,158	688,727	<b>15,790,287</b>
(c) Loss on sale/redemption of investments		(151,533)	(30,358)	(621)	(63,611)	(1,592)	(22,842,184)	(9,006,056)	(347)	(840,438)	<b>(32,936,740)</b>
(d) Unrealised gain/(loss)		—	—	—	—	—	(40,924,861)	(14,483,619)	5,740	(379,384)	<b>(55,782,124)</b>
(e) Appropriation/Expropriation Adjustment Account		—	—	—	—	—	(14,420)	38,601	176	(8,350)	<b>16,007</b>
<b>Other income:</b>											
Contribution from the Shareholders' account		—	—	40,072	64,410	544,089	5,647,655	2,927,194	189,159	73,109	<b>9,485,688</b>
Fees and charges		2,610	—	89	—	—	15,610	1,105	—	—	<b>19,414</b>
<b>Total (A)</b>		<b>4,560,474</b>	<b>746,322</b>	<b>2,247,998</b>	<b>2,281,414</b>	<b>1,369,771</b>	<b>37,878,617</b>	<b>38,144,637</b>	<b>632,077</b>	<b>13,354,508</b>	<b>101,215,818</b>
Commission	2	209,951	7,595	212,727	581	184,508	4,132,329	2,189,943	62,104	157	<b>6,999,895</b>
Operating expenses related to Insurance business	3	546,329	30,984	1,066,533	5,062	1,117,990	16,986,273	7,220,101	232,705	181,279	<b>27,387,256</b>
Provision for taxation (Fringe benefit tax)		5,540	587	2,051	13	1,785	143,540	57,380	484	—	<b>211,380</b>
<b>Total (B)</b>		<b>761,820</b>	<b>39,166</b>	<b>1,281,311</b>	<b>5,656</b>	<b>1,304,283</b>	<b>21,262,142</b>	<b>9,467,424</b>	<b>295,293</b>	<b>181,436</b>	<b>34,598,531</b>
Benefits paid (Net)	4	454,948	192,753	410,644	408,970	116,990	12,988,759	2,049,332	438	5,442,748	<b>22,065,582</b>
Interim Bonus Paid		425	94	—	—	—	—	—	—	—	<b>519</b>
Change in valuation of liability in respect of life policies		3,065,741	452,808	364,277	1,765,584	(51,502)	2,846,931	25,911,407	336,346	7,730,324	<b>42,421,916</b>
<b>Total (C)</b>		<b>3,521,114</b>	<b>645,655</b>	<b>774,921</b>	<b>2,174,554</b>	<b>65,488</b>	<b>15,835,690</b>	<b>27,960,739</b>	<b>336,784</b>	<b>13,173,072</b>	<b>64,488,017</b>
<b>Surplus/(Deficit) (D) = (A)-(B)-(C)</b>		<b>277,540</b>	<b>61,501</b>	<b>191,766</b>	<b>101,204</b>	<b>—</b>	<b>780,785</b>	<b>716,474</b>	<b>—</b>	<b>—</b>	<b>2,129,270</b>
<b>Appropriations</b>											
Transfer to Shareholders' account		31,656	9,814	191,766	101,204	—	—	—	—	—	<b>334,440</b>
Balance being funds for future appropriations		245,884	51,687	—	—	—	780,785	716,474	—	—	<b>1,794,830</b>
<b>Total (D)</b>		<b>277,540</b>	<b>61,501</b>	<b>191,766</b>	<b>101,204</b>	<b>—</b>	<b>780,785</b>	<b>716,474</b>	<b>—</b>	<b>—</b>	<b>2,129,270</b>
<b>Funds for Future Appropriation</b>											
Opening Balance as at April 1, 2008		1,013,279	271,876	—	—	—	3,304,917	788,435	—	—	<b>5,378,507</b>
Add: Current year appropriations		245,884	51,687	—	—	—	780,785	716,474	—	—	<b>1,794,830</b>
<b>Balance Carried forward to Balance Sheet</b>		<b>1,259,163</b>	<b>323,563</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>4,085,702</b>	<b>1,504,909</b>	<b>—</b>	<b>—</b>	<b>7,173,337</b>
<b>Significant Accounting Policies &amp; Notes to Accounts</b>	16										
<b>Details of Total Surplus</b>		<b>Par Life</b>	<b>Par Pension</b>								
(a) Interim bonuses paid		425	94								
(b) Allocation of bonus to policyholders'		284,475	88,236								
(c) Surplus shown in the Revenue Account		277,540	61,501								
<b>Total Surplus</b>		<b>562,440</b>	<b>149,831</b>								

As required by Section 40-B(4) of the Insurance Act, 1938 we certify that all expenses of Management in respect of life insurance business in India by the Company have been fully debited to the Policyholder's Revenue Account as expenses.

Schedules referred to herein form an integral part of the Policyholders' Revenue Account.

As per our report of even date attached

For WALKER, CHANDIOK & CO.  
Chartered Accountants

For B S R & CO.  
Chartered Accountants

AVIJIT CHATTERJEE  
Appointed Actuary

For and on behalf of the Board of Directors

K.V. KAMATH  
Chairman

KEKI DADISETH  
Director

BARRY STOWE  
Director

KHUSHROO B. PANTHAKY  
Partner  
Membership No. 042423

AKEEL MASTER  
Partner  
Membership No. 046768

SANAULLA KHAN  
Company Secretary

SHIKHA SHARMA  
Managing Director

N. S. KANNAN  
Executive Director

Mumbai, April 21, 2009



# revenue account



for the year ended March 31, 2008

Continued

Form A-RA

Name of the Insurer: ICICI Prudential Life Insurance Company Limited

Registration No. and Date of Registration with the IRDA : Regn. No. 105 dated 24.11.2000

(Rs. in 000's)

## Policyholders' Account (Technical Account)

Particulars	Schedule	Par Life	Par Pension	Non-Par	Annuity Non-Par	Health	Linked Life	Linked Pension	Linked Group	Total
<b>Premiums earned – net</b>										
(a) Premium	1	3,516,968	509,135	1,900,922	1,617,470	710,298	77,990,453	39,389,371	9,975,995	135,610,612
(b) Reinsurance ceded		(2,088)	(82)	(172,302)	—	(29,194)	(32,023)	(180)	(7,088)	(242,957)
<b>Income from Investments</b>										
(a) Interest, Dividend & Rent - Gross		697,082	216,548	211,388	229,440	25,896	3,292,045	988,291	696,487	6,357,177
(b) Profit on sale/redemption of investments		103,642	67,059	12,127	18,022	4,077	14,668,017	3,437,114	723,265	19,033,323
(c) Loss on sale/redemption of investments		(100)	—	(2,028)	(298)	(323)	(1,945,180)	(602,698)	(67,079)	(2,617,706)
(d) Unrealised gain/(loss)		—	—	—	—	—	6,356,230	(151,790)	120,429	6,324,869
(e) Appropriation/Expropriation Adjustment Account		—	—	—	—	—	60,670	65,818	7,601	134,089
<b>Other income:</b>										
Contribution from the Shareholders' account		—	—	1,106,478	251,860	775,776	8,544,845	5,131,904	252,632	16,063,495
Fees and charges		1,621	—	173	—	1	28,930	531	70	31,326
<b>Total (A)</b>		4,317,125	792,660	3,056,758	2,116,494	1,486,531	108,963,987	48,258,361	11,702,312	180,694,228
Commission	2	213,611	10,209	136,096	405	167,948	5,519,639	2,060,773	1,002	8,109,683
Operating expenses related to Insurance business	3	964,371	129,014	1,312,197	26,818	1,255,283	17,688,319	7,603,230	220,143	29,199,375
Provision for taxation (Fringe benefit tax)		8,656	1,193	3,222	53	3,209	199,161	74,100	—	289,594
<b>Total (B)</b>		1,186,638	140,416	1,451,515	27,276	1,426,440	23,407,119	9,738,103	221,145	37,598,652
Benefits paid (Net)	4	368,198	170,861	370,914	249,881	26,878	13,626,379	2,855,731	2,479,817	20,148,659
Interim Bonus Paid		429	167	—	—	—	—	—	—	596
Change in valuation of liability in respect of life policies		1,999,374	325,464	1,234,329	1,839,337	33,213	69,975,459	35,286,642	9,001,350	119,695,168
<b>Total (C)</b>		2,368,001	496,492	1,605,243	2,089,218	60,091	83,601,838	38,142,373	11,481,167	139,844,423
<b>Surplus/(Deficit) (D) = (A)-(B)-(C)</b>		762,486	155,752	—	—	—	1,955,030	377,885	—	3,251,153
<b>Appropriations</b>										
Transfer to Shareholders' account		16,633	4,535	—	—	—	—	—	—	21,168
Balance being funds for future appropriations		745,853	151,217	—	—	—	1,955,030	377,885	—	3,229,985
<b>Total (D)</b>		762,486	155,752	—	—	—	1,955,030	377,885	—	3,251,153
<b>Funds for Future Appropriation</b>										
Opening Balance as at April 1, 2007		267,426	120,659	—	—	—	1,349,887	410,550	—	2,148,522
Add: Current year appropriations		745,853	151,217	—	—	—	1,955,030	377,885	—	3,229,985
<b>Balance Carried forward to Balance Sheet</b>		1,013,279	271,876	—	—	—	3,304,917	788,435	—	5,378,507

## Significant Accounting Policies & Notes to Accounts

16

Details of Total Surplus	Par Life	Par Pension
(a) Interim bonuses paid	429	167
(b) Allocation of bonus to policyholders'	149,266	40,648
(c) Surplus shown in the Revenue Account	762,486	155,752
<b>Total Surplus</b>	912,181	196,567

As required by Section 40-B(4) of the Insurance Act, 1938 we certify that all expenses of Management in respect of life insurance business in India by the Company have been fully debited to the Policyholder's Revenue Account as expenses.

Schedules referred to herein form an integral part of the Policyholders' Revenue Account.

As per our report of even date attached

For and on behalf of the Board of Directors

For WALKER, CHANDIOK & CO.  
Chartered Accountants

For B S R & CO.  
Chartered Accountants

AVIJIT CHATTERJEE  
Appointed Actuary

K.V. KAMATH  
Chairman

KEKI DADISETH  
Director

BARRY STOWE  
Director

KHUSHROO B. PANTHAKY  
Partner  
Membership No. 042423

AKEEL MASTER  
Partner  
Membership No. 046768

SANAULLA KHAN  
Company Secretary

SHIKHA SHARMA  
Managing Director

N. S. KANNAN  
Executive Director

Mumbai, April 21, 2009



# profit and loss account      balance sheet

for the year ended March 31, 2009

as at March 31, 2009

Form A-PL

Name of the Insurer: ICICI Prudential Life Insurance Company Limited

Registration No. and Date of Registration with the IRDA : Regn. No. 105 dated 24.11.2000

Form A-BS

(Rs. in 000's)

Particulars	Schedule	March 31, 2009	March 31, 2008
<b>Shareholders' Account (Non-Technical Account)</b>			
Amounts transferred from Policyholders' account (Technical account)		334,440	21,168
<b>Income from investments</b>			
(a) Interest, Dividend & Rent - Gross		256,924	117,134
(b) Profit on sale/redemption of investments		120,860	535,320
(c) Loss on sale/redemption of investments		(25,060)	(29,892)
Other income		—	—
<b>Total (A)</b>		<b>687,164</b>	<b>643,730</b>
Expenses other than those directly related to the insurance business	3A	8,472	11,632
Bad debts written-off		—	—
Amounts transferred to Policyholders' account (Technical account)		9,485,688	16,063,495
<b>Provisions (other than taxation)</b>			
(a) For diminution in value of investments (net)		—	—
(b) Provision for doubtful debts		—	—
<b>Total (B)</b>		<b>9,494,160</b>	<b>16,075,127</b>
(Loss) before Tax		(8,806,996)	(15,431,397)
Provision for Taxation			
— Deferred tax (Refer note 3.14 of Schedule 16)		1,010,000	1,480,770
<b>Profit/(Loss) after Tax</b>		<b>(7,796,996)</b>	<b>(13,950,627)</b>
<b>APPROPRIATIONS</b>			
(a) Balance at the beginning of the year		(29,967,607)	(16,016,980)
(b) Interim dividends paid during the year		—	—
(c) Proposed final dividend		—	—
(d) Dividend distribution tax		—	—
(e) Transfer to reserves/other accounts		—	—
<b>Profit/(loss) carried to Balance Sheet</b>		<b>(37,764,603)</b>	<b>(29,967,607)</b>
<b>Significant Accounting Policies and Notes to Accounts</b>			
	16		
<b>Earnings per equity share (Refer note 3.24 of Schedule 16)</b>			
Basic earnings per equity share (Rs.)		(5.50)	(10.28)
Diluted earnings per equity share (Rs.)		(5.50)	(10.28)
Nominal value per equity share (Rs.)		10.00	10.00

Schedules referred to herein form an integral part of the Shareholders' Account.

As per our report of even date attached

For WALKER, CHANDIOK & CO.  
Chartered Accountants

For B S R & CO.  
Chartered Accountants

AVIJIT CHATTERJEE  
Appointed Actuary

KHUSHROO B. PANTHAKY  
Partner  
Membership No. 042423

AKEEL MASTER  
Partner  
Membership No. 046768

SANAULLA KHAN  
Company Secretary

Mumbai, April 21, 2009

(Rs. in 000's)

Particulars	Schedule	March 31, 2009	March 31, 2008
<b>SOURCES OF FUNDS</b>			
<b>Shareholders' Funds :</b>			
Share capital	5	14,272,573	14,011,137
Share application money		2,282	1,104
Employees stock option outstanding		8,495	19,161
Reserve and surplus	6	33,529,185	23,713,076
Fair Value Change Account - Net		(1,461)	9,819
<b>Sub-Total</b>		<b>47,811,074</b>	<b>37,754,297</b>
Borrowings	7	—	—
<b>Policyholders' Funds :</b>			
Fair Value Change Account - Net		213,161	1,775,187
Revaluation reserve - Investment Property		316,319	316,319
Policy liabilities		29,987,086	23,545,894
Provision for linked liabilities		280,548,906	244,568,182
<b>Sub-Total</b>		<b>311,065,472</b>	<b>270,205,582</b>
Funds for Future Appropriations			
— Linked (Refer note 3.25 of Schedule 16)		5,590,611	4,093,352
— Non linked		1,582,726	1,285,155
<b>Total</b>		<b>366,049,883</b>	<b>313,338,386</b>
<b>APPLICATION OF FUNDS</b>			
Investments			
— Shareholders'	8	6,620,077	2,110,191
— Policyholders'	8A	34,306,152	34,493,049
Asset held to cover linked liabilities	8B	286,139,517	248,661,534
Loans	9	54,035	37,935
Fixed assets	10	3,312,117	3,277,369
Deferred tax asset (Refer note 3.14 of Schedule 16)		3,180,774	2,170,774
Current assets			
— Cash and Bank balances	11	3,558,761	6,165,080
— Advances and Other assets	12	3,615,504	4,546,582
<b>Sub-Total (A)</b>		<b>7,174,265</b>	<b>10,711,662</b>
Current liabilities	13	11,303,713	16,081,873
Provisions	14	1,197,944	2,009,862
<b>Sub-Total (B)</b>		<b>12,501,657</b>	<b>18,091,735</b>
<b>Net Current Assets (C) = (A-B)</b>		<b>(5,327,392)</b>	<b>(7,380,073)</b>
Miscellaneous expenditure (to the extent not written-off or adjusted)	15	—	—
Debit Balance in Profit & Loss Account (Shareholders' account)		37,764,603	29,967,607
<b>Total</b>		<b>366,049,883</b>	<b>313,338,386</b>
<b>Significant Accounting Policies and Notes to Accounts</b>			
	16		

Schedules referred to herein form an integral part of the Balance Sheet

For and on behalf of the Board of Directors

K.V. KAMATH  
Chairman

KEKI DADISETH  
Director

BARRY STOWE  
Director

SHIKHA SHARMA  
Managing Director

N. S. KANNAN  
Executive Director



# schedules



forming part of the financial statements

(Rs. in 000's)

## SCHEDULE – 1 PREMIUM

For the year ended March 31, 2009

Particulars	Par Life	Par Pension	Non-Par	Annuity Non-Par	Health	Linked Life	Linked Pension	Linked Health	Linked Group	Total
First year premiums	463,185	2,202	747,883	—	612,924	20,608,416	28,327,840	445,146	8,966,516	60,174,112
Renewal premiums	3,168,028	470,980	432,150	—	294,854	56,487,484	24,590,368	—	3,279,114	88,722,978
Single premiums	—	—	815,889	1,521,027	—	1,572,038	756,164	—	—	4,665,118
<b>Total Premium</b>	<b>3,631,213</b>	<b>473,182</b>	<b>1,995,922</b>	<b>1,521,027</b>	<b>907,778</b>	<b>78,667,938</b>	<b>53,674,372</b>	<b>445,146</b>	<b>12,245,630</b>	<b>153,562,208</b>
<b>Premium Income from business written : In India</b>	<b>3,631,213</b>	<b>473,182</b>	<b>1,995,922</b>	<b>1,521,027</b>	<b>907,778</b>	<b>78,667,938</b>	<b>53,674,372</b>	<b>445,146</b>	<b>12,245,630</b>	<b>153,562,208</b>
<b>Total Premium</b>	<b>3,631,213</b>	<b>473,182</b>	<b>1,995,922</b>	<b>1,521,027</b>	<b>907,778</b>	<b>78,667,938</b>	<b>53,674,372</b>	<b>445,146</b>	<b>12,245,630</b>	<b>153,562,208</b>

For the year ended March 31, 2008

Particulars	Par Life	Par Pension	Non-Par	Annuity Non-Par	Health	Linked Life	Linked Pension	Linked Health	Linked Group	Total
First year premiums	471,197	2,688	510,806	—	636,551	36,247,767	28,578,189	—	7,272,250	73,719,448
Renewal premiums	3,045,771	506,447	261,477	—	73,747	38,699,031	9,972,879	—	2,703,745	55,263,097
Single premiums	—	—	1,128,639	1,617,470	—	3,043,655	838,303	—	—	6,628,067
<b>Total Premium</b>	<b>3,516,968</b>	<b>509,135</b>	<b>1,900,922</b>	<b>1,617,470</b>	<b>710,298</b>	<b>77,990,453</b>	<b>39,389,371</b>	<b>—</b>	<b>9,975,995</b>	<b>135,610,612</b>
<b>Premium Income from business written : In India</b>	<b>3,516,968</b>	<b>509,135</b>	<b>1,900,922</b>	<b>1,617,470</b>	<b>710,298</b>	<b>77,990,453</b>	<b>39,389,371</b>	<b>—</b>	<b>9,975,995</b>	<b>135,610,612</b>
<b>Total Premium</b>	<b>3,516,968</b>	<b>509,135</b>	<b>1,900,922</b>	<b>1,617,470</b>	<b>710,298</b>	<b>77,990,453</b>	<b>39,389,371</b>	<b>—</b>	<b>9,975,995</b>	<b>135,610,612</b>

## SCHEDULE – 2 COMMISSION EXPENSES

For the year ended March 31, 2009

Particulars	Par Life	Par Pension	Non-Par	Annuity Non-Par	Health	Linked Life	Linked Pension	Linked Health	Linked Group	Total
<b>Commission *</b>										
Direct – First year premiums	113,944	159	197,371	—	171,561	2,667,757	1,886,016	62,104	157	5,099,069
– Renewal premiums	96,007	7,436	13,577	—	12,947	1,439,639	289,848	—	—	1,859,454
– Single premiums	—	—	1,779	581	—	24,933	14,079	—	—	41,372
<b>Total</b>	<b>209,951</b>	<b>7,595</b>	<b>212,727</b>	<b>581</b>	<b>184,508</b>	<b>4,132,329</b>	<b>2,189,943</b>	<b>62,104</b>	<b>157</b>	<b>6,999,895</b>
Add: Commission on re-insurance accepted	—	—	—	—	—	—	—	—	—	—
Less: Commission on re-insurance ceded	—	—	—	—	—	—	—	—	—	—
<b>Net Commission</b>	<b>209,951</b>	<b>7,595</b>	<b>212,727</b>	<b>581</b>	<b>184,508</b>	<b>4,132,329</b>	<b>2,189,943</b>	<b>62,104</b>	<b>157</b>	<b>6,999,895</b>
<b>Break-up of the expenses (Gross) incurred to procure business</b>										
Tied Agency	162,799	5,886	129,934	353	100,481	2,484,676	1,186,409	51,926	157	4,122,621
Corporate Agency	28,174	1,290	39,772	89	44,379	1,306,345	780,599	5,857	—	2,206,505
Brokers	2,981	12	1,411	6	1,820	98,719	58,097	1,729	—	164,775
Referral	15,997	407	41,610	133	37,828	242,589	164,838	2,592	—	505,994
<b>Total Commission</b>	<b>209,951</b>	<b>7,595</b>	<b>212,727</b>	<b>581</b>	<b>184,508</b>	<b>4,132,329</b>	<b>2,189,943</b>	<b>62,104</b>	<b>157</b>	<b>6,999,895</b>

\* Commission includes referral payments

For the year ended March 31, 2008

Particulars	Par Life	Par Pension	Non-Par	Annuity Non-Par	Health	Linked Life	Linked Pension	Linked Health	Linked Group	Total
<b>Commission *</b>										
Direct – First year premiums	101,097	197	115,795	—	165,515	4,377,773	1,924,453	—	661	6,685,491
– Renewal premiums	112,514	10,012	9,584	—	2,433	1,087,166	121,051	—	—	1,342,760
– Single premiums	—	—	10,717	405	—	54,700	15,269	—	341	81,432
<b>Total</b>	<b>213,611</b>	<b>10,209</b>	<b>136,096</b>	<b>405</b>	<b>167,948</b>	<b>5,519,639</b>	<b>2,060,773</b>	<b>—</b>	<b>1,002</b>	<b>8,109,683</b>
Add: Commission on re-insurance accepted	—	—	—	—	—	—	—	—	—	—
Less: Commission on re-insurance ceded	—	—	—	—	—	—	—	—	—	—
<b>Net Commission</b>	<b>213,611</b>	<b>10,209</b>	<b>136,096</b>	<b>405</b>	<b>167,948</b>	<b>5,519,639</b>	<b>2,060,773</b>	<b>—</b>	<b>1,002</b>	<b>8,109,683</b>
<b>Break-up of the expenses (Gross) incurred to procure business</b>										
Tied Agency	168,727	7,930	78,015	310	103,508	3,701,524	1,083,751	—	880	5,144,645
Corporate Agency	31,326	1,828	31,195	63	47,825	1,421,578	743,519	—	65	2,277,399
Brokers	1,406	16	691	4	776	50,560	33,783	—	—	87,236
Referral	12,152	435	26,195	28	15,839	345,977	199,720	—	57	600,403
<b>Total Commission</b>	<b>213,611</b>	<b>10,209</b>	<b>136,096</b>	<b>405</b>	<b>167,948</b>	<b>5,519,639</b>	<b>2,060,773</b>	<b>—</b>	<b>1,002</b>	<b>8,109,683</b>

\* Commission includes referral payments



# schedules

forming part of the financial statements

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(Rs. in 000's)

## SCHEDULE – 3 OPERATING EXPENSES RELATED TO INSURANCE BUSINESS

For the year ended March 31, 2009

Particulars	Par Life	Par Pension	Non-Par	Annuity Non-Par	Health	Linked Life	Linked Pension	Linked Health	Linked Group	Total
Employees' remuneration and welfare benefits	202,297	9,345	338,698	2,097	645,885	6,573,552	3,027,809	89,977	20,875	10,910,535
Travel, conveyance and vehicle running expenses	17,511	1,271	18,470	178	37,698	529,250	244,801	7,239	14,503	870,921
Rents, rates and taxes	58,827	3,154	98,346	510	55,594	1,770,713	788,802	25,644	—	2,801,590
Repairs	25,488	3,959	26,992	121	16,235	486,476	207,808	6,106	—	773,185
Printing and stationery	20,025	1,505	32,864	73	22,352	239,493	80,544	4,562	110,967	512,385
Communication expenses	50,745	3,885	96,789	301	53,616	740,552	287,778	13,224	1,101	1,247,991
Legal and professional charges	11,866	1,177	7,646	110	34,766	332,477	142,156	4,405	3,441	538,044
Medical fees	1,690	12	23,272	—	17,466	23,219	3,431	11,306	—	80,396
Auditors' fees :										
(a) as auditor	217	26	60	—	47	5,442	1,972	27	—	7,791
(b) as advisor or in any other capacity, in respect of Taxation matters	4	1	1	—	1	108	39	1	—	155
Advertisement and publicity	13,707	960	41,546	115	17,216	817,847	218,751	5,709	1,193	1,117,044
Interest and bank charges	14,532	271	40,505	318	25,282	185,816	44,977	5,454	1,715	318,870
Agents training, recruitment and incentives	20,152	14	24,750	317	31,551	1,046,565	495,496	17,495	2	1,636,342
Depreciation	22,805	2,515	20,759	101	12,753	346,844	143,576	4,672	65	554,090
Service tax on premium absorbed	353	19	589	3	333	—	—	—	—	1,297
Information technology cost	14,563	1,133	41,682	107	15,949	138,749	49,636	2,657	—	264,476
Administration support expenses	23,866	50	189,375	223	29,796	1,358,973	593,051	6,403	—	2,201,737
Others	47,681	1,687	64,189	488	101,450	2,390,197	889,474	27,824	27,417	3,550,407
<b>Total</b>	<b>546,329</b>	<b>30,984</b>	<b>1,066,533</b>	<b>5,062</b>	<b>1,117,990</b>	<b>16,986,273</b>	<b>7,220,101</b>	<b>232,705</b>	<b>181,279</b>	<b>27,387,256</b>

For the year ended March 31, 2008

Particulars	Par Life	Par Pension	Non-Par	Annuity Non-Par	Health	Linked Life	Linked Pension	Linked Health	Linked Group	Total
Employees' remuneration and welfare benefits	240,859	26,710	198,291	13,935	605,014	6,635,188	3,028,409	—	134,079	10,882,485
Travel, conveyance and vehicle running expenses	23,234	2,837	20,810	727	40,850	526,697	226,857	—	32,922	874,934
Rents, rates and taxes	202,021	33,574	128,390	550	50,498	1,447,864	591,423	—	68	2,454,388
Repairs	42,019	9,107	23,725	65	9,186	245,583	95,785	—	2	425,472
Printing and stationery	25,027	2,923	71,177	237	28,394	282,444	96,583	—	11,463	518,248
Communication expenses	107,752	16,657	126,564	549	51,062	774,878	292,504	—	1,702	1,371,668
Legal and professional charges	10,751	1,224	8,485	440	9,685	339,321	145,001	—	4,194	519,101
Medical fees	1,696	17	16,298	12	32,013	69,852	6,588	—	50	126,526
Auditors' fees :										
(a) as auditor	255	33	69	3	74	5,465	1,993	—	—	7,892
(b) as advisor or in any other capacity, in respect of Taxation matters	5	1	2	—	2	118	43	—	—	171
Advertisement and publicity	31,148	2,629	31,373	2,472	62,805	1,134,098	525,446	—	465	1,790,436
Interest and bank charges	9,377	380	62,492	435	25,427	178,608	57,417	—	1,607	335,743
Agents training, recruitment and incentives	89,311	11,428	79,692	3,741	55,832	1,998,117	905,844	—	396	3,144,361
Depreciation	29,195	4,903	18,178	88	6,094	158,429	61,324	—	48	278,259
Service tax on premium absorbed	1,018	169	647	3	254	7,297	2,981	—	—	12,369
Information technology cost	45,780	7,850	27,719	275	8,261	214,037	85,911	—	117	389,950
Administration support expenses	25,289	83	280,909	2,106	48,101	1,993,894	921,776	—	2,124	3,274,282
Others	79,634	8,489	217,376	1,180	221,731	1,676,429	557,345	—	30,906	2,793,090
<b>Total</b>	<b>964,371</b>	<b>129,014</b>	<b>1,312,197</b>	<b>26,818</b>	<b>1,255,283</b>	<b>17,688,319</b>	<b>7,603,230</b>	<b>—</b>	<b>220,143</b>	<b>29,199,375</b>

## SCHEDULE – 3A EXPENSES OTHER THAN THOSE DIRECTLY RELATED TO THE INSURANCE BUSINESS

Particulars	March 31, 2009	March 31, 2008
Employees remuneration and welfare benefits	361	681
Travel, conveyance and vehicle running expenses	39	819
Legal and professional fees	31	34
Printing and stationery	—	38
Communication expenses	7	31
Interest and bank charges	215	298
Depreciation	12	12
Information technology cost	—	26
Others	7,807	9,693
<b>Total</b>	<b>8,472</b>	<b>11,632</b>



# schedules

(Rs. in 000's)

## SCHEDULE - 4 BENEFITS PAID [NET]

For the year ended March 31, 2009

Particulars	Par Life	Par Pension	Non-Par	Annuity Non-Par	Health	Linked Life	Linked Pension	Linked Health	Linked Group	Total
1. Insurance claims										
(a) Claims by death	64,516	10,438	318,204	9,008	—	753,110	157,990	308	54,982	1,368,556
(b) Claims by maturity	—	102,761	66,530	—	—	—	—	—	—	169,291
(c) Annuities/Pension payment	—	—	—	399,962	—	—	—	—	—	399,962
(d) Other benefits										
– Surrender	102,281	79,100	88,991	—	—	12,192,580	1,888,020	—	5,393,129	19,744,101
– Survival	274,008	—	2,146	—	—	—	—	—	—	276,154
– Rider	14,143	454	15,522	—	—	64,275	3,322	—	—	97,716
– Health	—	—	19,565	—	187,443	—	—	130	—	207,138
<b>Sub-Total (A)</b>	<b>454,948</b>	<b>192,753</b>	<b>510,958</b>	<b>408,970</b>	<b>187,443</b>	<b>13,009,965</b>	<b>2,049,332</b>	<b>438</b>	<b>5,448,111</b>	<b>22,262,918</b>
2. Amount ceded in reinsurance										
(a) Claims by death	—	—	(100,314)	—	—	(21,206)	—	—	(5,363)	(126,883)
(b) Claims by maturity	—	—	—	—	—	—	—	—	—	—
(c) Annuities/Pension payment	—	—	—	—	—	—	—	—	—	—
(d) Other benefits										
– Surrender	—	—	—	—	—	—	—	—	—	—
– Survival	—	—	—	—	—	—	—	—	—	—
– Rider	—	—	—	—	—	—	—	—	—	—
– Health	—	—	—	—	(70,453)	—	—	—	—	(70,453)
<b>Sub-Total (B)</b>	<b>—</b>	<b>—</b>	<b>(100,314)</b>	<b>—</b>	<b>(70,453)</b>	<b>(21,206)</b>	<b>—</b>	<b>—</b>	<b>(5,363)</b>	<b>(197,336)</b>
<b>Total (A) + (B)</b>	<b>454,948</b>	<b>192,753</b>	<b>410,644</b>	<b>408,970</b>	<b>116,990</b>	<b>12,988,759</b>	<b>2,049,332</b>	<b>438</b>	<b>5,442,748</b>	<b>22,065,582</b>
<b>Benefits paid to claimants: In India</b>	<b>454,948</b>	<b>192,753</b>	<b>510,958</b>	<b>408,970</b>	<b>187,443</b>	<b>13,009,965</b>	<b>2,049,332</b>	<b>438</b>	<b>5,448,111</b>	<b>22,262,918</b>
<b>Total</b>	<b>454,948</b>	<b>192,753</b>	<b>510,958</b>	<b>408,970</b>	<b>187,443</b>	<b>13,009,965</b>	<b>2,049,332</b>	<b>438</b>	<b>5,448,111</b>	<b>22,262,918</b>

For the year ended March 31, 2008

Particulars	Par Life	Par Pension	Non-Par	Annuity Non-Par	Health	Linked Life	Linked Pension	Linked health	Linked Group	Total
1. Insurance claims										
(a) Claims by death	62,474	12,706	150,881	7,092	—	458,816	90,710	—	16,582	799,261
(b) Claims by maturity	3	94,816	209,220	—	—	—	—	—	—	304,039
(c) Annuities/Pension payment	—	—	—	242,789	—	—	—	—	—	242,789
(d) Other benefits										
– Surrender	69,805	62,366	69,641	—	—	13,119,401	2,763,360	—	2,466,470	18,551,063
– Survival	225,774	—	4,084	—	—	—	—	—	—	229,858
– Rider	13,511	1,062	2,885	—	—	48,162	1,661	—	—	67,281
– Health	—	—	1,144	—	35,504	—	—	—	—	36,648
<b>Sub-Total (A)</b>	<b>371,567</b>	<b>170,970</b>	<b>437,855</b>	<b>249,881</b>	<b>35,504</b>	<b>13,626,379</b>	<b>2,855,731</b>	<b>—</b>	<b>2,483,052</b>	<b>20,230,939</b>
2. Amount ceded in reinsurance										
(a) Claims by death	(3,369)	(109)	(66,941)	—	—	—	—	—	(3,235)	(73,654)
(b) Claims by maturity	—	—	—	—	—	—	—	—	—	—
(c) Annuities/Pension payment	—	—	—	—	—	—	—	—	—	—
(d) Other benefits										
– Surrender	—	—	—	—	—	—	—	—	—	—
– Survival	—	—	—	—	—	—	—	—	—	—
– Rider	—	—	—	—	—	—	—	—	—	—
– Health	—	—	—	—	(8,626)	—	—	—	—	(8,626)
<b>Sub-Total (B)</b>	<b>(3,369)</b>	<b>(109)</b>	<b>(66,941)</b>	<b>—</b>	<b>(8,626)</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>(3,235)</b>	<b>(82,280)</b>
<b>Total (A) + (B)</b>	<b>368,198</b>	<b>170,861</b>	<b>370,914</b>	<b>249,881</b>	<b>26,878</b>	<b>13,626,379</b>	<b>2,855,731</b>	<b>—</b>	<b>2,479,817</b>	<b>20,148,659</b>
<b>Benefits paid to claimants: In India</b>	<b>371,567</b>	<b>170,970</b>	<b>437,855</b>	<b>249,881</b>	<b>35,504</b>	<b>13,626,379</b>	<b>2,855,731</b>	<b>—</b>	<b>2,483,052</b>	<b>20,230,939</b>
<b>Total</b>	<b>371,567</b>	<b>170,970</b>	<b>437,855</b>	<b>249,881</b>	<b>35,504</b>	<b>13,626,379</b>	<b>2,855,731</b>	<b>—</b>	<b>2,483,052</b>	<b>20,230,939</b>



# schedules

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(Rs. in 000's)

## SCHEDULE – 5 SHARE CAPITAL

Particulars	March 31, 2009	March 31, 2008
Authorised capital		
Equity shares of Rs. 10/- each	15,000,000	15,000,000
Issued, subscribed & called up capital		
Equity shares of Rs. 10/- each fully paid up	14,272,573	14,011,137
<b>Total</b>	<b>14,272,573</b>	<b>14,011,137</b>

Of the total share capital, 1,055,162,900 shares (Previous Year: 1,034,958,845 ) of Rs. 10 each are held by the holding company, ICICI Bank Limited and its nominees.

## SCHEDULE – 5A PATTERN OF SHAREHOLDING [As certified by the Management]

Shareholder	March 31, 2009		March 31, 2008	
	Number of Shares	% of Holding	Number of Shares	% of Holding
<b>Promoters</b>				
Indian (ICICI Bank Limited)	1,055,162,900	73.93	1,034,958,845	73.87
Foreign (Prudential Corporation Holdings Limited)	370,732,884	25.97	363,634,188	25.95
<b>Others</b>	<b>1,361,509</b>	<b>0.10</b>	<b>2,520,690</b>	<b>0.18</b>
<b>Total</b>	<b>1,427,257,293</b>	<b>100.00</b>	<b>1,401,113,723</b>	<b>100.00</b>

## SCHEDULE – 6 RESERVES AND SURPLUS

Particulars	March 31, 2009	March 31, 2008
Capital reserves	—	—
Capital redemption reserve	—	—
Share premium	33,529,185	23,713,076
Revaluation reserve	—	—
General reserves	—	—
Less: Debit balance in Profit and Loss Account, if any	—	—
Less: Amount utilized for buy-back	—	—
Catastrophe reserve	—	—
Other reserves	—	—
Balance of profit in Profit and Loss Account	—	—
<b>Total</b>	<b>33,529,185</b>	<b>23,713,076</b>

## SCHEDULE – 7 BORROWINGS

Particulars	March 31, 2009	March 31, 2008
Debentures/Bonds	—	—
Banks	—	—
Financial Institutions	—	—
Others	—	—
<b>Total</b>	<b>—</b>	<b>—</b>

## SCHEDULE – 8 INVESTMENTS - SHAREHOLDERS

Particulars	March 31, 2009	March 31, 2008
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### LONG TERM INVESTMENT

<b>Government Securities*</b>	<b>632,868</b>	<b>444,302</b>
(Market Value of Current Year : Rs. 652,206 thousands) (Market Value of Previous Year : Rs. 437,362 thousands)		
Other Approved Securities	150,616	7,169
(Market Value of Current Year : Rs. 152,165 thousands) (Market Value of Previous Year : Rs. 7,169 thousands)		

### Other Approved Investments

Equity	1,896	35,530
(Historical Value of Current Year : Rs. 3,357 thousands) (Historical Value of Previous Year : Rs. 27,459 thousands)		
Debentures/Bonds	20,000	—
(Market Value of Current Year : Rs. 21,761 thousands) (Market Value of Previous Year :Rs. 0.00)		
CCIL Deposit	59,296	3,991
(Market Value of Current Year : Rs. 59,296 thousands) (Market Value of Previous Year : Rs. 3,991 thousands)		

### Investments in Infrastructure/Housing/Social Sector

Debentures/Bonds	23,824	—
(Market Value of Current Year : Rs. 23,455 thousands) (Market value previous Year : Rs. 0.00)		

### Other Investments

Equity	—	2,611
(Historical Value of Current Year : Rs. 0.00) (Historical value previous Year: 862 thousands)		
Debentures/Bonds	—	37,166
(Market Value of Current Year : Rs. 0.00) (Market Value of Previous Year : 35,750 thousands)		

### SHORT TERM INVESTMENT

<b>Government Securities</b>	<b>4,040,751</b>	<b>639,837</b>
(Market Value of Current Year : Rs. 4,042,892 thousands) (Market Value of Previous Year : Rs. 639,922 thousands)		

### Other Approved Investments

Fixed Deposits	130,000	15,000
(Market Value of Current Year : Rs. 130,000 thousands) (Market Value of Previous Year : Rs. 15,000 thousands)		
Certificate of Deposits	—	85,000
(Market Value of Current Year : Rs. 0.00) (Market Value of Previous Year : Rs. 85,000 thousands)		
Reverse Repo	1,108,057	79,498
(Market Value of Current Year : Rs.1,108,057 thousands) (Market Value of Previous Year : Rs. 79,498 thousands)		
Mutual Fund	246,293	—
(Historical Value of Current Year : Rs. 246,293 thousands) (Historical Value of Previous Year : Rs. 0.00)		

### Investments in Infrastructure/Housing/Social Sector

Debentures/Bonds	99,713	49,975
(Market Value of Current Year : Rs. 99,806 thousands) (Market Value of Previous Year : Rs. 49,955 thousands)		
Certificate of Deposits	47,002	—
(Market Value of Current Year : Rs. 47,002 thousands) (Market Value of Previous Year : Rs. 0.00)		

### Other Investments

Debentures/Bonds	—	50,000
(Market Value of Current Year : Rs. 0.00) (Market Value of Previous Year : Rs. 49,993 thousands)		
Mutual Fund	59,761	660,112
(Historical Value of Current Year : Rs. 59,761 thousands) (Historical Value of Previous Year : Rs. 660,112 thousands)		

<b>Total</b>	<b>6,620,077</b>	<b>2,110,191</b>
In India	6,620,077	2,110,191
<b>Total</b>	<b>6,620,077</b>	<b>2,110,191</b>

\* Includes Rs. 100,050 thousands of Securities under section 7 of Insurance Act, 1938 (Previous Year : Rs.100,050 thousands) (Refer 3.9 of Schedule 16)



# schedules

(Rs. in 000's)

**SCHEDULE- 8A  
INVESTMENTS - POLICYHOLDERS**

Particulars	March 31, 2009									
	Par Life	Par Pension	Non-Par	Annuity Non-Par	Health	Linked Life	Linked Pension	Linked Health	Linked Group	Total
<b>LONG TERM INVESTMENT</b>										
<b>Government Securities</b>	5,168,867	1,289,918	278,387	2,201,431	—	606,521	246,895	—	—	<b>9,792,019</b>
(Market Value: 9,834,585 thousands)										
Other Approved Securities	3,397,336	815,488	962,101	1,399,330	19,701	286,352	94,496	—	1,388	<b>6,976,192</b>
(Market Value: 7,254,811 thousands)										
<b>Other Approved Investments</b>										
Equity	1,523,602	540,165	—	—	—	—	—	—	—	<b>2,063,767</b>
(Historical Value: 1,860,286 thousands)										
Preference Shares	—	2,995	—	—	—	—	—	—	—	<b>2,995</b>
(Market Value: 993 thousands)										
Debentures/Bonds	1,212,187	254,330	528,173	334,192	4,000	316,883	80,449	—	14,915	<b>2,745,129</b>
(Market Value: 2,800,978 thousands)										
Property	251,260	250,580	—	—	—	—	—	—	—	<b>501,840</b>
(Market Value: 501,840 thousands)										
CCIL Deposit	—	—	—	—	—	101,607	35,211	—	3,986	<b>140,804</b>
(Market Value: 1,40,805 thousands)										
Fixed Deposits	—	—	250,100	—	—	—	—	—	—	<b>250,100</b>
(Market Value: 250,100 thousands)										
<b>Investments in Infrastructure/Housing/ Social Sector</b>										
Equities	40,389	17,383	—	—	—	—	—	—	—	<b>57,772</b>
(Historical Value: 33,264 thousands)										
Debentures/Bonds	2,530,553	879,471	1,175,318	1,539,539	72,185	467,894	183,710	—	13,992	<b>6,862,662</b>
(Market Value: 6,940,516 thousands)										
<b>Other Investments</b>										
Equity	211,088	—	—	—	—	—	—	—	—	<b>211,088</b>
(Historical Value: 225,915 thousands)										
Debentures/Bonds	126,630	—	50,000	—	—	—	—	—	—	<b>176,630</b>
(Market Value: 176,630 thousands)										
Venture Fund	725,800	—	—	—	—	—	—	—	—	<b>725,800</b>
(Market Value: 724,550 thousands)										
<b>SHORT TERM INVESTMENT</b>										
<b>Government Securities</b>	250,023	—	250,130	—	—	209,601	186,593	—	—	<b>896,347</b>
(Market Value: 903,304 thousands)										
<b>Other Approved Investments</b>										
Debentures/Bonds	—	—	66,166	—	—	100,942	15,008	—	—	<b>182,116</b>
(Market Value: 181,523 thousands)										
Fixed Deposits	—	—	170,000	—	—	215,000	205,000	—	5,000	<b>595,000</b>
(Market Value: 595,000 thousands)										
Reverse Repo	—	95,717	—	144,565	—	—	—	—	—	<b>240,282</b>
(Market Value: 240,282 thousands)										
Mutual Fund	64,635	—	674,612	—	9,084	92,852	27,327	50,676	92,141	<b>1,011,327</b>
(Historical Value: 1,011,328 thousands)										
<b>Investments in Infrastructure/Housing/ Social Sector</b>										
Debentures/Bonds	108,531	—	120,354	—	5,984	178,722	23,592	—	2,713	<b>439,896</b>
(Market Value: 440,741 thousands)										
Term Loans	—	—	2,000	—	10,001	100,008	30,002	—	—	<b>142,011</b>
(Market Value: 142,011 thousands)										
Certificate of Deposits	—	—	47,002	—	—	—	—	—	—	<b>47,002</b>
(Market Value: 47,002 thousands)										
<b>Other Investments</b>										
Mutual Fund	15,682	—	163,680	—	2,204	22,527	6,628	12,296	22,356	<b>245,373</b>
(Historical Value: 245,372 thousands)										
<b>Total</b>	<b>15,626,583</b>	<b>4,146,047</b>	<b>4,738,023</b>	<b>5,619,057</b>	<b>123,159</b>	<b>2,698,909</b>	<b>1,134,911</b>	<b>62,972</b>	<b>156,491</b>	<b>34,306,152</b>
In India	15,626,583	4,146,047	4,738,023	5,619,057	123,159	2,698,909	1,134,911	62,972	156,491	<b>34,306,152</b>
<b>Total</b>	<b>15,626,583</b>	<b>4,146,047</b>	<b>4,738,023</b>	<b>5,619,057</b>	<b>123,159</b>	<b>2,698,909</b>	<b>1,134,911</b>	<b>62,972</b>	<b>156,491</b>	<b>34,306,152</b>



# schedules

forming part of the financial statements

Continued

(Rs. in 000's)

## SCHEDULE- 8A INVESTMENTS - POLICYHOLDERS

Particulars	March 31, 2008								
	Par Life	Par Pension	Non-Par	Annuity Non-Par	Health	Linked Life	Linked Pension	Linked Group	Total
<b>LONG TERM INVESTMENT</b>									
<b>Government Securities</b> (Market value: Rs. 12,941,006 thousands)	6,040,035	1,926,692	850,331	1,129,582	79,304	2,459,388	970,150	21,839	13,477,321
Other Approved Securities (Market Value : Rs. 2,264,071 thousands)	698,535	332,263	586,435	526,404	50,988	63,110	20,660	3,279	2,281,674
<b>Other Approved Investments</b>									
Equity (Historical value: Rs. 2,447,415 thousands)	2,541,775	893,610	—	455,249	—	—	—	—	3,890,634
Preference Shares (Market value: Rs. 3,184 thousands)	—	2,995	—	—	—	—	—	—	2,995
Debentures/Bonds (Market value: Rs. 2,074,043 thousands)	941,470	136,447	199,708	264,929	4,000	410,694	95,634	14,924	2,067,806
Property (Historical value: Rs. 185,521 thousands)	251,260	250,580	—	—	—	—	—	—	501,840
CCIL Deposit (Market value: Rs. 8,609 thousands)	—	—	—	—	—	5,797	1,758	1,053	8,608
Fixed Deposits (Market value: Rs. 425,100 thousands)	—	—	250,100	—	—	85,000	85,000	5,000	425,100
<b>Investments in Infrastructure/Social Sector Investments</b>									
Equities (Historical value: Rs. 46,574 thousands)	68,061	34,574	—	11,855	—	—	—	—	114,490
Debentures/Bonds (Market value: Rs. 5,370,883 thousands)	1,946,208	319,294	694,798	1,366,061	144,811	630,500	302,424	24,027	5,428,123
Term Loans (Market value: Rs. 142,093 thousands)	—	—	2,001	—	10,007	100,066	30,020	—	142,094
<b>Other Investments</b>									
Equity (Historical value: Rs. 261,214 thousands)	525,267	—	—	—	—	—	—	—	525,267
Venture Fund (Market value: Rs. 686,418 thousands)	685,000	—	—	—	—	—	—	—	685,000
Debentures/Bonds (Market value: Rs. 691,237 thousands)	202,513	—	392,000	—	—	50,000	50,000	—	694,513
<b>SHORT TERM INVESTMENT</b>									
<b>Government Securities</b> (Market value: Rs. 1,268,879 thousands)	—	—	90,531	—	28,380	980,350	150,404	22,546	1,272,211
<b>Other Approved investment</b>									
Debentures/Bonds (Market value: Rs. 98,192 thousands)	—	—	51,672	—	—	46,819	—	—	98,491
Fixed Deposits (Market value: Rs. 825,000 thousands)	—	—	151,250	—	23,250	383,300	252,600	14,600	825,000
Certificate of Deposits (Market value: Rs. 115,436 thousands)	—	—	—	115,436	—	—	—	—	115,436
Commercial Papers (Market value: Rs. 48,645 thousands)	—	—	—	—	—	—	48,979	—	48,979
Reverse Repo	—	153,700	—	36,305	—	—	—	—	190,005
<b>Investments in Infrastructure/Social Sector Investments</b>									
Debentures/Bonds (Market value: Rs. 563,588 thousands)	120,652	—	52,286	—	35,650	186,852	169,363	1,490	566,293
<b>Other Investments</b>									
Debentures/Bonds (Market value: Rs. 49,449 thousands)	—	—	49,997	—	—	—	—	—	49,997
Mutual Fund (Market value: Rs. 1,081,172 thousands)	111,260	—	220,432	—	2,752	505,360	216,188	25,180	1,081,172
<b>Total</b>	<b>14,132,036</b>	<b>4,050,155</b>	<b>3,591,541</b>	<b>3,905,821</b>	<b>379,142</b>	<b>5,907,236</b>	<b>2,393,180</b>	<b>133,938</b>	<b>34,493,049</b>
In India	14,132,036	4,050,155	3,591,541	3,905,821	379,142	5,907,236	2,393,180	133,938	34,493,049
<b>Total</b>	<b>14,132,036</b>	<b>4,050,155</b>	<b>3,591,541</b>	<b>3,905,821</b>	<b>379,142</b>	<b>5,907,236</b>	<b>2,393,180</b>	<b>133,938</b>	<b>34,493,049</b>



# schedules

(Rs. in 000's)

## SCHEDULE- 8B

### ASSETS HELD TO COVER LINKED LIABILITIES

Particulars	March 31, 2009				Total
	Linked Life Funds	Linked Pension Funds	Linked Health Funds	Linked Group Funds	
<b>LONG TERM INVESTMENTS</b>					
<b>Government securities</b>	5,413,413	2,358,705	1,798	1,625,566	<b>9,399,482</b>
(Historic value : Rs. 9,722,147 thousands)					
<b>Other Approved Securities</b>	—	—	—	150,683	<b>150,683</b>
(Historic value : Rs. 151,298 thousands)					
Other Approved Investments					
Equity	88,455,456	42,078,631	51,419	1,825,057	<b>132,410,563</b>
(Historic value : Rs. 156,904,986 thousands)					
Preference Shares	80,190	3,022	—	743	<b>83,955</b>
(Historic value : Rs. 298,514 thousands)					
Debentures/Bonds	8,743,113	6,258,832	84,039	5,102,175	<b>20,188,159</b>
(Historic value : Rs. 19,656,310 thousands)					
Fixed deposit	498,961	622,235	21,316	157,488	<b>1,300,000</b>
(Historic value : Rs. 1,300,000 thousands)					
<b>Investments in Infrastructure/Housing/Social Sector</b>					
Equity	2,677,734	1,785,810	4,724	139,821	<b>4,608,089</b>
(Historic value : Rs. 6,418,787 thousands)					
Debenture/Bonds	8,531,494	5,517,746	67,512	4,453,875	<b>18,570,627</b>
(Historic value : Rs. 18,117,531 thousands)					
<b>Other Investments</b>					
Equity	13,574,207	6,841,913	8,933	280,042	<b>20,705,095</b>
(Historic value : Rs. 31,314,319 thousands)					
Debentures/Bonds	263,634	65,092	—	306,565	<b>635,291</b>
(Historic value : Rs. 649,175 thousands)					
Venture Fund	21,979	—	—	—	<b>21,979</b>
(Historic value : Rs. 22,200 thousands)					
<b>SHORT TERM INVESTMENTS</b>					
<b>Government securities</b>	12,344,505	2,980,923	—	—	<b>15,325,428</b>
(Historic value : Rs. 15,246,967 thousands)					
<b>Other Approved Securities</b>	945	—	—	—	<b>945</b>
(Historic value : Rs. 960 thousands)					
<b>Other Approved Investments</b>					
Debentures/Bonds	1,589,380	978,648	—	835,888	<b>3,403,916</b>
(Historic value : Rs. 3,385,608 thousands)					
Certificate of Deposit	8,288,982	3,048,435	7,327	3,063,031	<b>14,407,775</b>
(Historic value : Rs. 14,312,324 thousands)					
Commercial Papers	—	—	—	—	<b>—</b>
(Historic value : Rs. 0.00)					
Fixed Deposits	3,322,026	1,977,850	11,154	1,963,970	<b>7,275,000</b>
(Historic value : Rs. 7,275,000 thousands)					
Reverse Repo	5,408,164	4,633,207	3,435	89,853	<b>10,134,659</b>
(Historic value : Rs. 10,134,659 thousands)					
CBLO	1,419,807	799,891	—	—	<b>2,219,698</b>
(Historic value : Rs. 2,219,396)					
Mutual Fund	3,947,813	2,438,684	8,305	538,155	<b>6,932,957</b>
(Historic value : Rs. 6,932,956 thousands)					
<b>Investments in Infrastructure/Housing/Social Sector</b>					
Debentures/Bonds	1,955,171	916,589	1,033	1,567,050	<b>4,439,843</b>
(Historic value : Rs. 4,388,674 thousands)					
Term Loans	260,921	97,108	—	—	<b>358,029</b>
(Historic value : Rs. 358,192 thousands)					
Commercial Papers	922,091	381,994	221	444,654	<b>1,748,960</b>
(Historic value : Rs. 1,678,729 thousands)					
Certificate of Deposit	170,356	14,101	608	380,616	<b>565,681</b>
(Historic value : Rs. 542,138 thousands)					
<b>Other Investments</b>					
Debentures/Bonds	1,162,272	192,128	—	706,789	<b>2,061,189</b>
(Historic value : Rs. 2,016,276 thousands)					
Mutual Fund	1,816,403	1,156,434	6,547	174,905	<b>3,154,289</b>
(Historic value : Rs. 3,154,290 thousands)					
Net Current Asset	2,706,932	1,629,952	44,758	1,655,583	<b>6,037,225</b>
<b>Total</b>	<b>173,575,949</b>	<b>86,777,930</b>	<b>323,129</b>	<b>25,462,509</b>	<b>286,139,517</b>
In India	173,575,949	86,777,930	323,129	25,462,509	<b>286,139,517</b>
<b>Total</b>	<b>173,575,949</b>	<b>86,777,930</b>	<b>323,129</b>	<b>25,462,509</b>	<b>286,139,517</b>



# schedules

forming part of the financial statements

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(Rs. in 000's)

## SCHEDULE- 8B ASSETS HELD TO COVER LINKED LIABILITIES

Particulars	March 31, 2008			
	Linked Life Funds	Linked Pension Funds	Linked Group Funds	Total
<b><u>LONG TERM INVESTMENTS</u></b>				
<b>Government securities</b>	2,832,333	972,430	785,782	4,590,545
(Historical value: Rs. 4,770,292 thousands)				
Other Approved Securities	203,737	74,237	55,882	333,856
(Historical value: Rs. 333,846 thousands)				
<b>Other Approved Investments</b>				
Equity	112,459,205	36,829,675	2,078,165	151,367,045
(Historical value: Rs. 133,238,997 thousands)				
Preference Shares	87,210	24,731	178	112,119
(Historical value: Rs. 105,475 thousands)				
Debentures/Bonds	5,489,652	1,644,186	2,250,851	9,384,689
(Historical value: Rs. 9,333,699 thousands)				
Fixed deposit	674,545	264,370	386,085	1,325,000
(Historical value: Rs. 1,325,000 thousands)				
<b>Investments in Infrastructure and Social Sector</b>				
Equity	3,012,443	1,593,709	28,673	4,634,825
(Historical value: Rs. 4,805,634 thousands)				
Debenture/Bonds	6,353,775	2,014,430	2,672,858	11,041,063
(Historical value: Rs. 11,046,416 thousands)				
Term Loans	175,015	40,026	143,194	358,235
(Historical value: Rs. 358,308 thousands)				
<b>Other Investments</b>				
Equity	19,691,602	8,426,504	375,873	28,493,979
(Historical value: Rs. 26,945,119 thousands)				
Venture Fund	15,250	—	—	15,250
(Historical value: Rs. 15,000 thousands)				
Debentures/Bonds	974,273	363,951	348,191	1,686,415
(Historical value: Rs. 1,671,126 thousands)				
<b><u>SHORT TERM INVESTMENTS</u></b>				
<b>Government securities</b>	25,122	11,346	—	36,468
(Historical value: Rs. 42,596 thousands)				
Other Approved Securities	—	—	25	25
(Historical value: Rs. 25 thousands)				
<b>Other Approved Investments</b>				
Debentures/Bonds	1,560,986	514,046	787,051	2,862,083
(Historical value: Rs. 2,870,292 thousands)				
Certificate of Deposit	4,079,966	1,581,165	2,384,916	8,046,047
(Historical value: Rs. 7,970,319 thousands)				
Commercial Papers	1,116,956	291,462	801,514	2,209,932
(Historical value: Rs. 2,163,744 thousands)				
Fixed Deposits	2,623,602	717,237	1,284,159	4,624,998
(Historical value: Rs. 4,625,000 thousands)				
Reverse Repo	1,503,717	1,373,798	—	2,877,515
(Historical value: Rs. 2,877,515 thousands)				
<b>Investment in Infrastructure and social sector</b>				
Debentures/Bonds	949,960	303,882	496,238	1,750,080
(Historical value: Rs. 1,733,474 thousands)				
<b>Other Investments</b>				
Debentures/Bonds	523,934	141,053	195,805	860,792
(Historical value: Rs. 844,664 thousands)				
Mutual Fund	4,059,200	1,137,756	878,160	6,075,116
(Historical value: Rs. 6,075,116 thousands)				
<b>Net Current Asset</b>	2,524,323	1,666,888	1,784,246	5,975,457
<b>Total</b>	170,936,806	59,986,882	17,737,846	248,661,534
In India	170,936,806	59,986,882	17,737,846	248,661,534
<b>Total</b>	170,936,806	59,986,882	17,737,846	248,661,534



# schedules

(Rs. in 000's)

## SCHEDULE- 9 LOANS

Particulars	March 31, 2009	March 31, 2008
<b>1. SECURITY-WISE CLASSIFICATION</b>		
<i>Secured</i>		
(a) On mortgage of property		
(aa) In India	1,752	6,315
(bb) Outside India	—	—
(b) On Shares, Bonds, Govt. Securities, etc.	—	—
(c) Loans against policy	52,283	31,620
(d) Others	—	—
<i>Unsecured</i>	—	—
<b>Total</b>	<b>54,035</b>	<b>37,935</b>
<b>2. BORROWER WISE CLASSIFICATION</b>		
(a) Central and State Governments	—	—
(b) Banks and Financial Institutions	—	—
(c) Subsidiaries	—	—
(d) Companies	1,752	6,315
(e) Loans against policies	52,283	31,620
(f) Loans to employees	—	—
<b>Total</b>	<b>54,035</b>	<b>37,935</b>

Particulars	March 31, 2009	March 31, 2008
<b>3. PERFORMANCE-WISE CLASSIFICATION</b>		
(a) Loans classified as standard		
(aa) In India	54,035	37,935
(bb) Outside India	—	—
(b) Non-standard loans less provisions	—	—
(aa) In India	—	—
(bb) Outside India	—	—
<b>Total</b>	<b>54,035</b>	<b>37,935</b>
<b>4. MATURITY-WISE CLASSIFICATION</b>		
(a) Short-Term	1,752	4,058
(b) Long-Term	52,283	33,877
<b>Total</b>	<b>54,035</b>	<b>37,935</b>

## SCHEDULE- 10 FIXED ASSETS

Particulars	Gross Block (at cost)				Depreciation				Net Block	
	As at March 31, 2008	Additions	Deductions	As at March 31, 2009	Upto March 31, 2008	For the year	Deductions	Upto March 31, 2009	As at March 31, 2009	As at March 31, 2008
Freehold Land	903,280	—	—	903,280	—	—	—	—	903,280	903,280
Office Buildings on Freehold Land	89,000	—	—	89,000	1,459	1,451	—	2,910	86,090	87,541
Improvements to Leasehold Property	2,241,952	846,515	187,498	2,900,969	497,001	448,828	42,387	903,442	1,997,527	1,744,951
Furniture and Fixtures	103,375	70,620	6,005	167,990	89,060	32,016	2,948	118,128	49,862	14,315
Office Equipments	208,737	23,194	517	231,414	184,631	18,930	506	203,055	28,359	24,106
Information Technology Equipment	122,660	5,068	360	127,368	120,020	3,901	346	123,575	3,793	2,640
Communication Networks	38,468	21,836	—	60,304	36,235	6,330	—	42,565	17,739	2,233
Motor Vehicles	7,840	—	—	7,840	2,222	1,769	—	3,991	3,849	5,618
Software	188,508	82,034	—	270,542	112,030	40,877	—	152,907	117,635	76,478
<b>Total</b>	<b>3,903,820</b>	<b>1,049,267</b>	<b>194,380</b>	<b>4,758,707</b>	<b>1,042,658</b>	<b>554,102</b>	<b>46,187</b>	<b>1,550,573</b>	<b>3,208,134</b>	<b>2,861,162</b>
Capital work-in progress including capital advances.									103,983	416,207
<b>Total</b>									<b>3,312,117</b>	<b>3,277,369</b>
Previous year	2,817,630	1,169,144	82,954	3,903,820	809,962	278,272	45,576	1,042,658		

## SCHEDULE- 11 CASH AND BANK BALANCES

Particulars	March 31, 2009	March 31, 2008
Cash (including cheques, drafts and stamps)	2,474,405	2,986,791
<b>Bank Balance</b>		
(a) Deposit Account:		
(aa) Short-term (due within 12 months of the date of balance sheet)	—	—
(bb) Others	—	—
(b) Current accounts	1,084,356	3,178,289
Money at call and short notice	—	—
Others	—	—
<b>Total</b>	<b>3,558,761</b>	<b>6,165,080</b>
<b>CASH &amp; BANK BALANCES</b>		
In India	3,523,712	6,125,453
Outside India	35,049	39,627
<b>Total</b>	<b>3,558,761</b>	<b>6,165,080</b>

## SCHEDULE- 12 ADVANCES AND OTHER ASSETS

Particulars	March 31, 2009	March 31, 2008
<b>ADVANCES</b>		
Prepayments	171,546	230,952
Advance tax paid and taxes deducted at source	12,868	6,905
Deposits	1,084,623	756,216
Other advances	294,286	783,574
Other receivables	67,781	19,235
<b>Total (A)</b>	<b>1,631,104</b>	<b>1,796,882</b>
<b>OTHER ASSETS</b>		
Income accrued on investments & deposits	861,068	673,457
Outstanding premiums	266,465	176,725
Service Tax un-utilised credit	856,867	1,799,518
Application money for investments	—	100,000
<b>Total (B)</b>	<b>1,984,400</b>	<b>2,749,700</b>
<b>Total (A+B)</b>	<b>3,615,504</b>	<b>4,546,582</b>



# schedules

forming part of the financial statements

Continued

(Rs. in 000's)

## SCHEDULE – 13 CURRENT LIABILITIES

Particulars	March 31, 2009	March 31, 2008
Agents' balances (net)	380,537	579,617
Sundry creditors	173,949	205,132
Deposits	5,981	5,981
Expenses payable	3,560,092	4,972,409
Reinsurance premium payable	57,389	110,271
Due to holding company	280,007	562,844
TDS payable	277,054	467,758
Claims outstanding	192,459	80,468
Unallocated premium	921,495	1,101,915
Premium received in advance	773,272	1,047,158
Payable towards investments purchased	286,956	212,120
Other liabilities	4,394,522	6,736,200
<b>Total</b>	<b>11,303,713</b>	<b>16,081,873</b>

## Schedule – 16

### Significant accounting policies and notes forming part of the accounts for the year ended March 31, 2009

#### 1. Background

ICICI Prudential Life Insurance Company Limited ('the Company') a joint venture between ICICI Bank Limited and Prudential Corporation Holdings Limited was incorporated on July 20, 2000 as a company under the Companies Act, 1956 ('the Act'). The Company is licensed by the Insurance Regulatory and Development Authority ('IRDA') for carrying life insurance business in India.

The Company carries on business in the areas of life, pensions and health insurance. This business spans across individual and group products and covers participating, non-participating and unit linked lines of business. Riders covering additional benefits are offered under these products. These products are distributed through individual agents, corporate agents, banks, brokers and the direct marketing channel.

#### 2. Summary of significant accounting policies

##### 2.1 Basis of preparation

The accompanying financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting, in accordance with accounting principles generally accepted in India, in compliance with the accounting standards ('AS') prescribed in the Companies Act, 1956 and rules thereunder, to the extent applicable, and in accordance with the provisions of the Insurance Act, 1938, Insurance Regulatory and Development Authority Act, 1999, and the regulations framed thereunder, the Act to the extent applicable, various circulars issued by IRDA and the practices prevailing within the insurance industry in India. Accounting policies applied have been consistent with previous year except where different treatment is required as per new pronouncements made by the regulatory authorities.

The management evaluates all recently issued or revised accounting pronouncements on an ongoing basis.

##### 2.2 Use of estimates

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

##### 2.3 Revenue recognition

###### 2.3.1. Premium income

Premium is recognised as income when due. Premium on lapsed policies is recognised as income when such policies are reinstated.

## SCHEDULE – 14 PROVISIONS

Particulars	March 31, 2009	March 31, 2008
For taxation - Fringe benefit tax	65,000	58,254
For proposed dividends	-	-
For dividend distribution tax	-	-
Provision for Service Tax un-utilised credit	856,867	1,799,518
Provision for Leave Encashment and Gratuity	276,077	152,090
<b>Total</b>	<b>1,197,944</b>	<b>2,009,862</b>

## SCHEDULE – 15 MISCELLANEOUS EXPENDITURE (To the extent not written off or adjusted)

Particulars	March 31, 2009	March 31, 2008
Discount allowed in issue of shares/debentures	-	-
Others	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

Top up premiums are considered as single premium.

For linked business, premium is recognised as income when the associated units are created.

#### 2.3.2. Income from linked fund

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

#### 2.3.3. Income earned on investments

Interest income on investments is recognised on accrual basis. Accretion of discount and amortisation of premium relating to debt securities is recognised over the holding/maturity period on a straight-line basis.

Dividend income is recognised when the right to receive dividend is established.

Realised gain/loss on debt securities for other than linked business is the difference between the sale consideration net of expenses and the amortised cost, which is computed on a weighted average basis, as on the date of sale.

Realised gain/loss on debt securities for linked business is the difference between the sale consideration net of expenses and the book cost, which is computed on weighted average basis, as on the date of sale.

Profit or loss on sale of equity shares/mutual fund units is the difference between the sale consideration net of expenses and the book cost computed on weighted average basis. In respect of non-linked business the profit or loss includes the accumulated changes in the fair value previously recognised under "Fair Value Change Account".

#### 2.3.4. Income earned on loans

Interest income on loans is recognised on an accrual basis.

#### 2.3.5. Income from operating leases

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 income, on a straight line basis, over the lease term.

#### 2.4 Reinsurance premium

Cost of reinsurance ceded is accounted for at the time of recognition of premium income in accordance with the treaty or in-principle arrangement with the reinsurer. Profit commission on reinsurance ceded is netted off against premium ceded on reinsurance.

#### 2.5 Benefits Paid

Benefits paid comprise of policy benefits and claim settlement costs, if any. Death, rider and surrender claims are accounted for on receipt of intimation.



Survival benefit claims and maturity claims are accounted when due. Withdrawals and surrenders under linked policies are accounted in the respective schemes when the associated units are cancelled/redeemed. Reinsurance recoveries on claims are accounted for, in the same period as the related claims.

## 2.6 Acquisition Costs

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

## 2.7 Actuarial liability valuation

Actuarial liability for life policies in force and for policies in respect of which premium has been discontinued but a liability exists, is determined by the Appointed Actuary using the gross premium method, in accordance with accepted actuarial practice, requirements of Insurance Act 1938, IRDA regulations and the stipulations of Actuarial Society of India.

## 2.8 Investments

Investments are made in accordance with the Insurance Act, 1938, the IRDA (Investment) Regulations, 2000, and various other circulars/notifications issued by the IRDA in this context from time to time.

Investments are recorded at cost on the date of purchase, which includes brokerage and taxes, if any, and excludes accrued interest.

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

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

Any front end discount on privately placed investments is reduced from the cost of such investments.

Broken period interest paid/received is debited/credited to Interest Receivable account and is not included in the cost of purchase/sale value.

### 2.8.1. Classification

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

Investments other than short-term investments are classified as long-term investments.

### 2.8.2. Valuation – shareholders' investments and non-linked policyholders' investments

All debt securities are considered as 'held to maturity' and accordingly stated at historical cost, subject to amortisation of premium or accretion of discount in the revenue account or the profit and loss account over the period of maturity/holding on a straight line basis.

Listed equity shares as at the balance sheet date are stated at fair value being the last quoted closing price on the National Stock Exchange ('NSE') (In case of securities not listed on NSE, the last quoted closing price on the Bombay Stock Exchange ('BSE') is used). Mutual fund units as at the balance sheet date are valued at the previous day's net asset values. Equity shares awaiting listing are stated at historical cost subject to provision for diminution, if any, in the value of such investment determined separately for each individual investment.

Unrealised gains/losses arising due to changes in the fair value of listed equity shares and mutual fund units are taken to "Fair Value Change Account" and carried forward in the balance sheet.

Investment in real estate is valued at historical cost, subject to revaluation (done at least once in every three years) and provision for impairment, if any. Change in carrying amount of investments in real estate is taken to Revaluation Reserve under Policyholders' Funds in the balance sheet.

### 2.8.3. Valuation – linked business

Debt securities other than Government securities with a residual maturity over 182 days are valued on a yield to maturity basis, by using spreads over the benchmark rate to arrive at the yield for pricing the security.

Debt securities with a residual maturity upto 182 days are valued at cost/last valuation price (including accrued interest till the beginning of the day) plus the difference between the redemption value (inclusive of interest) and cost/last valuation price, spread uniformly over the remaining maturity period of the instrument.

Securities issued by Government of India are valued at prices obtained from Credit Rating Information Services of India Ltd. ('CRISIL').

State Government securities with residual maturity over 182 days are valued at cost. However such securities with residual maturity upto 182

days are valued at historical cost subject to amortisation of premium or accretion of discount.

Money market instruments are valued at historical cost, subject to amortisation of premium or accretion of discount over the period of maturity/holding on a straight-line basis.

Listed equity shares are valued at market value, being the last quoted closing price on the NSE (In case of securities not listed on NSE, the last quoted closing price on the BSE is used). Equity shares awaiting listing are stated at historical cost subject to provision for diminution, if any, in the value of such investment determined separately for each individual investment.

Mutual fund units are valued at the previous day's net asset values.

Venture fund units are valued at the latest available net asset values.

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

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

The securities with both put and call option on the same day would be deemed to mature on the put/call day and would be valued at the prevailing market price.

Instruments bought on 'repo' basis are valued at the resale price after deduction of applicable interest upto date of resale.

Unrealised gains and losses are recognised in the respective fund's revenue account.

### 2.8.4. Transfer of investments

Transfer of investments from Shareholders' Fund to the Policyholders' Fund is at cost or market price, whichever is lower. However, in case of debt securities all transfers are carried out at the net amortised cost. Transfer of investments between unit linked funds is done at market price.

## 2.9 Loans

Loans are stated at historical cost, subject to provision for impairment, if any.

## 2.10 Fixed assets, Intangibles and Impairment

### 2.10.1 Fixed assets and depreciation

Fixed assets are stated at cost less accumulated depreciation. Cost includes the purchase price and any cost directly attributable to bring the asset to its working condition for its intended use. Subsequent expenditure incurred on fixed assets are expensed out except where such expenditure increases the future benefits from the existing assets. Assets costing upto Rs. 5,000 (Rupees five thousand) are fully depreciated in the year of acquisition. The rate of depreciation is higher of the managements estimate based on useful life or the rates prescribed under the Act. Depreciation is provided using Straight-Line Method ('SLM') prorated from the date of acquisition/upto the date of sale, based on estimated useful life for each class of asset, as stated below:

Asset	Depreciation rates
Office Buildings	1.63%
Leasehold improvements	Over the lease period, subject to a maximum of 9 years
Furniture & Fixtures	15%
Office Equipment	25%
Information technology equipment	33.33%
Communication networks and servers	25%
Motor Vehicles	20%

### 2.10.2. Intangibles

Intangible assets comprising software are stated at cost less amortisation. Significant improvements to software are capitalised and amortised over the remaining useful life of original software. Software expenses are amortised using Straight-Line Method over a period of 4 years from the date of being put to use.



### 2.10.3. Impairment of assets

Management periodically assesses, using external and internal sources, whether there is any indication that an asset may be impaired. Impairment occurs where the carrying value exceeds the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. The impairment loss to be expensed is determined as the excess of the carrying amount over the higher of the asset's net sales price or present value as determined above. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount, subject to a maximum of depreciable historical cost.

### 2.11 Operating leases

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

### 2.12 Staff benefits

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

The Company has incorporated a Provident Fund Trust to which it pays a fixed contribution at the rate specified in the trust deed. The trust deed also provides for the Company to indemnify to the trust, interest at the rates prescribed by the Central Government, in case the fund does not hold sufficient assets. The Guidance issued by the Institute of Chartered Accountants of India (ICAI) on implementing AS 15, Employee Benefits (revised 2005) states that the provident funds set up by employers, which requires interest shortfall to be met by the employer, needs to be treated as defined benefit plan. Pending the issuance of the Guidance Note in this respect by the Actuarial Society of India, the Company's consulting actuary has expressed his inability to reliably measure the provident fund liability. Accordingly, the Company is unable to exhibit the related disclosures.

The Company's liability towards gratuity and leave encashment being defined benefit plans is accounted for on the basis of an independent actuarial valuation done at the year end and actuarial gains/losses are charged to the revenue account and the profit and loss account as applicable.

Superannuation is a defined contribution plan. The Company has accrued for superannuation liability based on a percentage of basic salary payable to eligible employees for the period of service.

### 2.13 Foreign exchange transactions

Transactions in foreign currencies are recorded at the exchange rates prevailing at the date of the transaction. Monetary assets and liabilities in foreign currency, if any, are translated at the year end closing rates. The resulting exchange gain or loss arising either on settlement or on translation, if any, are reflected in the revenue account and the profit and loss account as applicable.

### 2.14 Segment reporting policies

Based on the primary segments identified under (IRDA) (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations 2002 ('the Regulations') read with AS 17 on "Segmental Reporting" prescribed in the Companies Act, 1956 and rules thereunder, the Company has classified and disclosed segmental information into Shareholder and Policyholder - Participating, Non-Participating, Pension, Linked (Life, Pension and Group), Health and Annuity businesses.

There are no reportable geographical segments, since all business is written in India.

#### Allocation of expenses

Operating expenses relating to insurance business are allocated to specific business segments in the following manner, which is applied on a consistent basis.

Expenses that are directly identifiable to the segment are allocated on actual basis.

Other expenses (including depreciation and amortisation), that are not directly identifiable to a business segment, are allocated on either of the following basis:

- Number of policies
- Weighted annualised first year premium income
- Sum assured
- Total premium income
- Medical cases
- Funds under management

The method of allocation has been decided based on the nature of the expense and its logical co-relation with various business segments.

### 2.15 Taxation

Income tax expense comprises of current tax (i.e. amount of tax for the period determined in accordance with the income tax law), deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period) and fringe benefit tax (computed in accordance with the relevant provisions of the Income Tax Act, 1961).

Provision for current income tax is made based on the estimated tax liability computed after taking credit for allowances and exemptions in accordance with the Income Tax Act, 1961.

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation law, deferred tax assets are recognised only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonable/virtual certain (as the case may be) to be realised.

Provision for fringe benefit tax ('FBT') has been recognised on the basis of harmonious contextual interpretation of the provision of Income Tax Act, 1961 and in accordance with the guidance note on accounting for fringe benefits tax issued by the Institute of Chartered Accountants of India.

### 2.16 Service tax unutilised credit

Service Tax liability on life insurance service is set-off against the service tax credits available from tax paid on input services. Unutilised credits, if any, are carried forward for future set-off. A provision is created based on estimated realisation of such unutilised credit.

### 2.17 Employee Stock Option Scheme

The Company has formulated an Employee Stock Option Scheme ('the Scheme'). The Scheme provides that eligible employees are granted options to acquire equity shares of the Company that vest in graded manner. The vested options may be exercised within a specified period. The exercise price of the option is diluted when there is a subsequent issue of shares at a price lower than the grant price. The options are accounted on intrinsic value basis and accordingly the intrinsic value of options, if any, is amortised over the vesting period. Incremental intrinsic value of options, arising from modification of exercise price, if any, is amortised over the remainder of the vesting period.

### 2.18 Provisions and contingencies

The Company makes 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 of a contingent liability is made when there is a possible obligation or present obligations that may, but probably will not, require an outflow of resources or it cannot be reliably estimated. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is possible that a liability has been incurred and the amount can be reasonably estimated.

### 2.19 Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders 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 period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

### 2.20 Appropriation/Expropriation

In accordance with the Unit Linked guidelines issued by IRDA effective July 1, 2006, the Company has followed the Appropriation/Expropriation method for calculating the Net Asset Value ('NAV'). This method provides for adjusting the NAV on account of the 'Dealing Costs'. The accounting for dealing costs is disclosed in the Revenue Account as an adjustment with corresponding changes to the Change in Valuation of Policy Liability Account. Corresponding adjustments are also made in the Assets Held to cover Policy Liabilities and the Provisions for Linked Liabilities in the Balance Sheet.



# schedules

## 2.21 Funds for Future Appropriations – Linked

Amounts estimated by Appointed Actuary as Funds for Future Appropriations ('FFA') – Linked are required to be set aside in the balance sheet and are not available for distribution to shareholders until the expiry of the revival period. The Company appropriates FFA from the Revenue Account.

## 3. Notes to accounts

### 3.1 Contingent liabilities

(Rs. in 000's)

Particulars	As at March 31, 2009	As at March 31, 2008
Partly-paid up investments	–	–
Underwriting commitments outstanding	–	–
Claims, other than those under policies, not acknowledged as debts	3,619	2,196
Guarantees given by or on behalf of the company	–	–
Statutory demands/liabilities in dispute, not provided for	–	1,669
Reinsurance obligations to the extent not provided for in accounts	–	–
Others – Policy related claims under litigation	55,110	30,379

### 3.2 Actuarial method and assumptions

The actuarial liability on both participating and non-participating policies is calculated using the gross premium method, using assumptions for interest, mortality, expense and inflation, and in the case of participating policies, future bonuses together with allowance for taxation and allocation of profits to shareholders. These assumptions are determined as prudent estimates at the date of valuation with allowances for adverse deviations. No allowance is made for expected lapses.

The interest rates used for valuing the liabilities are in the range of 5.1% to 6.8% per annum (Previous year: 4.7% to 10% per annum).

Mortality rates used are based on the published LIC (1994 - 96) Ultimate Mortality Table for assurances and LIC 96-98 table for annuities, adjusted to reflect expected experience. Morbidity rates used are based on CIBT 93 table, adjusted for expected experience, or on risk rates supplied by reinsurers.

Expenses are provided for at current levels, in respect of renewal expenses, with no allowance for future improvements. Per policy renewal expenses for regular premium policies are assumed to inflate at 4.14% (Previous year: 5.50%).

The greater of a liability calculated using discounted cash flows and unearned premium reserves are held for the unexpired portion of the risk for the general fund liabilities of linked business and attached riders. An unearned premium reserve is held for one year renewable group term insurance.

The unit liability in respect of linked business has been taken as the value of the units standing to the credit of policyholders, using the net asset value ('NAV') prevailing at the valuation date. The adequacy of charges under 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 that carry a guarantee. The units held in respect of lapsed policies are divided into a revival reserve, which contributes to liabilities, and a fund for future appropriation, which contributes to regulatory capital.

### 3.3 Encumbrances of assets

The assets of the Company are free from all encumbrances as at March 31, 2009 (Previous year: Rs. Nil).

### 3.4 Assets to be deposited under local laws

There are no assets required to be deposited by the Company under any local laws or otherwise encumbered in or outside India as of March 31, 2009 except investments to be held under Section 7 of the Insurance Act, 1938 as disclosed under 3.9 below. (Previous year: Rs. Nil).

### 3.5 Restructured Assets

There are no assets including loans subject to re-structuring (Previous year: Rs. Nil).

## 3.6 Commitments

Commitments made and outstanding for loans and investment is Rs. Nil (Previous year: Rs. Nil).

Estimated amount of contracts remaining to be executed on fixed assets to the extent not provided for (net of advance) is Rs. 27,768 thousand (Previous year: Rs. 312,072 thousand).

## 3.7 Claims

Claims settled and remaining unpaid for a period of more than six months as at March 31, 2009 amount to Rs. 31,347 thousand (Previous year: Rs. 11,888 thousand).

## 3.8 Managerial remuneration

The details of the Managing and Executive Directors' remuneration included in employee remuneration and welfare benefits are as follows:

(Rs. in 000's)

Particulars	March 31, 2009	March 31, 2008
Salary, perquisites and bonus	45,451	55,760
Contribution to Provident Fund	2,196	1,800

Expenses towards gratuity and leave encashment provision are determined actuarially for the company as a whole on an annual basis and accordingly have not been considered in the above information.

The managerial remuneration is in accordance with the requirements of Section 34A of the Insurance Act, 1938 and as approved by IRDA.

## 3.9 Investments

- The investments are effected from the respective funds of the policyholders or shareholders and income thereon has been accounted accordingly.
- All investments are performing investments.
- Investments under Section 7 of the Insurance Act, 1938 are as follows:

(Rs. in 000's)

Particulars	March 31, 2009	March 31, 2008
7.40% Govt. of India Securities*	90,050	90,050
12.32% Govt. of India Securities*	10,000	10,000
<b>Total</b>	<b>100,050</b>	<b>100,050</b>

\* This investment is held by the custodian in Constituent Subsidiary General Ledger Account under intimation to IRDA.

## 3.10 Value of investment contracts where settlement or delivery is pending is as follows:

(Rs. in 000's)

Particulars	March 31, 2009		March 31, 2008	
	Linked business	Non-linked business	Linked business	Non-linked business
Purchases where deliveries are pending	5,113,830	254,316	7,624,260	212,120
Sales where receipts are pending	42,31,933	–	5,061,149	–

## 3.11 Real Estate – Investment Property

In accordance with the IRDA Regulations, 2002 (Preparation of Financial Statements & Auditors Report of Insurance Companies), the value of Investments in real estate property are subject to revaluation at least once in three years. As a result, the Company's real estate investments have been revalued by an independent valuer as of March 27, 2007. The value of real estate investment based on the valuation report is disclosed at revalued amount and the change in carrying amount is classified under Revaluation Reserve. The value of the investment property in accordance with the independent valuation dated March 27, 2007 is Rs. 501,840 thousand (Historical cost: Rs. 185,521 thousand).



### 3.12 Sector-wise percentage of business

Sector wise break-up of policies issued during the year is as follows:

Sector	March 31, 2009	March 31, 2008
Rural – Number of policies	774,725	637,867
– Percentage of total policies	29%	22%
Social – Number of policies	24	6
– Percentage of total policies	0.0009%	0.0002%
– Number of lives	132,625	35,491
– Percentage of group lives	10%	3%
– Gross premium (Rs. '000)	6,453	1,565
– Percentage of total premium	0.01%	0.002%
Total – Number of policies	2,638,238	2,913,606
– Number of group lives	1,348,063	1,067,087
– Gross premium (Rs. '000)	64,839,230	80,347,511

### 3.13 Risks retained and reinsured

Extent of risk retained and reinsured based on sum at risk, is as follows:

Particulars	March 31, 2009	March 31, 2008
<b>Individual business</b>		
Risk retained	78%	82%
Risk reinsured	22%	18%
<b>Group business</b>		
Risk retained	34%	30%
Risk reinsured	66%	70%

### 3.16 Details of related parties and transactions with related parties

Related parties and nature of relationship

Nature of relationship	Name of the related party
Holding Company	ICICI Bank Limited
Substantial Interest	Prudential Corporation Holding Limited
Fellow Subsidiaries	ICICI Securities Limited
	ICICI Venture Funds Management Company Limited
	ICICI Home Finance Company Limited
	ICICI Lombard General Insurance Company Limited
	ICICI Trusteeship Services Limited
	ICICI Securities Primary Dealership Limited
	ICICI Securities Inc.
	ICICI Securities Holding Inc.
	ICICI Investment Management Company Limited
	ICICI International Limited
	ICICI Bank UK PLC
	ICICI Bank Canada
	ICICI Wealth Management Inc.
	ICICI Bank Eurasia Limited Liability Company
	ICICI Prudential Asset Management Company Limited
	ICICI Prudential Trust Limited
	ICICI Eco-net Internet and Technology Fund
	ICICI Equity Fund
	ICICI Emerging Sectors Fund
	ICICI Strategic Investments Fund
	TCW/ICICI Investment Partners Limited Liability Company
	ICICI Kinfra Limited
Key management personnel	Shikha Sharma, Managing Director
	N. S. Kannan, Executive Director
	Bhargav Dasgupta, Executive Director
Significant influence	ICICI Prudential Life Insurance Company Limited Employees' Group Gratuity Cum Life Insurance Scheme
	ICICI Prudential Life Insurance Company Limited Employees' Provident Fund
	ICICI Prudential Life Insurance Company Limited Superannuation Scheme

### 3.14 Deferred taxes

Deferred tax asset is recognized on carry forward of eligible tax losses which can be set off against future taxable income. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is virtually certain to be realised.

Deferred tax asset is created on the Company's eligible tax losses to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax can be realised. As at March 31, 2009, Rs. 3,180,774 thousand represents deferred tax asset on carry forward unabsorbed losses (Previous year: Rs. 2,170,774 thousand).

Deferred tax asset has been created on the basis of certainty of the profit of the business, subject to some amount of lapsation determined by the Appointed Actuary.

### 3.15 Operating lease commitments

The Company takes premises (both commercial and residential), office equipments, computers, servers & modular furniture on lease. Certain lease arrangements provide for cancellation by either party and also contain a clause for renewal of the lease agreement. Lease payments on cancellable and non-cancellable operating lease arrangements are charged to the revenue account and the profit and loss account over the lease term on a straight line basis. The future minimum lease payments in respect of non-cancellable operating leases as at the balance sheet date are summarised below:

(Rs. in 000's)

Particulars	March 31, 2009	March 31, 2008
Not later than one year	808,647	571,149
Later than one year but not later than five year	1,365,132	1,580,872
Later than five year:	–	–

The total operating lease rentals charged to Revenue account in the current year is Rs. 990,879 thousand (Previous year: Rs. 587,168 thousand).



# schedules

The following represents significant transactions between the Company and its related parties.

**Transactions for the year ended March 31, 2009:**

(Rs. in 000's)

Particulars	Holding company	Fellow subsidiaries	Companies having Substantial Interest	Key Management Personnel	Entities having Significant Influence
<b>Income</b>					
Premium income	85,549	20,482	—	5,637	18,533
Interest income	426,688	<sup>1</sup> 265,315	—	—	—
<b>Expenses</b>					
Establishment & other expenditure	2,794,338	<sup>2</sup> 385,212	—	47,647	—
Provident fund, Superannuation and Gratuity contribution	—	—	—	—	328,433
Claims	42,000	8,651	—	—	—
<b>Others</b>					
Share capital issued during the year	185,000	—	65,000	—	—
Share Premium	7,215,000	—	2,535,000	—	—
Purchase of securities	16,614,759	<sup>3</sup> 29,714,679	—	—	—
Sale of securities	13,472,913	<sup>4</sup> 22,856,700	—	—	—
Repo transactions	245,987,994	<sup>5</sup> 289,122,081	—	—	—

- <sup>1</sup> Includes transactions with ICICI Home Finance Company Limited of Rs. 114,122 thousand and ICICI Securities Primary Dealership Limited of Rs. 151,193 thousand.
- <sup>2</sup> Establishment & other expenditure include expenses for sharing of common services and facilities, consultancy fees, insurance commission, insurance premium, brokerage, business support and managerial remuneration. Expense also includes Rs. 31,827 thousand for brokerage paid to ICICI Securities Limited which is included in the cost of Investments.
- <sup>3</sup> Includes transactions with ICICI Securities Primary Dealership Limited of Rs. 27,864,600 thousand.
- <sup>4</sup> Includes transactions with ICICI Securities Primary Dealership Limited of Rs. 22,856,700 thousand.
- <sup>5</sup> Includes transactions with ICICI Securities Primary Dealership Limited of Rs. 289,122,081 thousand.

**Balances of Related parties as at March 31, 2009:**

(Rs. in 000's)

Particulars	Holding company	Fellow subsidiaries	Companies having Substantial Interest	Key Management Personnel	Entities having Significant Influence
<b>Assets</b>					
Long term fixed deposits & Corporate bonds/deposits	9,780,969	<sup>1</sup> 2,195,602	—	—	—
Cash & Bank balances	1,378,578	—	—	—	—
Income accrued on investments	98,565	9,319	—	—	—
Other assets	14,878	<sup>2</sup> 80,834	—	—	—
<b>Liabilities</b>					
Share capital	10,551,629	—	3,707,329	—	—
Share premium	24,684,412	—	8,672,901	—	—
Other liabilities	283,708	29,395	—	—	—

- <sup>1</sup> Includes investment in debentures of Rs. 1,012,950 thousand and commercial paper of Rs. 478,125 of ICICI Home Finance Company Limited.
- <sup>2</sup> Includes advance premium of Rs. 75,328 thousand paid to ICICI Lombard General Insurance Company Limited.

**Transactions for the year ended March 31, 2008:**

(Rs. in 000's)

Particulars	Holding company	Fellow subsidiaries/ Other entities	Companies having Substantial Interest	Key Management Personnel	Companies having Significant Influence
<b>Income</b>					
Premium income	90,449	15,302	—	468	8,350
Interest income	335,036	7,927	—	—	—
<b>Expenses</b>					
Establishment & other expenditure	3,466,228	<sup>1</sup> 246,599	—	57,560	—
Provident fund, Superannuation and Gratuity contribution	—	—	—	—	264,580
Claims	25,000	3,325	—	—	—
<b>Others</b>					
Share capital issued during the year	656,303	—	230,593	—	—
Share Premium	11,923,697	—	4,189,407	—	—
Purchase of securities	6,915,954	<sup>2</sup> 6,001,905	—	—	—
Sale of securities	2,996,315	<sup>3</sup> 2,397,217	—	—	—
Repo transactions	400,681	<sup>4</sup> 6,066,191	—	—	—
Purchase of Fixed Asset	23,475	—	—	—	—

- <sup>1</sup> Establishment & other expenditure include expenses for sharing of common services and facilities, consultancy fees, insurance commission, insurance premium, brokerage, business support and managerial remuneration. Expense also includes Rs. 37,995 thousand for brokerage paid to ICICI Securities Limited which is included in the cost of Investments.
- <sup>2</sup> Includes transactions with ICICI Securities Primary Dealership Limited of Rs. 4,444,208 thousand.
- <sup>3</sup> Includes transactions with ICICI Securities Primary Dealership Limited & ICICI Securities Limited of Rs. 1,494,140 thousand & Rs. 653,590 thousand respectively.
- <sup>4</sup> Transacted with ICICI Securities Primary Dealership Limited.



# schedules

## forming part of the financial statements

Continued

### Balances of Related parties as at March 31, 2008:

(Rs. in 000's)

Particulars	Holding company	Fellow subsidiaries/ Other entities	Companies having Substantial Interest	Key Management Personnel	Companies having Significant Influence
<b>Assets</b>					
Long term fixed Deposits & Corporate bonds/deposits	3,474,398	<sup>1</sup> 957,905	—	—	—
Cash & Bank balances	2,653,098	—	—	—	—
Income accrued on investments	73,218	6,127	—	—	—
Other assets	26,196	<sup>2</sup> 44,853	—	—	—
<b>Liabilities</b>					
Share capital	10,349,588	—	3,636,342	—	—
Share premium	17,469,412	—	6,137,901	—	—
Other liabilities	564,647	20,165	—	—	—

<sup>1</sup> Includes investment in debentures of ICICI Home Finance Company Limited of Rs. 756,368 thousand.

<sup>2</sup> Includes advance premium of Rs. 39,347 thousand paid to ICICI Lombard General Insurance Company.

### 3.17 Segmental Reporting

Income and expenses directly attributable or allocable to the segments are recorded and disclosed under the respective segments in the revenue account and profit and loss account, as applicable.

Investments and policy liabilities are disclosed in the balance sheet under the respective segments. Net fixed assets of Rs. 3,312,117 thousand (Previous year Rs. 3,277,369 thousand) are disclosed in shareholders segment. Depreciation expense has been allocated as disclosed in Note 2.14.

Segment wise information of current assets, loans, deferred tax asset and current liabilities and provisions to the extent identifiable are given below:

(Rs. in 000's)

Business Segments	Current Assets, Loans & Deferred Tax Asset		Current Liabilities & Provisions	
	March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
Shareholders	4,123,038	10,687,330	4,008,761*	8,289,301*
Par Life	1,054,245	519,903	234,765	320,894
Par Pension	185,128	134,807	29,053	63,365
Non-Par	319,216	456,571	1,363,161	718,306
Annuity Non-Par	191,609	302,228	1,560	123,075
Health	217,227	75,590	263,645	326,490
Linked Life	3,367,470	522,885	4,509,318	5,861,634
Linked Pension	836,456	213,813	1,791,968	2,264,430
Linked Health	100,011	—	149,768	—
Linked Group	14,674	7,245	149,658	125,343
<b>Total</b>	<b>10,409,074</b>	<b>12,920,372</b>	<b>12,501,657</b>	<b>18,092,838</b>

\* Includes amounts subsequently transferred to the respective schemes under linked business..

Segment-wise information of non-cash items being amortisation of premium included in interest income on debt instruments is tabled below:

(Rs. in 000's)

Business Segments	March 31, 2009	March 31, 2008
Shareholders	(94,848)	(61,413)
Par Life	12,924	25,042
Par Pension	3,312	10,493
Non-Par	(16,255)	(2,585)
Annuity Non-Par	(12,233)	(2,595)
Health	(3,587)	(8,592)
Linked Life	(2,367)	(39,749)
Linked Pension	(3,220)	(30,014)
Linked Group	(587)	(1,505)
<b>Total</b>	<b>(116,861)</b>	<b>(110,918)</b>



# schedules



forming part of the financial statements

Continued

## 3.18 FUND BALANCE SHEET AS AT MARCH 31, 2009

Form A-BS(UL)

(Rs. in 000's)

Particulars	Schedule	Linked Life Funds																Total
		Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H Fund	Multiplier	Return Guarantee	Return Guarantee II	Return Guarantee III	Return Guarantee IV	
Sources of Funds																		
Policyholders' Funds:																		
Policyholder contribution	F-1	16,549,516	12,334,943	87,459,330	3,370,357	244,274	2,473,995	1,143,680	1,560,710	44,916,085	1,545,201	9,124,165	11,696,969	671,366	729,134	754,090	211,145	194,784,960
Revenue Account		5,136,014	2,448,530	(11,392,957)	79,502	30,822	418,981	(8,813)	(116,434)	(12,849,778)	(189,078)	(2,031,220)	(2,701,465)	(9,474)	(8,206)	(10,584)	(4,851)	(21,209,011)
Total		21,685,530	14,783,473	76,066,373	3,449,859	275,096	2,892,976	1,134,867	1,444,276	32,066,307	1,356,123	7,092,945	8,995,504	661,892	720,928	743,506	206,294	173,575,949
Application of Funds																		
Investments	F-2	21,120,478	14,177,057	75,717,546	3,304,013	263,633	2,824,131	1,095,434	1,417,122	31,571,174	1,287,891	7,138,229	8,982,855	642,124	696,846	630,484	—	170,869,017
Current Assets	F-3	690,667	606,950	1,711,151	145,968	11,472	68,904	39,472	58,257	1,431,629	68,300	256,800	253,845	19,797	24,113	125,469	206,294	5,719,088
Less: Current Liabilities and Provisions	F-4	125,615	534	1,362,324	122	9	59	39	31,103	936,496	68	302,084	241,196	29	31	12,447	—	3,012,156
Net current assets		565,052	606,416	348,827	145,846	11,463	68,845	39,433	27,154	495,133	68,232	(45,284)	12,649	19,768	24,082	113,022	206,294	2,706,932
Total		21,685,530	14,783,473	76,066,373	3,449,859	275,096	2,892,976	1,134,867	1,444,276	32,066,307	1,356,123	7,092,945	8,995,504	661,892	720,928	743,506	206,294	173,575,949
(a) Net Asset as per Balance Sheet (Total Assets less Current Liabilities and Provisions) (Rs. In '000)		21,685,530	14,783,473	76,066,373	3,449,859	275,096	2,892,976	1,134,867	1,444,276	32,066,307	1,356,123	7,092,945	8,995,504	661,892	720,928	743,506	206,294	173,575,949
(b) Number of Units outstanding (In '000)		1,000,280	937,125	2,701,808	250,138	19,647	204,014	78,131	122,636	3,941,221	139,491	939,166	1,551,155	62,592	70,150	73,297	20,629	12,111,480
(c) NAV per Unit (a)/(b) (Rs.)		21.68	15.78	28.15	13.79	14.00	14.18	14.53	11.78	8.14	9.72	7.55	5.80	10.57	10.28	10.14	10.00	

(Rs. in 000's)

Particulars	Schedule	Linked Pension Funds															Total
		Balancer	Protector Income	Maximiser Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H Fund	Pension Multiplier	Pension Return Guarantee	Pension Return Guarantee II	Pension Return Guarantee III	Pension Return Guarantee IV		
Sources of Funds																	
Policyholders' Funds:																	
Policyholder contribution	F-1	7,413,645	7,581,275	25,913,587	102,587	957,023	211,702	32,018,424	1,049,155	14,471,044	5,126,740	2,121,490	1,977,682	2,082,961	624,958	101,652,293	
Revenue Account		1,835,285	1,116,569	(4,344,323)	20,435	49,170	14,361	(9,014,418)	(108,028)	(3,206,460)	(1,262,815)	18,246	16,238	(1,592)	(7,031)	(14,874,363)	
Total		9,248,930	8,697,844	21,569,264	123,022	1,006,193	226,063	23,004,006	941,127	11,264,584	3,863,925	2,139,736	1,993,920	2,081,389	617,927	86,777,930	
Application of Funds																	
Investments	F-2	9,075,538	8,336,530	21,604,056	117,558	971,837	218,724	22,711,600	902,301	11,284,487	3,850,821	2,078,401	1,948,942	2,047,183	—	85,147,978	
Current Assets	F-3	323,845	361,605	430,988	5,468	34,376	7,347	729,285	38,859	478,544	163,729	61,430	53,688	66,346	617,927	3,373,437	
Less: Current Liabilities and Provisions	F-4	150,453	291	465,780	4	20	8	436,879	33	498,447	150,625	95	8,710	32,140	—	1,743,485	
Net current assets		173,392	361,314	(34,792)	5,464	34,356	7,339	292,406	38,826	(19,903)	13,104	61,335	44,978	34,206	617,927	1,629,952	
Total		9,248,930	8,697,844	21,569,264	123,022	1,006,193	226,063	23,004,006	941,127	11,264,584	3,863,925	2,139,736	1,993,920	2,081,389	617,927	86,777,930	
(a) Net Asset as per Balance Sheet (Total Assets less Current Liabilities and Provisions) (Rs. In '000)		9,248,930	8,697,844	21,569,264	123,022	1,006,193	226,063	23,004,006	941,127	11,264,584	3,863,925	2,139,736	1,993,920	2,081,389	617,927	86,777,930	
(b) Number of Units outstanding (In '000)		489,588	587,156	981,819	8,930	70,748	15,549	2,857,316	92,364	1,511,007	612,885	202,198	193,925	205,243	61,793	7,890,519	
(c) NAV per Unit (a)/(b) (Rs.)		18.89	14.81	21.97	13.78	14.22	14.54	8.05	10.19	7.46	6.30	10.58	10.28	10.14	10.00		

(Rs. in 000's)

Particulars	Schedule	Linked Group Funds														Total
		Balanced	Income	Short-Term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced Fund	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short Term Debt Fund	Group Return Guarantee	Group Return Guarantee II		
Sources of Funds																
Policyholders' Funds:																
Policyholder contribution	F-1	4,607,215	3,079,990	4,656,176	2,871,192	592,665	1,744,613	2,395,359	63,454	292,546	61	45,367	2,269,454	6,275	22,624,367	
Revenue Account		1,264,885	311,968	722,479	258,784	55,581	254,985	(87,315)	(1,815)	9,644	562	2,366	46,018	—	2,838,142	
Total		5,872,100	3,391,958	5,378,655	3,129,976	648,246	1,999,598	2,308,044	61,639	302,190	623	47,733	2,315,472	6,275	25,462,509	
Application of Funds																
Investments	F-2	5,630,424	3,276,821	4,639,167	2,858,740	623,493	1,914,959	2,227,109	60,156	289,610	528	26,825	2,259,094	—	23,806,926	
Current Assets	F-3	241,902	115,258	739,666	271,361	24,788	84,730	81,023	1,487	12,591	95	20,909	56,500	6,275	1,656,585	
Less: Current Liabilities and Provisions	F-4	226	121	178	125	35	91	88	4	11	—	1	122	—	1,002	
Net current assets		241,676	115,137	739,488	271,236	24,753	84,639	80,935	1,483	12,580	95	20,908	56,378	6,275	1,655,583	
Total		5,872,100	3,391,958	5,378,655	3,129,976	648,246	1,999,598	2,308,044	61,639	302,190	623	47,733	2,315,472	6,275	25,462,509	
(a) Net Asset as per Balance Sheet (Total Assets less Current Liabilities and Provisions) (Rs. In '000)		5,872,100	3,391,958	5,378,655	3,129,976	648,246	1,999,598	2,308,044	61,639	302,190	623	47,733	2,315,472	6,275	25,462,509	
(b) Number of Units outstanding ( In '000)		328,067	225,106	369,684	258,408	54,984	153,729	116,118	6,295	29,261	56	4,363	225,334	628	1,772,031	
(c) NAV per Unit (a)/(b) (Rs.)		17.90	15.07	14.55	12.11	11.79	13.01	19.88	9.79	10.33	11.19	10.94	10.28	10.00		



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Continued

## 3.18 FUND BALANCE SHEET AS AT MARCH 31, 2009 (Continued)

Form A-BS(UL)

(Rs. in 000's)

Particulars	Schedule	Linked Health Funds										Total	Grand Total
		Health Saver Balancer	Health Saver Protector	Health Saver Flexi Balanced	Health Saver Flexi Growth	Health Saver Preserver	Health Saver Multiplier	Health Saver Return Guarantee	Health Saver Return Guarantee II	Health Saver Return Guarantee III	Health Return Guarantee IV		
SOURCES OF FUNDS													
Policyholders' Funds:													
Policyholder contribution	F-1	4,125	22,801	3,610	76,102	1,388	12,159	68,682	74,381	70,447	22,547	356,242	319,417,862
Revenue Account		(388)	(2,353)	(301)	(4,898)	(121)	(830)	(9,659)	(7,998)	(5,015)	(1,550)	(33,113)	(33,278,345)
Total		3,737	20,448	3,309	71,204	1,267	11,329	59,023	66,383	65,432	20,997	323,129	286,139,517
APPLICATION OF FUNDS													
Investments	F-2	3,061	16,611	2,783	64,965	957	11,027	56,671	62,530	59,766	—	278,371	280,102,292
Current Assets	F-3	747	3,837	613	13,215	310	1,656	2,355	3,856	6,808	20,997	54,394	10,803,504
Less: Current Liabilities and Provisions	F-4	71	—	87	6,976	—	1,354	3	3	1,142	—	9,636	4,766,279
Net current assets		676	3,837	526	6,239	310	302	2,352	3,853	5,666	20,997	44,758	6,037,225
Total		3,737	20,448	3,309	71,204	1,267	11,329	59,023	66,383	65,432	20,997	323,129	286,139,517
(a) Net Asset as per Balance Sheet (Total Assets less Current Liabilities and Provisions) (Rs. in '000)		3,737	20,448	3,309	71,204	1,267	11,329	59,023	66,383	65,432	20,997	323,129	286,139,517
(b) Number of Units outstanding in '000)		365	1,990	320	6,656	124	1,075	5,771	6,473	6,451	2,100	31,326	21,805,356
(c) NAV per Unit (a)/(b) (Rs.)		10.23	10.28	10.34	10.70	10.19	10.54	10.23	10.26	10.14	10.00		

### Schedule: F-1

#### POLICYHOLDERS' CONTRIBUTION

(Rs. in 000's)

Particulars	Linked Life Funds																Total
	Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H Fund	Multiplier	Return Guarantee	Return Guarantee II	Return Guarantee III	Return Guarantee IV	
Opening balance	16,395,721	7,808,124	72,538,052	1,936,635	195,618	1,092,233	869,645	920,356	27,987,684	902,581	1,492,801	5,994,628	—	—	—	—	138,134,078
Add: Additions during the year*	4,741,253	7,547,901	23,955,703	1,462,499	55,289	1,929,448	320,582	641,645	18,906,276	682,657	7,641,226	5,831,203	672,399	729,195	754,138	211,145	76,082,559
Less: Deductions during the year**	4,587,458	3,021,082	9,034,425	28,777	6,633	547,686	46,547	1,291	1,977,875	40,037	9,862	128,862	1,033	61	48	—	19,431,677
Closing balance	16,549,516	12,334,943	87,459,330	3,370,357	244,274	2,473,995	1,143,680	1,560,710	44,916,085	1,545,201	9,124,165	11,696,969	671,366	729,134	754,090	211,145	194,784,960

(Rs. in 000's)

Particulars	Linked Pension funds															Total
	Balancer	Protector Income	Maximiser Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H Fund	Pension Multiplier	Pension Return Guarantee	Pension Return Guarantee II	Pension Return Guarantee III	Pension Return Guarantee IV		
Opening balance	5,871,885	3,317,721	19,266,618	86,257	138,990	166,444	18,383,855	505,707	3,173,823	2,644,803	—	—	—	—	53,556,103	
Add: Additions during the year*	2,468,742	4,739,852	8,109,575	18,861	848,887	54,966	14,732,552	564,811	11,434,086	2,666,895	2,121,958	1,978,520	2,083,224	624,958	52,447,887	
Less: Deductions during the year**	926,982	476,298	1,462,606	2,531	30,854	9,708	1,097,983	21,363	136,865	184,958	468	838	243	—	4,351,697	
Closing balance	7,413,645	7,581,275	25,913,587	102,587	957,023	211,702	32,018,424	1,049,155	14,471,044	5,126,740	2,121,490	1,977,682	2,082,981	624,958	101,652,293	

(Rs. in 000's)

Particulars	Linked Group Funds														Total
	Balanced	Income	Short-Term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced Fund	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short Term Debt Fund	Group Return Guarantee	Group Return Guarantee II		
Opening balance	4,651,569	1,464,988	5,498,722	1,006,176	213,037	3,701	2,512,566	11,577	249,982	20,001	25,182	—	—	15,657,501	
Add: Additions during the year*	1,067,287	2,798,384	4,753,483	2,721,714	510,457	1,741,484	987,252	57,410	42,564	60	20,185	2,269,529	6,275	16,976,084	
Less: Deductions during the year**	1,111,641	1,183,382	5,596,029	856,698	130,829	572	1,104,459	5,533	—	20,000	—	75	—	10,009,218	
Closing balance	4,607,215	3,079,990	4,656,176	2,871,192	592,665	1,744,613	2,395,359	63,454	292,546	61	45,367	2,269,454	6,275	22,624,367	

(Rs. in 000's)

Particulars	Linked Health Funds											Grand Total
	Health Saver Balancer	Health Saver Protector	Health Saver Flexi Balanced	Health Saver Flexi Growth	Health Saver Preserver	Health Saver Multiplier	Health Saver Return Guarantee	Health Saver Return Guarantee II	Health Saver Return Guarantee III	Health Return Guarantee IV	Total	
Opening balance	—	—	—	—	—	—	—	—	—	—	—	207,347,682
Add: Additions during the year*	4,134	22,841	3,610	76,103	1,388	12,159	68,752	74,394	70,465	22,547	356,393	145,862,923
Less: Deductions during the year**	9	40	—	1	—	—	70	13	18	—	151	33,792,743
Closing balance	4,125	22,801	3,610	76,102	1,388	12,159	68,682	74,381	70,447	22,547	356,242	319,417,862

\* Represents unit creation

\*\* Represents unit cancellations



# schedules



forming part of the financial statements

Continued

## Schedule: F-2 INVESTMENTS

(Rs. in 000's)

Particulars	Linked Life Funds																Total
	Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H Fund	Multiplier	Return Guarantee	Return Guarantee II	Return Guarantee III	Return Guarantee IV	
<b>Approved Investments</b>																	
Government Bonds	2,446,346	2,061,127	2,000,390	473,496	37,590	—	129,843	149,943	—	116,131	—	—	—	—	—	—	7,414,866
Corporate Bonds	3,911,160	3,555,854	64,467	931,403	72,597	—	214,168	238,052	—	193,371	200,000	—	312,913	354,308	284,200	—	10,332,493
Infrastructure Bonds	4,104,019	3,188,103	626,136	625,152	49,046	395,370	203,358	184,730	—	146,837	—	458,273	212,223	306,424	247,913	—	10,747,584
Equity*	5,378,399	—	51,168,870	—	409	—	186,824	339,196	22,301,431	453,265	5,162,474	6,222,512	—	—	—	—	91,213,380
Money Market	2,985,756	2,266,713	12,585,311	635,615	54,686	1,531,253	132,224	189,652	4,799,144	128,141	674,700	568,648	—	—	1,554	—	26,553,397
Mutual Funds	858,010	586,171	664,892	136,839	10,917	114,322	44,982	57,001	748,282	52,633	271,643	349,344	25,597	27,069	112	—	3,947,814
Deposit with Banks	254,273	1,295,065	666,933	426,538	15,675	479,456	88,858	95,243	158,816	29,089	113,900	—	91,391	9,045	96,705	—	3,820,987
<b>Total</b>	<b>19,937,963</b>	<b>12,953,033</b>	<b>67,776,999</b>	<b>3,229,043</b>	<b>240,920</b>	<b>2,520,401</b>	<b>1,000,257</b>	<b>1,253,817</b>	<b>28,007,673</b>	<b>1,119,467</b>	<b>6,422,717</b>	<b>7,598,777</b>	<b>642,124</b>	<b>696,846</b>	<b>630,484</b>	<b>—</b>	<b>154,030,521</b>
<b>Other Investments</b>																	
Corporate Bonds	345,399	310,625	538,088	20,638	5,586	172,099	15,742	9,586	—	8,144	—	—	—	—	—	—	1,425,907
Infrastructure Bonds	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Equity	765,690	—	7,402,459	—	—	—	31,280	49,732	3,563,501	72,875	574,460	1,114,210	—	—	—	—	13,574,207
Money Market	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Mutual Funds	71,426	913,399	—	54,332	17,127	131,631	48,155	82,008	—	87,405	141,052	269,868	—	—	—	—	1,816,403
Venture Fund	—	—	—	—	—	—	—	21,979	—	—	—	—	—	—	—	—	21,979
<b>Total</b>	<b>1,182,515</b>	<b>1,224,024</b>	<b>7,940,547</b>	<b>74,970</b>	<b>22,713</b>	<b>303,730</b>	<b>95,177</b>	<b>163,305</b>	<b>3,563,501</b>	<b>168,424</b>	<b>715,512</b>	<b>1,384,078</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>16,838,496</b>
<b>GRAND TOTAL</b>	<b>21,120,478</b>	<b>14,177,057</b>	<b>75,717,546</b>	<b>3,304,013</b>	<b>263,633</b>	<b>2,824,131</b>	<b>1,095,434</b>	<b>1,417,122</b>	<b>31,571,174</b>	<b>1,287,891</b>	<b>7,138,229</b>	<b>8,982,855</b>	<b>642,124</b>	<b>696,846</b>	<b>630,484</b>	<b>—</b>	<b>170,869,017</b>
% of Approved Investments to Total	94%	91%	90%	98%	91%	89%	91%	88%	89%	87%	90%	85%	100%	100%	100%	0%	90%
% of Other Investments to Total	6%	9%	10%	2%	9%	11%	9%	12%	11%	13%	10%	15%	0%	0%	0%	0%	10%

\* Includes investments in preference shares amounting to Rs 83,955 (thousand)

(Rs. in 000's)

Particulars	Linked Pension Funds														
	Balancer	Protector Income	Maximiser Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H Fund	Pension Multiplier	Pension Return Guarantee	Pension Return Guarantee II	Pension Return Guarantee III	Pension Return Guarantee IV	Total
Approved Investments															
Government Bonds	1,017,749	1,214,325	—	16,375	—	25,812	—	84,445	—	—	—	—	—	—	2,358,706
Corporate Bonds	1,677,499	1,925,851	—	27,397	268	40,781	—	107,453	300,000	—	1,190,702	1,002,231	965,296	—	7,237,478
Infrastructure Bonds	1,699,233	1,777,083	245,901	24,827	129,458	30,829	—	82,960	—	—	815,258	879,360	846,536	—	6,531,445
Equity*	2,159,054	—	14,558,289	—	—	38,330	16,093,553	314,788	8,161,975	2,541,474	—	—	—	—	43,867,463
Money Market	1,393,247	1,198,137	3,919,023	20,021	526,693	52,053	3,360,668	175,181	616,754	596,774	—	—	—	—	11,858,551
Mutual Funds	365,340	343,697	596,573	4,885	39,182	8,967	412,100	36,821	432,700	106,077	47,656	44,048	636	—	2,438,682
Deposit with Banks	85,535	1,522,304	241,714	19,070	173,697	9,747	—	15,733	199,782	49,700	24,785	23,303	234,715	—	2,600,085
Total	8,397,657	7,981,397	19,561,500	112,575	869,298	206,519	19,866,321	817,381	9,711,211	3,294,025	2,078,401	1,948,942	2,047,183	—	76,892,410
Other Investments															
Corporate Bonds	112,938	88,310	—	2,922	42,665	3,077	3,971	3,338	—	—	—	—	—	—	257,221
Infrastructure Bonds	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Equity	297,618	—	2,042,556	—	—	6,464	2,841,308	60,659	1,036,512	556,796	—	—	—	—	6,841,913
Money Market	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Mutual Funds	267,325	266,823	—	2,061	59,874	2,664	—	20,923	536,764	—	—	—	—	—	1,156,434
Venture Fund	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total	677,881	355,133	2,042,556	4,983	102,539	12,205	2,845,279	84,920	1,573,276	556,796	—	—	—	—	8,255,568
GRAND TOTAL	9,075,538	8,336,530	21,604,056	117,558	971,837	218,724	22,711,600	902,301	11,284,487	3,850,821	2,078,401	1,948,942	2,047,183	—	85,147,978
% of Approved Investments to Total	93%	96%	91%	96%	89%	94%	87%	91%	86%	86%	100%	100%	100%	0%	90%
% of Other Investments to Total	7%	4%	9%	4%	11%	6%	13%	9%	14%	14%	0%	0%	0%	0%	10%

\* Includes investments in preference shares amounting to Rs 83,955 (thousand)



# schedules

forming part of the financial statements

Continued

## Schedule: F-2

### INVESTMENTS (Continued)

(Rs. in 000's)

Particulars	Linked Group Funds														Total
	Balanced	Income	Short-Term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced Fund	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short Term Debt Fund	Group Return Guarantee	Group Return Guarantee II		
Approved Investments															
Government Bonds	911,331	552,981	—	—	76,933	—	191,953	6,196	36,789	65	—	—	—	1,776,248	
Corporate Bonds	1,698,410	1,083,700	373,306	254,931	104,314	977,321	313,719	7,259	52,884	170	1,428	1,070,609	—	5,938,061	
Infrastructure Bonds	1,282,232	824,245	925,023	770,597	66,021	734,578	308,748	5,967	39,108	62	4,433	1,059,911	—	6,020,925	
Equity*	741,654	—	—	—	72,817	—	1,096,600	17,331	37,219	—	—	—	—	1,965,621	
Money Market	753,858	382,383	1,619,650	892,458	158,395	—	102,284	17,637	42,203	56	9,230	—	—	3,978,154	
Mutual Funds	61,958	134,580	188,509	37,395	—	44,818	43,824	879	11,931	22	1,101	13,138	—	538,155	
Deposit with Banks	28,387	128,049	1,011,857	651,677	126,561	—	—	1,502	49,040	137	8,814	115,436	—	2,121,460	
Total	5,477,830	3,105,938	4,118,345	2,607,058	605,041	1,756,717	2,057,128	56,771	269,184	512	25,006	2,259,094	—	22,338,624	
Other Investments															
Corporate Bonds	51,358	16,592	516,803	251,682	6,204	158,242	12,286	187	—	—	—	—	—	1,013,354	
Infrastructure Bonds	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Equity	101,236	—	—	—	12,248	—	157,695	3,198	5,666	—	—	—	—	280,043	
Money Market	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Mutual Funds	—	154,291	4,019	—	—	—	—	—	14,760	16	1,819	—	—	174,905	
Venture Fund	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Total	152,594	170,883	520,822	251,682	18,452	158,242	169,981	3,385	20,426	16	1,819	—	—	1,468,302	
GRAND TOTAL	5,630,424	3,276,821	4,639,167	2,858,740	623,493	1,914,959	2,227,109	60,156	289,610	528	26,825	2,259,094	—	23,806,926	
% of Approved Investments to Total	97%	95%	89%	91%	97%	92%	92%	94%	93%	97%	93%	100%	0%	94%	
% of Other Investments to Total	3%	5%	11%	9%	3%	8%	8%	6%	7%	3%	7%	0%	0%	6%	

\* Includes investments in preference shares amounting to Rs 83,955 (thousand)

(Rs. in 000's)

Particulars	Linked Health Funds										Total	Grand Total
	Health Saver Balancer	Health Saver Protector	Health Saver Flexi Balanced	Health Saver Flexi Growth	Health Saver Preserver	Health Saver Multiplier	Health Saver Return Guarantee	Health Saver Return Guarantee II	Health Saver Return Guarantee III	Health Return Guarantee IV		
Approved Investments												
Government Bonds	182	1,449	167	—	—	—	—	—	—	—	1,798	11,551,618
Corporate Bonds	112	1,146	76	—	—	—	24,904	30,734	27,067	—	84,039	23,592,071
Infrastructure Bonds	112	2,690	139	122	26	36	16,691	24,619	24,110	—	68,545	23,368,499
Equity*	585	—	866	47,079	—	7,614	—	—	—	—	56,144	137,102,608
Money Market	1,232	6,101	606	1,325	533	1,792	—	—	—	—	11,589	42,401,691
Mutual Funds	22	681	102	2,433	40	23	2,135	2,553	317	—	8,306	6,932,957
Deposit with Banks	725	3,653	671	4,000	308	—	12,941	1,900	8,272	—	32,470	8,575,002
Total	2,970	15,720	2,627	54,959	907	9,465	56,671	59,806	59,766	—	262,891	253,524,446
Other Investments												
Corporate Bonds	—	—	—	—	—	—	—	—	—	—	—	2,696,482
Infrastructure Bonds	—	—	—	—	—	—	—	—	—	—	—	—
Equity	91	—	156	7,124	—	1,562	—	—	—	—	8,933	20,705,096
Money Market	—	—	—	—	—	—	—	—	—	—	—	—
Mutual Funds	—	891	—	2,882	50	—	—	2,724	—	—	6,547	3,154,289
Venture Fund	—	—	—	—	—	—	—	—	—	—	—	21,979
Total	91	891	156	10,006	50	1,562	—	2,724	—	—	15,480	26,577,846
GRAND TOTAL	3,061	16,611	2,783	64,965	957	11,027	56,671	62,530	59,766	—	278,371	280,102,292
% of Approved Investments to Total	97%	95%	94%	85%	95%	86%	100%	96%	100%	0%	94%	
% of Other Investments to Total	3%	5%	6%	15%	5%	14%	0%	4%	0%	0%	6%	

\* Includes investments in preference shares amounting to Rs 83,955 (thousand)



# schedules



forming part of the financial statements

Continued

## Schedule: F-3

### CURRENT ASSETS

(Rs. in 000's)

Particulars	Linked Life Funds																Total
	Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H Fund	Multiplier	Return Guarantee	Return Guarantee II	Return Guarantee III	Return Guarantee IV	
Accrued Interest	329,923	350,567	102,277	86,531	6,498	34,956	21,760	24,523	801	14,100	1,922	9,032	18,623	19,701	17,884	—	1,039,098
Cash & Bank Balance	9	6	7,909	10	10	10	9	10	10	10	9	9	9	10	9	—	8,039
Dividend Receivable	2,311	—	17,368	—	—	—	—	80	9,349	160	1,250	3,487	—	—	—	—	34,005
Receivable for Sale of Investments	338,302	166,873	1,105,206	41,345	3,388	—	13,912	23,527	943,093	25,776	55,066	107,260	—	—	—	—	2,823,748
Unit Collection A/c	44,603	88,769	270,504	17,910	1,415	33,795	2,818	8,496	408,563	26,036	179,592	109,687	1,132	4,366	107,544	206,294	1,511,524
Other Current Assets (for Investments)	2	—	7	—	—	—	—	—	—	—	—	—	—	—	—	—	9
Appropriation/Expropriation (Asset)	(24,483)	735	207,880	172	161	143	973	1,621	69,813	2,218	18,961	24,370	33	36	32	—	302,665
Total	690,667	606,950	1,711,151	145,968	11,472	68,904	39,472	58,257	1,431,629	68,300	256,800	253,845	19,797	24,113	125,469	206,294	5,719,088

(Rs. in 000's)

Particulars	Linked Pension Funds														
	Balancer	Protector Income	Maximiser Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H Fund	Pension Multiplier	Pension Return Guarantee	Pension Return Guarantee II	Pension Return Guarantee III	Pension Return Guarantee IV	Total
Accrued Interest	126,526	187,269	4,002	3,333	8,102	3,965	675	7,904	1,258	387	61,910	54,209	50,618	—	510,158
Cash & Bank Balance	9	10	11	10	10	9	10	10	10	10	10	13	10	—	132
Dividend Receivable	—	—	5,199	—	—	4	8,233	127	2,241	1,345	—	—	—	—	17,149
Receivable for Sale of Investments	145,334	91,361	278,681	1,483	—	2,792	449,083	18,784	203,481	68,698	—	—	—	—	1,259,697
Unit Collection A/c	41,582	82,534	84,169	570	26,215	383	221,042	10,482	241,322	82,919	(597)	(634)	15,615	617,927	1,423,529
Other Current Assets (for Investments)	1	—	1	—	—	—	—	—	—	—	—	—	—	—	2
Appropriation/Expropriation (Asset)	10,393	431	58,925	72	49	194	50,242	1,552	30,232	10,370	107	100	103	—	162,770
Total	323,845	361,605	430,988	5,468	34,376	7,347	729,285	38,859	478,544	163,729	61,430	53,688	66,346	617,927	3,373,437

(Rs. in 000's)

Particulars	Linked Group Funds														Total
	Balanced	Income	Short-Term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced Fund	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short Term Debt Fund	Group Return Guarantee	Group Return Guarantee II		
Accrued Interest	120,720	62,207	78,056	56,493	10,804	80,676	23,310	598	5,863	22	712	55,730	—	495,191	
Cash & Bank Balance	9	10	10	10	14	9	11	11	9	9	11	11	—	124	
Dividend Receivable	420	—	—	—	38	—	528	9	20	—	—	—	—	1,015	
Receivable for Sale of Investments	60,298	38,369	—	—	9,061	—	32,097	483	4,154	4	—	—	—	144,466	
Unit Collection A/c	63,884	14,503	661,836	214,712	4,491	3,945	28,890	317	2,368	60	20,185	643	6,275	1,022,109	
Other Current Assets (for Investments)	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Appropriation/Expropriation (Asset)	(3,429)	169	(236)	146	380	100	(3,813)	69	177	—	1	116	—	(6,320)	
Total	241,902	115,258	739,666	271,361	24,788	84,730	81,023	1,487	12,591	95	20,909	56,500	6,275	1,656,585	

(Rs. in 000's)

Particulars	Linked Health Funds										Total	Grand Total
	Health Saver Balancer	Health Saver Protector	Health Saver Flexi Balanced	Health Saver Flexi Growth	Health Saver Preserver	Health Saver Multiplier	Health Saver Return Guarantee	Health Saver Return Guarantee II	Health Saver Return Guarantee III	Health Return Guarantee IV		
Accrued Interest	62	328	37	15	21	—	1,565	1,644	1,810	—	5,482	2,049,929
Cash & Bank Balance	10	11	10	10	10	10	10	10	10	—	91	8,386
Dividend Receivable	—	—	—	—	—	—	—	—	—	—	—	52,169
Receivable for Sale of Investments	19	102	16	3,630	—	258	—	—	—	—	4,025	4,231,936
Unit Collection A/c	653	3,395	545	9,424	279	1,366	777	2,199	4,985	20,997	44,620	4,001,782
Other Current Assets (for Investments)	—	—	—	—	—	—	—	—	—	—	—	11
Appropriation / Expropriation (Asset)	3	1	5	136	—	22	3	3	3	—	176	459,291
Total	747	3,837	613	13,215	310	1,656	2,355	3,856	6,808	20,997	54,394	10,803,504



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## Schedule: F - 4

### CURRENT LIABILITIES

(Rs. in 000's)

Particulars	Linked Life Funds																Total
	Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H Fund	Multiplier	Return Guarantee	Return Guarantee II	Return Guarantee III	Return Guarantee IV	
Payable for Purchase of Investments	124,344	—	1,357,502	—	—	—	—	31,054	934,629	—	301,710	240,656	—	—	12,417	—	3,002,312
Other Current Liabilities	1,271	534	4,822	122	9	59	39	49	1,867	68	374	540	29	31	30	—	9,844
Unit Payable a/c #	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
<b>Total</b>	<b>125,615</b>	<b>534</b>	<b>1,362,324</b>	<b>122</b>	<b>9</b>	<b>59</b>	<b>39</b>	<b>31,103</b>	<b>936,496</b>	<b>68</b>	<b>302,084</b>	<b>241,196</b>	<b>29</b>	<b>31</b>	<b>12,447</b>	<b>—</b>	<b>3,012,156</b>

(Rs. in 000's)

Particulars	Linked Pension Funds														
	Balancer	Protector Income	Maximiser Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H Fund	Pension Multiplier	Pension Return Guarantee	Pension Return Guarantee II	Pension Return Guarantee III	Pension Return Guarantee IV	Total
Payable for Purchase of Investments	150,080	—	464,750	—	—	—	435,711	—	497,880	150,409	—	8,621	32,045	—	1,739,496
Other Current Liabilities	373	291	1,030	4	20	8	1,168	33	567	216	95	89	95	—	3,989
Unit Payable a/c #	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total	150,453	291	465,780	4	20	8	436,879	33	498,447	150,625	95	8,710	32,140	—	1,743,485

(Rs. in 000's)

Particulars	Linked Group Funds														
	Balanced	Income	Short-Term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced Fund	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short Term Debt Fund	Group Return Guarantee	Group Return Guarantee II	Total	
Payable for Purchase of Investments	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Other Current Liabilities	226	121	178	125	35	91	88	4	11	—	1	122	—	1,002	
Unit Payable a/c #	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
Total	226	121	178	125	35	91	88	4	11	—	1	122	—	1,002	

(Rs. in 000's)

Particulars	Linked Health Funds											Total	Grand Total
	Health Saver Balancer	Health Saver Protector	Health Saver Flexi Balanced	Health Saver Flexi Growth	Health Saver Preserver	Health Saver Multiplier	Health Saver Return Guarantee	Health Saver Return Guarantee II	Health Saver Return Guarantee III	Health Saver Return Guarantee IV			
Payable for Purchase of Investments	71	—	87	6,973	—	1,354	—	—	1,139	—	9,624	4,751,432	
Other Current Liabilities	—	—	—	3	—	—	3	3	3	—	12	14,847	
Unit Payable a/c #	—	—	—	—	—	—	—	—	—	—	—	—	
Total	71	—	87	6,976	—	1,354	3	3	1,142	—	9,636	4,766,279	

# Represents inter fund receivables or payables, if any



# schedules



forming part of the financial statements

Continued

## FUND BALANCE SHEET AS AT MARCH 31, 2008

Form A-BS(UL)

(Rs. in 000's)

Particulars	Schedule	Linked Life Funds													Total
		Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H. Fund	Multiplier		
SOURCES OF FUNDS															
Policyholders' Funds:															
Policyholder contribution	F-1	16,395,721	7,808,124	72,538,052	1,936,635	195,618	1,092,233	869,645	920,346	27,987,684	902,581	1,492,801	5,994,628	138,134,068	
Revenue Account		7,353,792	1,489,577	24,722,766	(5,489)	12,577	260,349	64,290	20,207	(415,549)	27,081	33,896	(760,759)	32,802,738	
Total		23,749,513	9,297,701	97,260,818	1,931,146	208,195	1,352,582	933,935	940,553	27,572,135	929,662	1,526,697	5,233,869	170,936,806	
APPLICATION OF FUNDS															
Investments	F-2	22,895,609	8,900,068	97,209,031	1,808,956	194,757	1,340,564	925,453	982,190	27,170,517	916,632	1,121,337	4,947,369	168,412,483	
Current Assets	F-3	1,154,757	494,772	2,907,925	142,110	15,584	26,324	39,823	38,026	1,265,605	60,559	589,041	646,553	7,381,079	
Less: Current Liabilities and Provisions	F-4	300,853	97,139	2,856,138	19,920	2,146	14,306	31,341	79,663	863,986	47,529	183,681	360,054	4,856,756	
Net current assets		853,904	397,633	51,787	1,22,190	13,438	12,018	8,482	(41,637)	401,619	13,030	405,360	286,499	2,524,323	
Total		23,749,513	9,297,701	97,260,818	1,931,146	208,195	1,352,582	933,935	940,553	27,572,136	929,662	1,526,697	5,233,868	170,936,806	
(a) Net Asset as per Balance Sheet (Total Assets less Current Liabilities and Provisions) (Rs. in 000's)		23,749,513	9,297,701	97,260,818	1,931,146	208,195	1,352,582	933,935	940,553	27,572,136	929,662	1,526,697	5,233,868	170,936,806	
(b) Number of Units outstanding (In 000's)		1,010,785	644,520	2,365,395	153,930	16,398	105,101	62,041	73,565	2,216,959	79,758	144,404	620,631	7,493,487	
(c) NAV per Unit (a)/(b) (Rs.)		23.50	14.43	41.12	12.55	12.70	12.87	15.05	12.79	12.44	11.66	10.57	8.43		

(Rs. in 000's)

Particulars	Schedule	Linked Pension Funds											Total
		Balancer	Protector Income	Maximer Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H. Fund	Pension Multiplier		
SOURCES OF FUNDS													
Policyholders' Funds:													
Policyholder contribution	F-1	5,871,885	3,317,721	19,266,618	86,257	138,990	166,444	18,383,855	505,707	3,173,823	2,644,803	53,556,103	
Revenue Account		2,357,158	604,854	4,631,049	10,655	18,325	25,150	(1,174,127)	15,792	66,654	(124,731)	6,430,779	
Total		8,229,043	3,922,575	23,897,667	96,912	157,315	191,594	17,209,728	521,499	3,240,477	2,520,072	59,986,882	
APPLICATION OF FUNDS													
Investments	F-2	7,960,173	3,693,204	23,597,285	90,828	155,583	191,344	17,522,923	493,241	2,320,118	2,295,295	58,319,994	
Current Assets	F-3	424,431	269,825	1,035,064	7,085	3,379	6,937	711,251	30,566	1,198,695	335,394	4,022,627	
Less: Current Liabilities and Provisions	F-4	155,561	40,454	734,682	1,001	1,647	6,687	1,024,446	2,308	278,336	110,617	2,355,739	
Net current assets		268,870	229,371	300,382	6,084	1,732	250	(313,195)	28,258	920,359	224,777	1,666,888	
Total		8,229,043	3,922,575	23,897,667	96,912	157,315	191,594	17,209,728	521,499	3,240,477	2,520,072	59,986,882	
(a) Net Asset as per Balance Sheet (Total Assets less Current Liabilities and Provisions) (Rs. in 000's)		8,229,043	3,922,575	23,897,667	96,912	157,315	191,594	17,209,728	521,499	3,240,477	2,520,072	59,986,882	
(b) Number of Units outstanding (In 000's)		407,170	284,682	700,108	7,792	12,233	12,675	1,374,063	42,610	309,212	271,136	3,421,682	
(c) NAV per Unit (a)/(b) (Rs.)		20.21	13.78	34.13	12.44	12.86	15.12	12.52	12.24	10.48	9.29		



# schedules

forming part of the financial statements

Continued

## FUND BALANCE SHEET AS AT MARCH 31, 2008 (Continued)

Form A-BS(UL)

(Rs. in 000's)

Particulars	Schedule	Linked Group Funds											Total	Grand Total
		Balanced	Income	Short-Term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced Fund	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short Term Debt Fund		
SOURCES OF FUNDS														
Policyholders' Funds:														
Policyholder contribution	F-1	4,651,569	1,464,988	5,498,722	1,006,176	213,037	3,701	2,512,566	11,577	249,982	20,001	25,182	15,657,501	207,347,672
Revenue Account		1,153,666	93,488	343,776	49,627	44,282	419	392,569	2,518	—	—	—	2,080,345	41,313,862
Total		5,805,235	1,558,476	5,842,498	1,055,803	257,319	4,120	2,905,135	14,095	249,982	20,001	25,182	17,737,846	248,661,534
APPLICATION OF FUNDS														
Investments	F-2	5,277,395	1,453,614	4,972,369	861,525	240,959	3,823	2,834,831	13,919	249,982	20,001	25,182	15,953,600	242,686,077
Current Assets	F-3	580,244	121,324	870,297	194,309	18,465	339	127,265	670	249,982	20,001	25,182	2,208,078	13,611,784
Less: Current Liabilities and Provisions	F-4	52,404	16,462	168	31	2,105	42	56,961	494	249,982	20,001	25,182	423,832	7,636,327
Net current assets		527,840	104,862	870,129	194,278	16,360	297	70,304	176	—	—	—	1,784,246	5,975,457
Total		5,805,235	1,558,476	5,842,498	1,055,803	257,319	4,120	2,905,135	14,095	249,982	20,001	25,182	17,737,846	248,661,534
(a) Net Asset as per Balance Sheet (Total Assets less Current Liabilities and Provisions) (Rs. in 000's)		5,805,235	1,558,476	5,842,498	1,055,803	257,319	4,120	2,905,135	14,095	249,982	20,001	25,182	17,737,846	248,661,534
(b) Number of Units outstanding (In 000's)		329,804	115,396	434,339	90,481	20,542	359	121,784	1,215	24,998	2,000	2,518	1,143,437	12,058,606
(c) NAV per Unit (a)/(b) (Rs.)		17.60	13.51	13.45	11.67	12.53	11.47	23.85	11.60	10.00	10.00	10.00		

Schedule: F-1

## POLICYHOLDERS' CONTRIBUTION

(Rs. in 000's)

Particulars	Linked Life Funds												Total
	Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H. Fund	Multiplier	
Opening balance	18,018,615	6,885,489	52,680,116	855,520	137,059	1,138,820	543,197	375,760	2,751,428	140,549	—	—	83,526,553
Add: Additions during the year*	7,136,876	3,147,359	29,904,947	1,086,825	62,149	440,080	329,823	545,429	25,666,431	792,516	1,492,903	5,994,628	76,599,966
Less: Deductions during the year*	8,759,770	2,224,724	10,047,011	5,710	3,590	486,667	3,375	843	430,175	30,484	102	—	21,992,451
<b>Closing balance</b>	<b>16,395,721</b>	<b>7,808,124</b>	<b>72,538,052</b>	<b>1,936,635</b>	<b>195,618</b>	<b>1,092,233</b>	<b>869,645</b>	<b>920,356</b>	<b>27,987,684</b>	<b>902,581</b>	<b>1,492,801</b>	<b>5,994,628</b>	<b>138,134,068</b>

(Rs. in 000's)

Particulars	Linked Pension Funds										
	Balancer	Protector Income	Maximiser Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H. Fund	Pension Multiplier	Total
Opening balance	5,536,341	2,907,104	10,856,541	69,812	76,915	108,614	1,203,846	51,589	—	—	20,810,762
Add: Additions during the year*	2,354,005	1,317,970	9,718,863	20,298	120,435	59,625	17,260,549	493,313	3,174,298	2,644,803	37,164,159
Less: Deductions during the year**	2,018,461	907,353	1,308,786	3,853	58,360	1,795	80,540	39,195	475	—	4,418,818
Closing balance	5,871,885	3,317,721	19,266,618	86,257	138,990	166,444	18,383,855	505,707	3,173,823	2,644,803	53,556,103

(Rs. in 000's)

Particulars	Linked Group Funds											Total	Grand Total
	Balanced	Income	Short-Term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced Fund	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short Term Debt Fund		
Opening balance	3,935,925	408,953	1,944,783	359,509	202,048	2,566	1,193,325	13,889	—	—	—	8,060,998	112,398,313
Add: Additions during the year*	2,754,323	1,875,729	6,517,310	721,605	46,181	1,706	1,911,547	5,046	249,982	20,001	25,182	14,128,612	127,892,736
Less: Deductions during the year**	2,038,679	819,694	2,963,371	74,938	35,192	571	592,306	7,358	—	—	—	6,532,109	32,943,378
<b>Closing balance</b>	<b>4,651,569</b>	<b>1,464,988</b>	<b>5,498,722</b>	<b>1,006,176</b>	<b>213,037</b>	<b>3,701</b>	<b>2,512,566</b>	<b>11,577</b>	<b>249,982</b>	<b>20,001</b>	<b>25,182</b>	<b>15,657,501</b>	<b>207,347,671</b>

\* Represents units creation.

\*\* Represents units cancellations.



# schedules

**Schedule: F-2**  
**INVESTMENTS**

(Rs. in 000's)

Particulars	Linked Life Funds												Total
	Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H. Fund	Multiplier	
<b>Approved Investments</b>													
Government Bonds	1,694,824	1,023,039	—	192,094	18,681	—	51,498	42,374	—	38,682	—	—	3,061,192
Corporate Bonds	3,763,467	2,303,401	37,331	398,172	53,398	31,925	184,396	154,489	24,618	99,445	—	—	7,050,642
Infrastructure Bonds	4,040,730	2,538,884	67	456,490	47,265	5,163	162,559	110,756	13,004	103,831	—	—	7,478,749
Equity *	7,371,635	—	82,769,235	—	813	—	195,398	278,472	19,793,379	352,111	705,740	4,092,075	115,558,858
Money Market	3,402,572	2,205,749	42,256	636,140	60,675	1,202,677	197,115	231,947	1,672,036	135,052	212,563	—	9,998,782
Mutual Funds	—	—	—	—	—	—	—	—	—	—	—	—	—
<b>Total</b>	<b>20,273,228</b>	<b>8,071,073</b>	<b>82,848,889</b>	<b>1,682,896</b>	<b>180,832</b>	<b>1,239,765</b>	<b>790,966</b>	<b>818,038</b>	<b>21,503,037</b>	<b>729,121</b>	<b>918,303</b>	<b>4,092,075</b>	<b>143,148,223</b>
<b>Other Investments</b>													
Corporate Bonds	786,363	477,449	—	63,192	6,845	100,751	22,627	30,397	15,566	10,268	—	—	1,513,458
Infrastructure Bonds	—	—	—	—	—	—	—	—	—	—	—	—	—
Equity	1,153,650	—	11,903,392	—	—	—	66,734	87,105	5,357,518	133,137	202,476	787,590	19,691,602
Money Market	—	—	—	—	—	—	—	—	—	—	—	—	—
Mutual Funds	682,368	351,546	2,456,750	62,868	7,080	48	45,126	46,650	294,396	44,106	558	67,704	4,059,200
<b>Total</b>	<b>2,622,381</b>	<b>828,995</b>	<b>14,360,142</b>	<b>126,060</b>	<b>13,925</b>	<b>100,799</b>	<b>134,487</b>	<b>164,152</b>	<b>5,667,480</b>	<b>187,511</b>	<b>203,034</b>	<b>855,294</b>	<b>25,264,260</b>
<b>Grand Total</b>	<b>22,895,609</b>	<b>8,900,068</b>	<b>97,209,031</b>	<b>1,808,956</b>	<b>194,757</b>	<b>1,340,564</b>	<b>925,453</b>	<b>982,190</b>	<b>27,170,517</b>	<b>916,632</b>	<b>1,121,337</b>	<b>4,947,369</b>	<b>168,412,483</b>
% of Approved Investments to Total	89%	91%	85%	93%	93%	92%	85%	83%	79%	80%	82%	83%	
% of Other Investments to Total	11%	9%	15%	7%	7%	8%	15%	17%	21%	20%	18%	17%	

\* Includes investments in preference shares amounting to Rs. 112,119 (thousand).

(Rs. in 000's)

Particulars	Linked Pension Funds										Total
	Balancer	Protector Income	Maximiser Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H. Fund	Pension Multiplier	
<b>Approved Investments</b>											
Government Bonds	594,007	424,446	—	9,166	—	9,809	—	20,586	—	—	1,058,014
Corporate Bonds	1,177,736	836,969	—	23,970	13,108	36,481	28,530	41,437	—	—	2,158,231
Infrastructure Bonds	1,356,486	907,024	—	20,102	541	27,177	—	47,008	—	—	2,358,338
Equity *	2,471,442	—	19,953,061	—	—	41,287	12,422,560	181,236	1,515,121	1,863,407	38,448,114
Money Market	1,262,625	1,151,297	—	31,251	125,051	51,897	1,087,372	94,615	404,188	19,738	4,228,034
Mutual Funds	—	—	—	—	—	—	—	—	—	—	—
<b>Total</b>	<b>6,862,296</b>	<b>3,319,736</b>	<b>19,953,061</b>	<b>84,489</b>	<b>138,700</b>	<b>166,651</b>	<b>13,538,462</b>	<b>384,882</b>	<b>1,919,309</b>	<b>1,883,145</b>	<b>48,250,731</b>
<b>Other Investments</b>											
Corporate Bonds	269,511	207,970	—	3,123	13,499	4,032	—	6,868	—	—	505,003
Infrastructure Bonds	—	—	—	—	—	—	—	—	—	—	—
Equity	387,480	—	3,243,562	—	—	12,555	3,943,649	84,505	399,885	354,868	8,426,504
Money Market	—	—	—	—	—	—	—	—	—	—	—
Mutual Funds	440,886	165,498	400,662	3,216	3,384	8,106	40,812	16,986	924	57,282	1,137,756
<b>Total</b>	<b>1,097,877</b>	<b>373,468</b>	<b>3,644,224</b>	<b>6,339</b>	<b>16,883</b>	<b>24,693</b>	<b>3,984,461</b>	<b>108,359</b>	<b>400,809</b>	<b>412,150</b>	<b>10,069,263</b>
<b>Grand Total</b>	<b>7,960,173</b>	<b>3,693,204</b>	<b>23,597,285</b>	<b>90,828</b>	<b>155,583</b>	<b>191,344</b>	<b>17,522,923</b>	<b>493,241</b>	<b>2,320,118</b>	<b>2,295,295</b>	<b>58,319,994</b>
% of Approved Investments to Total	86%	90%	85%	93%	89%	87%	77%	78%	83%	82%	
% of Other Investments to Total	14%	10%	15%	7%	11%	13%	23%	22%	17%	18%	

\* Includes investments in preference shares to Rs. 112,119 (thousand).



# schedules

forming part of the financial statements

Continued

## Schedule: F-2

### INVESTMENTS (Continued)

(Rs. in 000's)

Particulars	Linked Group Funds											Total	Grand Total
	Balanced	Income	Short-Term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced Fund	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short-Term Debt Fund		
<b>Approved Investments</b>													
Government Bonds	504,358	179,550	—	—	19,478	287	137,461	555	—	—	—	841,689	4,960,895
Corporate Bonds	1,084,055	274,684	1,072,272	224,052	81,304	1,153	297,092	3,292	—	—	—	3,037,904	12,246,777
Infrastructure Bonds	1,100,313	419,515	1,140,186	233,839	41,621	1,035	373,870	1,911	—	—	—	3,312,290	13,149,377
Equity*	787,572	—	—	—	41,549	—	1,273,383	4,512	—	—	—	2,107,016	156,113,988
Money Market	1,297,471	495,975	2,084,099	312,009	39,595	1,043	329,639	1,676	249,982	20,001	25,182	4,856,672	19,083,488
Mutual Funds	—	—	—	—	—	—	—	—	—	—	—	—	—
<b>Total</b>	<b>4,773,769</b>	<b>1,369,724</b>	<b>4,296,557</b>	<b>769,900</b>	<b>223,547</b>	<b>3,518</b>	<b>2,411,445</b>	<b>11,946</b>	<b>249,982</b>	<b>20,001</b>	<b>25,182</b>	<b>14,155,571</b>	<b>205,554,525</b>
<b>Other Investments</b>													
Corporate Bonds	177,777	42,622	271,142	21,833	4,520	119	25,707	276	—	—	—	543,996	2,562,457
Infrastructure Bonds	—	—	—	—	—	—	—	—	—	—	—	—	—
Equity	126,547	—	—	—	6,736	—	241,631	959	—	—	—	375,873	28,493,979
Money Market	—	—	—	—	—	—	—	—	—	—	—	—	—
Mutual Funds	199,302	41,268	404,670	69,792	6,156	186	156,048	738	—	—	—	878,160	6,075,116
<b>Total</b>	<b>503,626</b>	<b>83,890</b>	<b>675,812</b>	<b>91,625</b>	<b>17,412</b>	<b>305</b>	<b>423,386</b>	<b>1,973</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>1,798,029</b>	<b>37,131,552</b>
<b>Grand Total</b>	<b>5,277,395</b>	<b>1,453,614</b>	<b>4,972,369</b>	<b>861,525</b>	<b>240,959</b>	<b>3,823</b>	<b>2,834,831</b>	<b>13,919</b>	<b>249,982</b>	<b>20,001</b>	<b>25,182</b>	<b>15,953,600</b>	<b>242,686,077</b>
% of Approved Investments to Total	90%	94%	86%	89%	93%	92%	85%	86%	100%	100%	100%		
% of Other Investments to Total	10%	6%	14%	11%	7%	8%	15%	14%	0%	0%	0%		

\* Includes investments in preference shares amounting to Rs 112,119 (thousand).

## Schedule: F-3

### CURRENT ASSETS

(Rs. in 000's)

Particulars	Linked Life Funds												Total
	Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H Fund	Multiplier	
Accrued Interest	400,878	257,067	1,840	47,535	5,045	34,562	16,790	13,251	3,610	12,340	49	—	792,967
Cash & Bank Balance	2	7	3,529	8	10	11	8	8	11	8	11	11	3,624
Dividend Receivable	1,397	—	10,271	—	—	—	19	40	3,367	88	—	1,308	16,490
Receivable for Sale of Investments	481,304	169,174	1,711,579	59,006	6,433	—	15,961	11,267	484,172	9,440	11,771	397,158	3,357,265
Unit Collection A/c	212,947	25,089	916,479	27,846	2,791	(8,181)	6,247	12,410	715,222	37,194	574,599	234,365	2,757,008
Other Current Assets (for Investments)	84,855	42,971	7	7,620	1,184	—	1	2	—	1	—	—	136,641
Appropriation/Expropriation (Asset)	(26,626)	464	264,220	95	121	(68)	797	1,048	59,223	1,488	2,611	13,711	317,084
<b>Total</b>	<b>1,154,757</b>	<b>494,772</b>	<b>2,907,925</b>	<b>142,110</b>	<b>15,584</b>	<b>26,324</b>	<b>39,823</b>	<b>38,026</b>	<b>1,265,605</b>	<b>60,559</b>	<b>589,041</b>	<b>646,553</b>	<b>7,381,079</b>

(Rs. in 000's)

Particulars	Linked Pension Funds										
	Balancer	Protector Income	Maximiser Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H. Fund	Pension Multiplier	Total
Accrued Interest	127,036	88,701	37	2,179	3,207	3,154	2,023	5,183	93	5	231,618
Cash & Bank Balance	9	6	8	12	11	10	12	12	11	8	99
Dividend Receivable	261	—	2,840	—	—	6	3,204	130	—	470	6,911
Receivable for Sale of Investments	176,064	90,099	792,993	2,995	—	2,730	231,318	6,593	25,307	134,195	1,462,294
Unit Collection A/c.	77,979	66,773	174,124	1,319	169	873	437,710	17,570	1,167,599	194,338	2,138,454
Other Current Assets (for Investments)	33,882	24,439	1	524	—	—	—	238	—	—	59,084
Appropriation/Expropriation (Asset)	9,200	(193)	65,061	56	(8)	164	36,984	840	5,685	6,378	124,167
Total	424,431	269,825	1,035,064	7,085	3,379	6,937	711,251	30,566	1,198,695	335,394	4,022,627



# schedules



forming part of the financial statements

Continued

## Schedule: F-3

### CURRENT ASSETS (Continued)

(Rs. in 000's)

Particulars	Linked Group Funds												Total	Grand Total
	Balanced	Income	Short-Term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short-Term Debt Fund			
Accrued Interest	113,457	38,620	105,979	18,758	6,046	112	28,891	243	—	—	—	312,106	1,336,691	
Cash & Bank Balance	10	10	8	11	13	12	8	13	—	—	—	85	3,808	
Dividend Receivable	66	—	—	—	11	—	97	1	—	—	—	175	23,576	
Receivable for Sale of Investments	138,495	57,878	—	—	7,506	70	37,497	144	—	—	—	241,590	5,061,149	
Unit Collection Account	313,929	18,575	700,907	163,568	4,456	130	50,797	248	249,982	20,001	25,182	1,547,775	6,443,237	
Other Current Assets (for Investments)	17,529	6,164	63,146	11,927	284	15	5,216	37	—	—	—	104,318	300,043	
Appropriation/ Expropriation (Asset)	(3,242)	77	257	45	149	—	4,759	(16)	—	—	—	2,029	443,280	
Total	580,244	121,324	870,297	194,309	18,465	339	127,265	670	249,982	20,001	25,182	2,208,078	13,611,784	

## Schedule: F - 4

### CURRENT LIABILITIES

(Rs. in 000's)

Particulars	Linked Life Funds												Total
	Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H. Fund	Multiplier	
Payable for Purchase of Investments	299,603	96,822	2,850,708	19,857	2,139	14,278	31,311	79,633	862,519	47,485	183,630	359,762	4,847,747
Other Current Liabilities	1,250	317	5,430	63	7	28	30	30	1,467	44	51	292	9,009
Unit Payable A/c#	—	—	—	—	—	—	—	—	—	—	—	—	—
Total	300,853	97,139	2,856,138	19,920	2,146	14,306	31,341	79,663	863,986	47,529	183,681	360,054	4,856,756

(Rs. in 000's)

Particulars	Linked Pension Funds										Total
	Balancer	Protector Income	Maximiser Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H. Fund	Pension Multiplier	
Payable for Purchase of Investments	155,251	40,322	733,628	998	1,644	6,681	1,023,685	2,292	278,225	110,497	2,353,223
Other Current Liabilities	310	132	1,054	3	3	6	761	16	111	120	2,516
Unit Payable A/c #	—	—	—	—	—	—	—	—	—	—	—
Total	155,561	40,454	734,682	1,001	1,647	6,687	1,024,446	2,308	278,336	110,617	2,355,739

(Rs. in 000's)

Particulars	Linked Group Funds											Total	Grand Total
	Balanced	Income	Short Term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced Fund	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short Term Debt Fund		
Payable for Purchase of Investments	52,215	16,408	—	—	2,091	42	56,865	493	249,982	20,001	25,182	423,279	7,624,249
Other Current Liabilities	189	54	168	31	14	—	96	1	—	—	—	553	12,078
Unit Payable A/c#	—	—	—	—	—	—	—	—	—	—	—	—	—
Total	52,404	16,462	168	31	2,105	42	56,961	494	249,982	20,001	25,182	423,832	7,636,327

# Represents inter fund receivables or payables, if any.



# schedules

forming part of the financial statements

Continued

## 3.19 FUND INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009

Form A-RA(UL)

(Rs. in 000's)

Particulars	Schedule	Linked Life Funds																
		Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H Fund	Multiplier	Return Guarantee	Return Guarantee II	Return Guarantee III	Return Guarantee IV	Total
Income from investments																		
Interest income		1,294,739	978,986	484,924	228,507	20,932	167,246	68,691	66,235	199,007	48,405	28,675	28,310	12,681	7,562	2,255	—	3,637,155
Dividend income		91,600	—	1,011,906	—	9	—	3,180	4,861	385,734	7,540	55,865	69,972	—	—	—	—	1,630,667
Profit/loss on sale of investment		360,317	181,766	(7,342,777)	44,900	3,750	10,735	120	(33,762)	(2,911,785)	(83,621)	(376,325)	(624,404)	27	203	122	—	(10,770,734)
Profit/loss on inter fund transfer/ sale of investment		24,754	23,013	(47,460)	1,220	(62)	2,225	(18,690)	(13,530)	(233,744)	(31,481)	(3,125)	(26,396)	103	66	—	—	(323,107)
Unrealised Gain/loss*		(3,289,392)	110,367	(27,176,220)	29,271	2,314	11,744	(72,283)	(88,809)	(8,133,158)	(101,351)	(1,247,977)	(988,948)	6,252	8,569	4,764	—	(40,924,857)
Appropriation/Expropriation Income/Expenditure)		2,143	271	(56,340)	76	40	211	176	573	10,589	730	16,350	10,660	33	36	32	—	(14,420)
Total Income (A)		(1,515,839)	1,294,403	(33,125,967)	303,974	26,983	192,161	(18,806)	(64,432)	(10,683,357)	(159,778)	(1,526,537)	(1,530,806)	19,096	16,436	7,173	—	(46,765,296)
Fund management charges #		237,852	54,310	998,516	34,009	3,093	14,385	13,158	14,689	578,958	21,217	91,077	127,598	2,226	1,353	420	—	2,192,861
Fund administration expenses #		230,996	96,799	878,853	—	—	—	—	—	—	—	—	—	—	—	—	—	1,206,648
Other charges:	F—5	233,091	184,341	1,112,387	184,974	5,645	19,144	41,139	57,520	1,171,914	35,164	447,502	282,302	26,344	23,289	17,337	4,851	3,846,944
Total Expenditure (B)		701,939	335,450	2,989,756	218,983	8,738	33,529	54,297	72,209	1,750,872	56,381	538,579	409,900	28,570	24,642	17,757	4,851	7,246,453
Excess of Income over Expenditure/(Expenditure over Income) (A-B)		(2,217,778)	958,953	(36,115,723)	84,991	18,245	158,632	(73,103)	(136,641)	(12,434,229)	(216,159)	(2,065,116)	(1,940,706)	(9,474)	(8,206)	(10,584)	(4,851)	(54,011,749)
Balance at the beginning of the year		7,353,792	1,489,577	24,722,766	(5,489)	12,577	260,349	64,290	20,207	(415,549)	27,081	33,896	(760,759)	—	—	—	—	32,802,738
Balance at the end of the year		5,136,014	2,448,530	(11,392,957)	79,502	30,822	418,981	(8,813)	(116,434)	(12,849,778)	(189,078)	(2,031,220)	(2,701,465)	(9,474)	(8,206)	(10,584)	(4,851)	(21,209,011)

\* Net change in mark to market value of investments.

# Gross of service tax

Particulars	Schedule	Linked Pension														
		Balancer	Protector Income	Maximiser Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H Fund	Pension Multiplier	Pension Return Guarantee	Pension Return Guarantee II	Pension Return Guarantee III	Pension Return Guarantee IV	Total
Income from investments																
Interest income		484,477	496,283	101,003	9,334	31,304	13,889	103,537	31,198	36,109	11,936	45,121	23,430	8,176	—	1,395,797
Dividend income		35,036	—	257,582	—	—	630	264,465	4,369	101,694	33,292	—	—	—	—	697,068
Profit/loss on sale of investment		(5,199)	110,307	(2,218,609)	1,816	3,730	1,404	(2,703,795)	(50,637)	(654,178)	(382,001)	(650)	658	510	—	(5,896,644)
Profit/loss on inter fund transfer/ sale of investment		(9,475)	9,272	(99)	(42)	438	(2,763)	(309,686)	(11,561)	(10,903)	(22,445)	316	626	(8)	—	(356,330)
Unrealised Gain/loss*		(845,432)	56,287	(6,536,677)	1,069	3,365	(17,758)	(4,324,740)	(75,652)	(2,214,473)	(597,151)	24,371	27,270	15,901	—	(14,483,620)
Appropriation/Expropriation (Income/Expenditure)		1,193	623	(6,136)	16	57	30	13,257	711	24,548	3,992	107	100	103	—	38,601
Total Income (A)		(339,400)	672,772	(8,402,936)	12,193	38,894	(4,568)	(6,956,962)	(101,572)	(2,717,203)	(952,377)	69,265	52,084	24,682	—	(18,605,128)
Fund management charges #		85,677	26,817	301,740	1,381	2,771	2,647	312,208	8,659	150,869	55,464	7,896	4,182	1,534	—	961,845
Fund administration expenses #		38,934	46,758	53,967	—	—	—	—	—	—	—	—	—	—	—	139,659
Other charges:	F—5	57,862	87,482	216,729	1,032	5,278	3,574	571,121	13,589	405,042	130,243	43,123	31,664	24,740	7,031	1,598,510
Total Expenditure (B)		182,473	161,057	572,436	2,413	8,049	6,221	883,329	22,248	555,911	185,707	51,019	35,846	26,274	7,031	2,700,014
Excess of Income over Expenditure/(Expenditure over Income) (A—B)		(521,873)	511,715	(8,975,372)	9,780	30,845	(10,789)	(7,840,291)	(123,820)	(3,273,114)	(1,138,084)	18,246	16,238	(1,592)	(7,031)	(21,305,142)
Balance at the beginning of the year		2,357,158	604,854	4,631,049	10,655	18,325	25,150	(1,174,127)	15,792	66,654	(124,731)	—	—	—	—	6,430,779
Balance at the end of the year		1,835,285	1,116,569	(4,344,323)	20,435	49,170	14,361	(9,014,418)	(108,028)	(3,206,460)	(1,262,815)	18,246	16,238	(1,592)	(7,031)	(14,874,363)

\* Net change in mark to market value of investments

# Gross of service tax



# schedules



forming part of the financial statements

Continued

## 3.19 FUND INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009 (Continued)

Form A-RA(UL)

(Rs. in 000's)

Particulars	Schedule	Linked Group Funds													Total
		Balanced	Income	Short-Term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced Fund	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short Term Debt Fund	Group Return Guarantee	Group Return Guarantee II	
<b>Income from investments</b>															
Interest income		438,714	190,840	423,243	206,875	32,219	94,144	114,636	2,589	21,423	746	2,499	19,205	—	1,547,133
Dividend income		11,595	—	—	—	702	—	19,583	181	522	—	—	—	—	32,583
Profit/loss on sale of investment		(35,422)	13,138	25,821	16,060	5,289	20,994	(193,493)	(2,183)	(1,587)	120	176	453	—	(150,634)
Profit/loss on inter fund transfer/ sale of investment		22,750	5,767	(28,743)	(149)	(123)	1,261	(4,805)	116	166	(195)	(4)	418	—	(3,541)
Unrealised Gain/loss*		(245,736)	38,559	23,221	20,807	(18,524)	154,637	(371,007)	(4,115)	(7,283)	6	53	30,002	—	(379,380)
Appropriation/Expropriation (Income/Expenditure)		(187)	92	(493)	101	231	100	(8,573)	85	177	—	1	116	—	(8,350)
<b>Total Income (A)</b>		<b>191,714</b>	<b>248,396</b>	<b>443,049</b>	<b>243,694</b>	<b>19,794</b>	<b>271,136</b>	<b>(443,659)</b>	<b>(3,327)</b>	<b>13,418</b>	<b>677</b>	<b>2,725</b>	<b>50,194</b>	<b>—</b>	<b>1,037,811</b>
Fund management charges #		80,495	29,916	64,346	34,537	8,495	16,570	36,225	1,006	3,774	115	359	4,176	—	280,014
Fund administration expenses #		—	—	—	—	—	—	—	—	—	—	—	—	—	—
Other charges:	F-5	—	—	—	—	—	—	—	—	—	—	—	—	—	—
<b>Total Expenditure (B)</b>		<b>80,495</b>	<b>29,916</b>	<b>64,346</b>	<b>34,537</b>	<b>8,495</b>	<b>16,570</b>	<b>36,225</b>	<b>1,006</b>	<b>3,774</b>	<b>115</b>	<b>359</b>	<b>4,176</b>	<b>—</b>	<b>280,014</b>
<b>Excess of Income over Expenditure/(Expenditure over Income) (A-B)</b>		<b>111,219</b>	<b>218,480</b>	<b>378,703</b>	<b>209,157</b>	<b>11,299</b>	<b>254,566</b>	<b>(479,884)</b>	<b>(4,333)</b>	<b>9,644</b>	<b>562</b>	<b>2,366</b>	<b>46,018</b>	<b>—</b>	<b>757,797</b>
Balance at the beginning of the year		1,153,666	93,488	343,776	49,627	44,282	419	392,569	2,518	—	—	—	—	—	2,080,345
<b>Balance at the end of the year</b>		<b>1,264,885</b>	<b>311,968</b>	<b>722,479</b>	<b>258,784</b>	<b>55,581</b>	<b>254,985</b>	<b>(87,315)</b>	<b>(1,815)</b>	<b>9,644</b>	<b>562</b>	<b>2,366</b>	<b>46,018</b>	<b>—</b>	<b>2,838,142</b>

\* Net change in mark to market value of investments

# Gross of service tax

(Rs. in 000's)

Particulars	Schedule	Linked Health Funds											Grand Total
		Health Saver Balancer	Health Saver Protector	Health Saver Flexi Balanced	Health Saver Flexi Growth	Health Saver Preserver	Health Saver Multiplier	Health Saver Return Guarantee	Health Saver Return Guarantee II	Health Saver Return Guarantee III	Health Return Guarantee IV	Total	
Income from investments													
Interest income		16	127	12	19	7	3	881	640	217	—	1,922	6,582,007
Dividend income		—	—	1	32	—	5	—	—	—	—	38	2,360,356
Profit/loss on sale of investment		7	86	5	419	1	62	48	34	12	—	674	(16,817,338)
Profit/loss on inter fund transfer/ sale of investment		1	(1)	—	39	—	—	1	—	—	—	40	(682,938)
Unrealised Gain/loss*		49	41	70	3,570	—	519	316	721	452	—	5,738	(55,782,119)
Appropriation/Expropriation (Income/Expenditure)		3	1	5	136	—	22	3	3	3	—	176	16,007
Total Income (A)		76	254	93	4,215	8	611	1,249	1,398	684	—	8,588	(64,324,025)
Fund management charges #		3	13	3	94	1	16	156	114	41	—	441	3,435,161
Fund administration expenses #		—	—	—	—	—	—	—	—	—	—	—	1,346,307
Other charges:	F—5	461	2,594	391	9,019	128	1,425	10,752	9,282	5,668	1,550	41,260	5,486,714
Total Expenditure(B)		464	2,607	394	9,113	129	1,441	10,908	9,396	5,699	1,550	41,701	10,268,182
Excess of Income over Expenditure/(Expenditure over Income) (A—B)		(388)	(2,353)	(301)	(4,898)	(121)	(830)	(9,659)	(7,998)	(5,015)	(1,550)	(33,113)	(74,592,207)
Balance at the beginning of the year		—	—	—	—	—	—	—	—	—	—	—	41,313,862
Balance at the end of the year		(388)	(2,353)	(301)	(4,898)	(121)	(830)	(9,659)	(7,998)	(5,015)	(1,550)	(33,113)	(33,278,345)

\* Net change in mark to market value of investments

# Gross of service tax



# schedules

forming part of the financial statements

Continued

## BREAK UP OF OTHER EXPENSES UNDER ULIP

### Schedule: F - 5

#### OTHER EXPENSES\*

(Rs. in 000's)

Particulars	Linked Life Funds																Total
	Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H Fund	Multiplier	Return Guarantee	Return Guarantee II	Return Guarantee III	Return Guarantee IV	
Policy Administration charge	20,047	30,694	140,591	66,841	2,340	1,248	18,075	32,842	311,198	6,012	124,199	32,173	2,844	2,761	1,578	373	793,816
Surrender charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Switching charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Mortality charge	180,679	135,470	808,265	117,855	3,305	16,376	20,553	24,678	709,925	24,129	254,233	220,971	22,378	19,046	14,920	4,288	2,577,071
Rider Premium charge	32,365	18,177	163,531	278	—	1,520	2,511	—	150,791	5,023	69,070	29,158	1,122	1,482	839	190	476,057
Partial withdrawal charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Miscellaneous charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total	233,091	184,341	1,112,387	184,974	5,645	19,144	41,139	57,520	1,171,914	35,164	447,502	282,302	26,344	23,289	17,337	4,851	3,846,944

(Rs. in 000's)

Particulars	Linked Pension Funds														
	Balancer	Protector Income	Maximiser Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H Fund	Pension Multiplier	Pension Return Guarantee	Pension Return Guarantee II	Pension Return Guarantee III	Pension Return Guarantee IV	Total
Policy Administration charge	36,016	58,066	150,425	559	2,818	2,331	433,988	8,703	311,830	108,390	21,139	8,171	4,744	1,422	1,148,602
Surrender charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Switching charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Mortality charge	20,042	28,198	60,507	473	2,416	1,099	131,606	4,749	90,797	21,201	21,811	23,430	19,962	5,600	431,891
Rider Premium charge	1,804	1,218	5,797	—	44	144	5,527	137	2,415	652	173	63	34	9	18,017
Partial withdrawal charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Miscellaneous charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total	57,862	87,482	216,729	1,032	5,278	3,574	571,121	13,589	405,042	130,243	43,123	31,664	24,740	7,031	1,598,510

(Rs. in 000's)

Particulars	Linked Group Funds													
	Balanced	Income	Short-Term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced Fund	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short Term Debt Fund	Group Return Guarantee	Group Return Guarantee II	Total
Policy Administration charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Surrender charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Switching charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Mortality charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Rider Premium charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Partial withdrawal charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Miscellaneous charge	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total	—	—	—	—	—	—	—	—	—	—	—	—	—	—

(Rs. in 000's)

Particulars	Linked Health Funds											Total	Grand Total
	Health Saver Balancer	Health Saver Protector	Health Saver Flexi Balanced	Health Saver Flexi Growth	Health Saver Preserver	Health Saver Multiplier	Health Saver Return Guarantee	Health Saver Return Guarantee II	Health Saver Return Guarantee III	Health Return Guarantee IV			
Policy Administration charge	45	269	39	998	12	145	1,275	948	481	125	4,337	1,946,755	
Surrender charge	—	—	—	—	—	—	—	—	—	—	—	—	
Switching charge	—	—	—	—	—	—	—	—	—	—	—	—	
Mortality charge	416	2,325	352	8,021	116	1,280	9,477	8,334	5,177	1,425	36,923	3,045,885	
Rider Premium charge	—	—	—	—	—	—	—	—	—	—	—	494,074	
Partial withdrawal charge	—	—	—	—	—	—	—	—	—	—	—	—	
Miscellaneous charge	—	—	—	—	—	—	—	—	—	—	—	—	
Total	461	2,594	391	9,019	128	1,425	10,752	9,282	5,658	1,550	41,260	5,486,714	

\* Surrender & switch charges as not available at fund level have been shown under Schedule (F-1) Policyholders contribution



# schedules



forming part of the financial statements

Continued

## FUND INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2008

Form A-RA(UL)

(Rs. in 000's)

Particulars	Schedule	Linked Life Funds												Total
		Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H. Fund	Multiplier	
<b>Income from investments</b>														
Interest income		1,186,961	750,830	20,954	99,883	13,310	80,181	42,641	28,576	32,357	17,607	724	970	2,274,994
Dividend income		65,414	—	546,391	—	7	—	1,529	1,804	106,930	3,208	—	7,611	732,894
Profit/loss on sale of investment		2,293,061	144,312	8,852,239	27,368	3,466	54,575	20,102	19,595	842,890	30,949	2	(103,681)	12,184,878
Profit/loss on inter fund transfer/sale of investment		146,810	21,137	200,637	589	8	21,080	6,462	8,957	109,570	4,773	—	—	520,023
Unrealised Gain/loss*		570,022	76,437	6,931,334	335	625	275	25,149	20,139	(688,682)	(447)	37,560	(616,517)	6,356,230
Appropriation/Expropriation (Income/Expenditure)		(69,858)	840	60,516	(1,556)	(155)	(5)	(318)	345	53,219	1,320	2,611	13,711	60,670
<b>Total Income (A)</b>		4,192,410	993,556	16,612,071	126,619	17,261	156,106	95,565	79,416	456,284	57,410	40,897	(697,906)	22,129,689
Fund management charges		244,127	40,267	981,533	15,492	2,038	11,658	9,031	7,513	301,301	11,420	443	21,330	1,646,153
Fund administration expenses		225,593	79,868	798,486	—	—	—	—	—	—	—	—	—	1,103,947
Other charges:	F-5	237,279	109,022	1,026,211	102,618	5,740	11,576	40,366	46,458	575,046	18,973	6,558	41,523	2,221,370
<b>Total Expenditure (B)</b>		706,999	229,157	2,806,230	118,110	7,778	23,234	49,397	53,971	876,347	30,393	7,001	62,853	4,971,470
<b>Excess of Income over Expenditure/ (Expenditure over Income) (A-B)</b>		3,485,411	764,399	13,805,841	8,509	9,483	132,872	46,168	25,445	(420,063)	27,017	33,896	(760,759)	17,158,219
Balance at the beginning of the year		3,868,381	725,178	10,916,925	(13,998)	3,094	127,477	18,122	(5,238)	4,514	64	—	—	15,644,519
<b>Balance at the end of the year</b>		7,353,792	1,489,577	24,722,766	(5,489)	12,577	260,349	64,290	20,207	(415,549)	27,081	33,896	(760,759)	32,802,738

\* Net change in mark to market value of investments.

(Rs. in 000's)

Particulars	Schedule	Linked Pension Funds										
		Balancer	Protector Income	Maximiser Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H. Fund	Pension Multiplier	Total
Income from investments												
Interest income		370,811	272,639	4,764	6,460	6,965	8,870	21,053	8,195	1,590	1,114	702,461
Dividend income		20,359	—	124,596	—	—	334	47,438	1,326	—	470	194,533
Profit/loss on sale of investment		692,665	49,382	1,724,261	1,643	3,479	4,203	198,956	15,102	7	(8,042)	2,681,656
Profit/loss on inter fund transfer/ sale of investment		35,491	7,298	71,697	110	1,563	1,197	30,212	(3,154)	—	—	144,414
Unrealised Gain/loss*		122,534	26,337	952,514	211	42	5,446	(1,219,644)	(296)	70,052	(108,986)	(151,790)
Appropriation/Expropriation (Income/Expenditure)		(4,289)	(33)	23,212	(90)	(12)	(73)	34,273	767	5,685	6,378	65,818
Total Income (A)		1,237,571	355,623	2,901,044	8,334	12,037	19,987	(887,712)	21,940	77,334	(109,066)	3,637,092
Fund management expenses		73,439	12,884	251,703	976	873	1,900	113,529	2,764	951	3,129	462,148
Fund administration expenses		37,261	31,337	57,263	—	—	—	—	—	—	—	125,861
Other charges:	F-5	43,212	15,412	164,575	935	569	3,414	176,025	3,640	9,729	12,536	430,047
Total Expenditure (B)		153,912	59,633	473,541	1,911	1,442	5,314	289,554	6,404	10,680	15,665	1,018,056
Excess of Income over Expenditure/(Expenditure over Income) (A-B)		1,083,659	295,990	2,427,503	6,423	10,595	14,673	(1,177,266)	15,536	66,654	(124,731)	2,619,036
Balance at the beginning of the year		1,273,499	308,864	2,203,546	4,232	7,730	10,477	3,139	256	—	—	3,811,743
Balance at the end of the year		2,357,158	604,854	4,631,049	10,655	18,325	25,150	(1,174,127)	15,792	66,654	(124,731)	6,430,779

\* Net change in mark to market value of investments.



# schedules

forming part of the financial statements

Continued

## FUND INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2008 (Continued)

Form A-RA(UL)

(Rs. in 000's)

Particulars	Schedule	Linked Group Funds												Grand Total
		Balanced	Income	Short-term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced Fund	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short-term Debt Fund	Total	
<b>Income from investments</b>														
Interest income		332,577	68,905	160,741	31,869	15,880	276	63,007	833	—	—	—	674,088	3,651,543
Dividend income		6,644	—	—	—	430	—	7,044	50	—	—	—	14,168	941,595
Profit/loss on sale of investment		329,986	16,530	63,570	13,575	7,352	102	137,647	899	—	—	—	569,661	15,436,195
Profit/loss on inter fund transfer/ sale of investment		31,543	3,372	47,441	126	527	7	781	472	—	—	—	84,269	748,706
Unrealised Gain/loss*		21,533	(4,571)	8,776	782	6,905	—	86,717	287	—	—	—	120,429	6,324,869
Appropriation/Expropriation (Income/Expenditure)		5,577	56	164	26	(278)	—	2,100	(44)	—	—	—	7,601	134,089
<b>Total Income (A)</b>		<b>727,860</b>	<b>84,292</b>	<b>280,692</b>	<b>46,378</b>	<b>30,816</b>	<b>385</b>	<b>297,296</b>	<b>2,497</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>1,470,216</b>	<b>27,236,997</b>
Fund management expenses		23,330	4,247	16,456	1,243	1,957	23	11,021	189	—	—	—	58,466	2,166,767
Fund administration expenses		—	—	—	—	—	—	—	—	—	—	—	—	1,229,808
Other charges:	F-5	—	—	—	—	—	—	—	—	—	—	—	—	2,651,417
<b>Total Expenditure (B)</b>		<b>23,330</b>	<b>4,247</b>	<b>16,456</b>	<b>1,243</b>	<b>1,957</b>	<b>23</b>	<b>11,021</b>	<b>189</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>58,466</b>	<b>6,047,991</b>
<b>Excess of Income over Expenditure/(Expenditure over Income) (A-B)</b>		<b>704,530</b>	<b>80,045</b>	<b>264,236</b>	<b>45,135</b>	<b>28,859</b>	<b>362</b>	<b>286,275</b>	<b>2,308</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>1,411,750</b>	<b>21,189,005</b>
Balance at the beginning of the year		449,136	13,443	79,540	4,492	15,423	57	106,294	210	—	—	—	668,595	20,124,857
<b>Balance at the end of the year</b>		<b>1,153,666</b>	<b>93,488</b>	<b>343,776</b>	<b>49,627</b>	<b>44,282</b>	<b>419</b>	<b>392,569</b>	<b>2,518</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>2,080,345</b>	<b>41,313,862</b>

\* Net change in mark to market value of investments.

## BREAK UP OF OTHER EXPENSES UNDER ULIP

Schedule: F - 5

OTHER EXPENSES\*

(Rs. in 000's)

Particulars	Linked Life Funds												
	Balancer	Protector	Maximiser	Cash Plus	Secure Plus	Preserver	Invest Shield Life	New Invest Shield Balanced	Flexi Growth	Flexi Balanced	R.I.C.H. Fund	Multiplier	Total
Policy Administration charge	19,266	14,085	133,627	45,104	2,665	705	18,085	30,927	158,984	3,245	2,347	3,057	432,097
Surrender charge	—	—	—	—	—	—	—	—	—	—	—	—	—
Switching charge	—	—	—	—	—	—	—	—	—	—	—	—	—
Mortality charge	182,731	81,409	721,903	57,216	3,075	9,936	19,661	15,531	325,946	12,706	4,210	34,407	1,468,731
Rider Premium charge	35,282	13,528	170,681	298	—	935	2,620	—	90,116	3,022	1	4,059	320,542
Partial withdrawal charge	—	—	—	—	—	—	—	—	—	—	—	—	—
Miscellaneous charge	—	—	—	—	—	—	—	—	—	—	—	—	—
Total	237,279	109,022	1,026,211	102,618	5,740	11,576	40,366	46,458	575,046	18,973	6,558	41,523	2,221,370

\* Surrender & Switch charges, as not available at fund level, have been shown under the schedule (F-1) for Policyholders' contribution.



# schedules

**Schedule: F - 5**

**OTHER EXPENSES\* (Continued)**

(Rs. in 000's)

Particulars	Linked Pension Funds										Total
	Balancer	Protector Income	Maximiser Fund Growth	Secure Plus Pension	Preserver	Invest Shield Pension	Flexi Growth	Flexi Balanced	Pension R.I.C.H. Fund	Pension Multiplier	
Policy Administration charge	30,964	8,511	127,138	621	403	2,356	149,954	2,952	9,370	12,035	344,303
Surrender charge	—	—	—	—	—	—	—	—	—	—	—
Switching charge	—	—	—	—	—	—	—	—	—	—	—
Mortality charge	10,166	5,597	31,038	314	135	909	22,405	596	359	465	71,983
Rider Premium charge	2,082	1,304	6,399	—	31	149	3,666	92	—	36	13,759
Partial withdrawal charge	—	—	—	—	—	—	—	—	—	—	—
Miscellaneous charge	—	—	—	—	—	—	—	—	—	—	—
<b>Total</b>	<b>43,212</b>	<b>15,412</b>	<b>164,575</b>	<b>935</b>	<b>569</b>	<b>3,414</b>	<b>176,025</b>	<b>3,640</b>	<b>9,729</b>	<b>12,536</b>	<b>430,047</b>

\* Surrender & Switch charges, as not available at fund level, have been shown under the schedule (F-1) for Policyholders' contribution.

(Rs. in 000's)

Particulars	Linked Group Funds											Total	Grand Total
	Balanced	Income	Short Term Debt	Capital Guarantee Short Debt	Capital Guarantee Balanced Fund	Capital Guarantee Debt Fund	Growth	Capital Guarantee Growth	Leave Encashment Balanced Fund	Leave Encashment Debt Fund	Leave Encashment Short Term Debt Fund		
Policy Administration charge	—	—	—	—	—	—	—	—	—	—	—	—	776,401
Surrender charge	—	—	—	—	—	—	—	—	—	—	—	—	—
Switching charge	—	—	—	—	—	—	—	—	—	—	—	—	—
Mortality charge	—	—	—	—	—	—	—	—	—	—	—	—	1,540,714
Rider Premium charge	—	—	—	—	—	—	—	—	—	—	—	—	334,302
Partial withdrawal charge	—	—	—	—	—	—	—	—	—	—	—	—	—
Miscellaneous charge	—	—	—	—	—	—	—	—	—	—	—	—	—
<b>Total</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>2,651,417</b>

\* Surrender & Switch charges, as not available at fund level, have been shown under the schedule (F-1) for Policyholders' contribution.



# schedules

forming part of the financial statements

Continued

ANNEXURE TO THE REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009

Policyholders' Account (Technical Account)

(Rs. in 000's)

Particulars	Sch	Linked Life			Linked Pension			Linked Health			Linked Group			Total Unit Linked (13) = (3) + (6) + (9) + (12)
		Non—Unit	Unit	Total	Non—Unit	Unit	Total	Non—Unit	Unit	Total	Non—Unit	Unit	Total	
		(1)	(2)	(3) = (1) + (2)	(4)	(5)	(6) = (4) + (5)	(7)	(8)	(9) = (7) + (8)	(10)	(11)	(12) = (10) + (11)	
<b>Premiums earned – net</b>														
(a) Premium		9,567,048	69,100,890	<b>78,667,938</b>	3,559,447	50,114,925	<b>53,674,372</b>	89,030	356,116	<b>445,146</b>	57,218	12,188,412	<b>12,245,630</b>	<b>145,033,086</b>
(b) Reinsurance ceded		(42,637)	—	<b>(42,637)</b>	(674)	—	<b>(674)</b>	(10,915)	—	<b>(10,915)</b>	(13,305)	—	<b>(13,305)</b>	<b>(67,531)</b>
<b>Income from Investments</b>														
(a) Interest, Dividend & Rent – Gross		332,549	5,267,821	<b>5,600,370</b>	132,494	2,092,864	<b>2,225,358</b>	—	1,960	<b>1,960</b>	8,803	1,579,716	<b>1,588,519</b>	<b>9,416,207</b>
(b) Profit on sale/redemption of investments		31,813	11,739,333	<b>11,771,146</b>	18,009	2,750,347	<b>2,768,356</b>	99	1,059	<b>1,158</b>	2,783	685,944	<b>688,727</b>	<b>15,229,387</b>
(c) Loss on sale/redemption of investments		(9,012)	(22,833,172)	<b>(22,842,184)</b>	(2,735)	(9,003,321)	<b>(9,006,056)</b>	—	(347)	<b>(347)</b>	(318)	(840,120)	<b>(840,438)</b>	<b>(32,689,025)</b>
(d) Unrealised gain/(loss)		—	(40,924,861)	<b>(40,924,861)</b>	—	(14,483,619)	<b>(14,483,619)</b>	—	5,740	<b>5,740</b>	—	(379,384)	<b>(379,384)</b>	<b>(55,782,124)</b>
(e) Appropriation/Expropriation Adjustment Account		—	(14,420)	<b>(14,420)</b>	—	38,601	<b>38,601</b>	—	176	<b>176</b>	—	(8,350)	<b>(8,350)</b>	<b>16,007</b>
<b>Other income:</b>														
(a) Linked income	UL1	6,182,632	(6,182,632)	—	2,296,976	(2,296,976)	—	29,013	(29,013)	—	113,709	(113,709)	—	—
(b) Fees & charges		15,610	—	<b>15,610</b>	1,105	—	<b>1,105</b>	—	—	—	—	—	—	<b>16,715</b>
(c) Contribution from the Shareholders' a/c		5,647,655	—	<b>5,647,655</b>	2,927,194	—	<b>2,927,194</b>	189,159	—	<b>189,159</b>	73,109	—	<b>73,109</b>	<b>8,837,117</b>
<b>TOTAL (A)</b>		<b>21,725,658</b>	<b>16,152,959</b>	<b>37,878,617</b>	<b>8,931,816</b>	<b>29,212,821</b>	<b>38,144,637</b>	<b>296,386</b>	<b>335,691</b>	<b>632,077</b>	<b>241,999</b>	<b>13,112,509</b>	<b>13,354,508</b>	<b>90,009,839</b>
Commission		4,132,329	—	<b>4,132,329</b>	2,189,943	—	<b>2,189,943</b>	62,104	—	<b>62,104</b>	157	—	<b>157</b>	<b>6,384,533</b>
Operating expenses related to insurance business *		15,858,922	1,127,351	<b>16,986,273</b>	6,804,443	415,658	<b>7,220,101</b>	220,160	12,545	<b>232,705</b>	217,079	(35,800)	<b>181,279</b>	<b>24,620,358</b>
Provision for taxation (Fringe benefit tax)		143,540	—	<b>143,540</b>	57,380	—	<b>57,380</b>	484	—	<b>484</b>	—	—	—	<b>201,404</b>
<b>TOTAL (B)</b>		<b>20,134,791</b>	<b>1,127,351</b>	<b>21,262,142</b>	<b>9,051,766</b>	<b>415,658</b>	<b>9,467,424</b>	<b>282,748</b>	<b>12,545</b>	<b>295,293</b>	<b>217,236</b>	<b>(35,800)</b>	<b>181,436</b>	<b>31,206,295</b>
Benefits paid (Net)	UL2	602,293	12,386,466	<b>12,988,759</b>	43,214	2,006,118	<b>2,049,332</b>	423	15	<b>438</b>	19,096	5,423,652	<b>5,442,748</b>	<b>20,481,277</b>
Change in valuation of liability in respect of life policies		988,574	1,858,357	<b>2,846,931</b>	(163,164)	26,074,571	<b>25,911,407</b>	13,215	323,131	<b>336,346</b>	5,667	7,724,657	<b>7,730,324</b>	<b>36,825,008</b>
<b>TOTAL (C)</b>		<b>1,590,867</b>	<b>14,244,823</b>	<b>15,835,690</b>	<b>(119,950)</b>	<b>28,080,689</b>	<b>27,960,739</b>	<b>13,638</b>	<b>323,146</b>	<b>336,784</b>	<b>24,763</b>	<b>13,148,309</b>	<b>13,173,072</b>	<b>57,306,285</b>
<b>Surplus/ (Deficit) (D) = (A) — (B) — (C)</b>		<b>—</b>	<b>780,785</b>	<b>780,785</b>	<b>—</b>	<b>716,474</b>	<b>716,474</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>1,497,259</b>
<b>APPROPRIATIONS</b>														
Transfer to Shareholders' a/c		—	—	—	—	—	—	—	—	—	—	—	—	—
Balance being funds for future appropriations		—	780,785	<b>780,785</b>	—	716,474	<b>716,474</b>	—	—	—	—	—	—	<b>1,497,259</b>
<b>TOTAL (D)</b>		<b>—</b>	<b>780,785</b>	<b>780,785</b>	<b>—</b>	<b>716,474</b>	<b>716,474</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>1,497,259</b>

\* For unit component, includes service tax, cost of any additional units granted to Policyholders for service lapses and freeloop payouts (over and above the initial contribution)



# schedules

**ANNEXURE TO THE REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2008**

**Policyholders' Account (Technical Account)**

(Rs. in 000's)

Particulars	Sch	Linked Life			Linked Pension			Linked Group			Total Unit Linked (10) = (3) + (6) + (9)
		Non-Unit	Unit	Total	Non-Unit	Unit	Total	Non-Unit	Unit	Total	
		(1)	(2)	(3) = (1) + (2)	(4)	(5)	(6) = (4) + (5)	(7)	(8)	(9) = (7) + (8)	
<b>Premiums earned – net</b>											
(a) Premium		10,073,891	67,916,562	77,990,453	3,769,453	35,619,918	39,389,371	47,527	9,928,468	9,975,995	127,355,819
(b) Reinsurance ceded		(32,023)	—	(32,023)	(180)	—	(180)	(7,088)	—	(7,088)	(39,291)
<b>Income from Investments</b>											
(a) Interest, Dividend & Rent – Gross		284,157	3,007,888	3,292,045	91,297	896,994	988,291	8,231	688,256	696,487	4,976,823
(b) Profit on sale/redemption of investments		18,977	14,649,040	14,668,017	8,423	3,428,691	3,437,114	2,257	721,008	723,265	18,828,396
(c) Loss on sale/redemption of investments		(1,041)	(1,944,139)	(1,945,180)	(76)	(602,622)	(602,698)	(1)	(67,078)	(67,079)	(2,614,957)
(d) Unrealised gain/(loss)		—	6,356,230	6,356,230	—	(151,790)	(151,790)	—	120,429	120,429	6,324,869
(e) Appropriation/Expropriation Adjustment Account		—	60,670	60,670	—	65,818	65,818	—	7,601	7,601	134,089
<b>Other income:</b>											
(a) Linked income	UL1	4,803,802	(4,803,802)	—	1,030,119	(1,030,119)	—	59,211	(59,211)	—	—
(b) Fees & charges		28,930	—	28,930	531	—	531	70	—	70	29,531
(c) Contribution from the Shareholders' a/c		8,544,845	—	8,544,845	5,131,904	—	5,131,904	252,632	—	252,632	13,929,381
<b>TOTAL (A)</b>		23,721,538	85,242,449	108,963,987	10,031,471	38,226,890	48,258,361	362,839	11,339,473	11,702,312	168,924,660
Commission		5,519,639	—	5,519,639	2,060,773	—	2,060,773	1,002	—	1,002	7,581,414
Operating expenses related to insurance business*		17,492,546	195,773	17,688,319	7,578,999	24,231	7,603,230	355,393	(135,250)	220,143	25,511,692
Provision for taxation (Fringe benefit tax)		199,161	—	199,161	74,100	—	74,100	—	—	—	273,261
<b>TOTAL (B)</b>		23,211,346	195,773	23,407,119	9,713,872	24,231	9,738,103	356,395	(135,250)	221,145	33,366,367
Benefits paid (Net)	UL2	345,438	13,280,941	13,626,379	17,447	2,838,283	2,855,730	13,347	2,466,470	2,479,817	18,961,926
Change in valuation of liability in respect of life policies		164,754	69,810,705	69,975,459	300,152	34,986,491	35,286,643	(6,903)	9,008,253	9,001,350	114,263,452
<b>TOTAL (C)</b>		510,192	83,091,646	83,601,838	317,599	37,824,774	38,142,373	6,444	11,474,723	11,481,167	133,225,378
<b>Surplus/(Deficit) (D) = (A)-(B)-(C)</b>		—	1,955,030	1,955,030	—	377,885	377,885	—	—	—	2,332,915
<b>APPROPRIATIONS</b>											
Transfer to Shareholders' a/c		—	—	—	—	—	—	—	—	—	—
Balance being funds for future appropriations		—	1,955,030	1,955,030	—	377,885	377,885	—	—	—	2,332,915
<b>Total (D)</b>		—	1,955,030	1,955,030	—	377,885	377,885	—	—	—	2,332,915

\* For unit component, includes service tax, cost of any additional units granted to Policyholders for service lapses and freeloop payouts (over and above the initial contribution).



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Continued

## SCHEDULE-UL1

### LINKED INCOME (RECOVERED FROM LINKED FUNDS)\* FOR THE YEAR ENDED MARCH 31, 2009

(Rs. in 000's)

Particulars	Life Linked Unit (1)	Pension Linked Unit (2)	Linked Health Unit (3)	Linked Group Unit (4)	Total (5)= (1)+(2)+(3)+(4)
Fund administration charges	1,092,380	126,314	—	—	1,218,694
Fund management charge	1,983,814	869,014	396	109,482	2,962,706
Policy administration charge	803,524	1,149,806	4,341	—	1,957,671
Surrender charge	18,722	14,187	—	3,855	36,764
Switching charge	5,606	2,003	—	—	7,609
Mortality charge	1,805,973	93,199	24,276	372	1,923,820
Rider premium charge	431,653	16,069	—	—	447,722
Partial withdrawal charge	—	—	—	—	—
Policy foreclose	40,960	26,384	—	—	67,344
Miscellaneous charge	—	—	—	—	—
<b>TOTAL (UL-1)</b>	<b>6,182,632</b>	<b>2,296,976</b>	<b>29,013</b>	<b>113,709</b>	<b>8,622,330</b>

\* net of service tax, if any

### LINKED INCOME (RECOVERED FROM LINKED FUNDS)\* FOR THE YEAR ENDED MARCH 31, 2008

(Rs. in 000's)

Particulars	Life Linked Unit (1)	Pension Linked Unit (2)	Linked Group Unit (3)	Total (4) = (1)+(2)+(3)
Fund administration charges	1,103,947	125,861	—	1,229,808
Fund management charge	1,646,153	462,148	58,466	2,166,767
Policy administration charge	432,097	344,304	—	776,401
Surrender charge	13,075	18,762	745	32,582
Switching charge	5,812	1,266	—	7,078
Mortality charge	1,312,485	64,541	—	1,377,026
Rider premium charge	286,631	12,276	—	298,907
Partial withdrawal charge	—	—	—	—
Policy foreclose	3,602	961	—	4,563
Miscellaneous charge	—	—	—	—
<b>Total (UL-1)</b>	<b>4,803,802</b>	<b>1,030,119</b>	<b>59,211</b>	<b>5,893,132</b>

\* net of service tax, if any



# schedules

## SCHEDULE — UL2

### BENEFITS PAID (NET) FOR THE YEAR ENDED MARCH 31, 2009

(Rs. in 000's)

Sl. No.	Particulars	Linked Life			Linked Pension			Linked Health			Linked Group			Total Unit Linked (13)=(3)+(6)+(9)+(12)
		Non Unit	Unit	Linked Life	Non-Unit	Unit	Linked Pension	Non-Unit	Unit	Linked Health	Non-Unit	Unit	Linked Group	
		(1)	(2)	(3)=(1)+(2)	(4)	(5)	(6)=(4)+(5)	(7)	(8)	(9)=(7)+(8)	(10)	(11)	(12)=(10)+(11)	
1	Insurance claims													
(a)	Claims by death	559,150	193,960	753,110	39,892	118,098	157,990	293	15	308	24,459	30,523	54,982	966,390
(b)	Claims by maturity	—	—	—	—	—	—	—	—	—	—	—	—	—
(c)	Annuities / Pension payment	—	—	—	—	—	—	—	—	—	—	—	—	—
(d)	Other benefits	—	—	—	—	—	—	—	—	—	—	—	—	—
-	Surrender	74	12,192,506	12,192,580	—	1,888,020	1,888,020	—	—	—	—	5,393,129	5,393,129	19,473,729
-	Survival	—	—	—	—	—	—	—	—	—	—	—	—	—
-	Rider	64,275	—	64,275	3,322	—	3,322	—	—	—	—	—	—	67,597
-	Health	—	—	—	—	—	—	130	—	130	—	—	—	130
	<b>Sub Total (A)</b>	<b>623,499</b>	<b>12,386,466</b>	<b>13,009,965</b>	<b>43,214</b>	<b>2,006,118</b>	<b>2,049,332</b>	<b>423</b>	<b>15</b>	<b>438</b>	<b>24,459</b>	<b>5,423,652</b>	<b>5,448,111</b>	<b>20,507,846</b>
2	Amount ceded in reinsurance													
(a)	Claims by death	(21,206)	—	(21,206)	—	—	—	—	—	—	(5,363)	—	(5,363)	(26,569)
(b)	Claims by maturity	—	—	—	—	—	—	—	—	—	—	—	—	—
(c)	Annuities / Pension payment	—	—	—	—	—	—	—	—	—	—	—	—	—
(d)	Other benefits	—	—	—	—	—	—	—	—	—	—	—	—	—
-	Surrender	—	—	—	—	—	—	—	—	—	—	—	—	—
-	Survival	—	—	—	—	—	—	—	—	—	—	—	—	—
-	Rider	—	—	—	—	—	—	—	—	—	—	—	—	—
-	Health	—	—	—	—	—	—	—	—	—	—	—	—	—
	<b>Sub Total (B)</b>	<b>(21,206)</b>	<b>—</b>	<b>(21,206)</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>(5,363)</b>	<b>—</b>	<b>(5,363)</b>	<b>(26,569)</b>
	<b>TOTAL (A) + (B)</b>	<b>602,293</b>	<b>12,386,466</b>	<b>12,988,759</b>	<b>43,214</b>	<b>2,006,118</b>	<b>2,049,332</b>	<b>423</b>	<b>15</b>	<b>438</b>	<b>19,096</b>	<b>5,423,652</b>	<b>5,442,748</b>	<b>20,481,277</b>
	<b>Benefits paid to claimants: In India</b>	<b>623,499</b>	<b>12,386,466</b>	<b>13,009,965</b>	<b>43,214</b>	<b>2,006,118</b>	<b>2,049,332</b>	<b>423</b>	<b>15</b>	<b>438</b>	<b>24,459</b>	<b>5,423,652</b>	<b>5,448,111</b>	<b>20,507,846</b>
	<b>TOTAL (UL2)</b>	<b>623,499</b>	<b>12,386,466</b>	<b>13,009,965</b>	<b>43,214</b>	<b>2,006,118</b>	<b>2,049,332</b>	<b>423</b>	<b>15</b>	<b>438</b>	<b>24,459</b>	<b>5,423,652</b>	<b>5,448,111</b>	<b>20,507,846</b>

### BENEFITS PAID (NET) FOR THE YEAR ENDED MARCH 31, 2008

(Rs. in 000's)

Sr. No.	Particulars	Linked Life			Linked Pension			Linked Group			Total Unit Linked (10)=(3)+(6)+(9)
		Non Unit	Unit	Linked Life	Non-Unit	Unit	Linked Pension	Non-Unit	Unit	Linked Group	
		(1)	(2)	(3)=(1)+(2)	(4)	(5)	(6)=(4)+(5)	(7)	(8)	(9)=(7)+(8)	
1.	Insurance claims										
(a)	Claims by death	297,276	161,540	458,816	15,786	74,923	90,709	16,582	—	16,582	566,107
(b)	Claims by maturity	—	—	—	—	—	—	—	—	—	—
(c)	Annuities/Pension payment	—	—	—	—	—	—	—	—	—	—
(d)	Other benefits	—	—	—	—	—	—	—	—	—	—
-	Surrender	—	13,119,401	13,119,401	—	2,763,360	2,763,360	—	2,466,470	2,466,470	18,349,231
-	Survival	—	—	—	—	—	—	—	—	—	—
-	Rider	48,162	—	48,162	1,661	—	1,661	—	—	—	49,823
-	Health	—	—	—	—	—	—	—	—	—	—
	<b>Sub-Total (A)</b>	<b>345,438</b>	<b>13,280,941</b>	<b>13,626,379</b>	<b>17,447</b>	<b>2,838,283</b>	<b>2,855,730</b>	<b>16,582</b>	<b>2,466,470</b>	<b>2,483,052</b>	<b>18,965,161</b>
2.	Amount ceded in reinsurance										
(a)	Claims by death	—	—	—	—	—	—	(3,235)	—	(3,235)	(3,235)
(b)	Claims by maturity	—	—	—	—	—	—	—	—	—	—
(c)	Annuities/Pension payment	—	—	—	—	—	—	—	—	—	—
(d)	Other benefits	—	—	—	—	—	—	—	—	—	—
-	Surrender	—	—	—	—	—	—	—	—	—	—
-	Survival	—	—	—	—	—	—	—	—	—	—
-	Rider	—	—	—	—	—	—	—	—	—	—
-	Health	—	—	—	—	—	—	—	—	—	—
	<b>Sub-Total (B)</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>(3,235)</b>	<b>—</b>	<b>(3,235)</b>	<b>(3,235)</b>
	<b>Total (A) + (B)</b>	<b>345,438</b>	<b>13,280,941</b>	<b>13,626,379</b>	<b>17,447</b>	<b>2,838,283</b>	<b>2,855,730</b>	<b>13,347</b>	<b>2,466,470</b>	<b>2,479,817</b>	<b>18,961,926</b>
	<b>Benefits paid to claimants: in India</b>	<b>345,438</b>	<b>13,280,941</b>	<b>13,626,379</b>	<b>17,447</b>	<b>2,838,283</b>	<b>2,855,730</b>	<b>16,582</b>	<b>2,466,470</b>	<b>2,483,052</b>	<b>18,965,161</b>
	<b>Total (UL2)</b>	<b>345,438</b>	<b>13,280,941</b>	<b>13,626,379</b>	<b>17,447</b>	<b>2,838,283</b>	<b>2,855,730</b>	<b>13,347</b>	<b>2,466,470</b>	<b>2,479,817</b>	<b>18,961,926</b>



# schedules

## forming part of the financial statements

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### 3.20 Assets held to cover Policyholders' Liability

The Policyholders' liabilities including linked fund aggregating Rs. 310,535,992 thousand as at March 31, 2009 are adequately backed by assets as at March 31, 2009 as shown below:

(Rs. in 000's)

Description	Par Life	Par Pension	Non-Par	Annuities Non-Par	Health	Linked Life Non Unit	Linked Life Unit	Linked Pension Non-Unit	Linked Pension Unit	Linked Health Non-Unit	Linked Health Unit	Linked Group Non-Unit	Linked Group Unit	Total
<b>Policyholders' Liabilities as per Balance Sheet (A)</b>	14,910,867	3,725,112	3,694,078	5,809,106	76,741	1,557,061	169,490,247	179,399	85,273,021	13,215	323,129	21,507	25,462,509	<b>310,535,992</b>
<b>Assets held to cover policyholders' liabilities</b>														
Investments (As per Schedule-8A & 8B)	15,626,583	4,146,047	4,738,023	5,619,057	123,159	2,698,909	170,869,017	1,134,911	85,147,978	62,972	278,371	156,491	23,806,926	<b>314,408,444</b>
Fair Value Change Account	(117,536)	(95,625)	—	—										<b>(213,161)</b>
Revaluation Reserve	(158,497)	(157,822)												<b>(316,319)</b>
Net Investments	15,350,550	3,892,600	4,738,023	5,619,057	123,159	2,698,909	170,869,017	1,134,911	85,147,978	62,972	278,231	156,491	23,806,926	<b>313,878,964</b>
Current Assets and Loans (As per Note 3.17 & 3.18)	1,054,245	185,128	319,216	191,609	217,227	3,367,470	5,719,088	836,456	3,373,437	100,011	54,394	14,674	1,656,585	<b>17,089,540</b>
Less: Current Liabilities (As per Note 3.17 & 3.18)	(234,765)	(29,053)	(1,363,161)	(1,560)	(263,645)	(4,509,318)	(3,012,156)	(1,791,968)	(1,743,485)	(149,768)	(9,363)	(149,658)	(1,002)	<b>(13,259,175)</b>
<b>Total Assets (B)</b>	<b>16,170,030</b>	<b>4,048,675</b>	<b>3,694,078</b>	<b>5,809,106</b>	<b>76,741</b>	<b>1,557,061</b>	<b>173,575,949</b>	<b>179,399</b>	<b>86,777,930</b>	<b>13,215</b>	<b>323,129</b>	<b>21,507</b>	<b>25,462,509</b>	<b>317,709,329</b>

The Policyholders' liabilities including linked fund aggregating Rs. 268,114,079 thousand as at March 31, 2008 are adequately backed by assets as at March 31, 2008 as shown below:

(Rs. in 000's)

Description	Par Life	Par Pension	Non-Par	Annuities Non-Par	Health	Linked Life Non Unit	Linked Life Unit	Linked Pension Non Unit	Linked Pension Unit	Linked Group Non Unit	Linked Group Unit	Total
<b>Policyholders' Liabilities as per Balance Sheet (A)</b>	11,845,126	3,272,304	3,329,807	4,043,527	128,243	568,487	167,631,889	342,562	59,198,447	15,841	17,737,846	<b>268,114,079</b>
<b>Assets held to cover Policyholders' Liabilities</b>												
Investments (As per Schedule-8A & 8B)	14,132,036	4,050,155	3,591,541	3,905,821	379,142	5,907,236	168,412,483	2,393,180	58,319,994	133,938	15,953,600	<b>277,179,126</b>
Fair Value Change Account	(1,314,143)	(419,596)	—	(41,447)	—	—	—	—	—	—	—	<b>(1,775,186)</b>
Revaluation Reserve	(158,497)	(157,821)	—	—	—	—	—	—	—	—	—	<b>(316,318)</b>
Net Investments	12,659,396	3,472,738	3,591,541	3,864,374	379,142	5,907,236	168,412,483	2,393,180	58,319,994	133,938	15,953,600	<b>275,087,622</b>
Current Assets and Loans (As per Note 3.17 & 3.18)	519,903	134,807	456,571	302,228	75,590	522,885	7,381,079	213,813	4,022,627	7,245	2,208,078	<b>15,844,826</b>
Less: Current Liabilities (As per Note 3.17 & 3.18)	(320,894)	(63,365)	(718,306)	(123,075)	(326,490)	(5,861,634)	(4,856,756)	(2,264,430)	(2,355,739)	(125,343)	(423,832)	<b>(17,439,864)</b>
<b>Total Assets (B)</b>	<b>12,858,405</b>	<b>3,544,180</b>	<b>3,329,806</b>	<b>4,043,527</b>	<b>128,242</b>	<b>568,487</b>	<b>170,936,806</b>	<b>342,563</b>	<b>59,986,882</b>	<b>15,840</b>	<b>17,737,846</b>	<b>273,492,584</b>



# schedules

## 3.21 Employee benefits

Provision for staff benefits as per revised AS 15:

- (a) Defined Contribution Plans: The amount recognised as an expense during the year is Rs. 330,625 thousand (Previous year Rs. 263,554 thousand)  
(b) Defined Benefit Plans:

(Rs. in 000's)

Particulars	Year ended	
	March 31, 2009	March 31, 2008
<b>Change in Defined Benefit Obligation:</b>		
Opening obligations as at April 1	110,505	62,376
Service cost	45,911	25,017
Interest cost	11,070	4,451
Actuarial (gain)/loss	(5,727)	24,093
Benefits paid	(10,268)	(5,431)
<b>Present value of the defined benefit obligations at March 31 (A)</b>	<b>151,491</b>	<b>110,506</b>
<b>Change in Plan Asset:</b>		
Opening plan assets, at fair value as at April 1	47,860	44,053
Expected return on plan assets	3,491	3,253
Actuarial gain/(loss)	(10,115)	5,984
Contributions	4,966	—
Benefits paid	(10,268)	(5,431)
<b>Fair value of plan assets at March 31 (B)</b>	<b>35,934</b>	<b>47,859</b>
<b>Cost for the year:</b>		
Service cost	45,911	25,017
Interest cost	11,070	4,451
Expected return on plan assets	(3,491)	(3,253)
Actuarial (gain)/loss	4,388	18,108
<b>Total net cost recognised as employee remuneration</b>	<b>57,878</b>	<b>44,323</b>
<b>Reconciliation of Benefit Obligations &amp; Planned Assets for the period:</b>		
Present value of the defined benefit obligations at March 31 (A)	151,491	110,506
Fair value of plan assets at March 31 (B)	35,934	47,859
<b>Net asset/(liability) as at March 31 recognised in Balance Sheet</b>	<b>(115,557)</b>	<b>(62,647)</b>
<b>Investment details of plan assets:</b>		
The plan assets are invested in insurer managed funds.		
<b>Assumptions:</b>		
Discount rate	5.50%	7.50%
Salary escalation rate:		
Year 1	10.00%	7.00%
Year 2 to 3	8.00%	7.00%
Year 4 to 6	7.00%	7.00%
Year 7 onwards	5.00%	7.00%
Estimated rate of return on plan assets	7.50%	7.50%

## 3.22 Employee Stock Option Scheme ("ESOS")

There are presently six ESOS schemes in force by name Founder I, Founder II, 2004-05, 2005-06, 2006-07 and 2007-08, salient features of which are as stated below:

	Founder 1	2004-05	2005-06	2006-07 & Founder II	2007-08
Date of allotment	March 28, 2005	April 25, 2005	April 26, 2006	April 24, 2007	April 25, 2008
No. of options granted	2,665,500	3,742,400	4,633,250	6,534,675 (2006-07) 470,000 (Founder II)	6,074,000
Graded Vesting Period					
1st Year	50% of options granted	25% of options granted	25% of options granted	25% of options granted	25% of options granted
2nd Year	25% of options granted	25% of options granted	25% of options granted	25% of options granted	25% of options granted
3rd Year	25% of options granted	25% of options granted	25% of options granted	25% of options granted	25% of options granted
4th Year	—	25% of options granted	25% of options granted	25% of options granted	25% of options granted
Maximum term of options granted	Later of the tenth anniversary of the date of grant of options or the fifth anniversary of the date of vesting of options				
Mode of settlement	Equity				

Exercise price of options is subject to dilution formula and it depends on the capital base of the Company as at the date of exercise of the options. Exercise price of all the options outstanding as at March 31, 2007 for Founder I (2003-04) scheme, 2004-2005 scheme, 2005-06 scheme, 2006-07 scheme, Founder II and 2007-08 scheme is Rs. 30, Rs. 42, Rs. 70, Rs. 130, Rs. 130 and Rs. 400 respectively.



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

Particulars	March 31, 2009	March 31, 2008
Outstanding at the beginning of the year	12,684,277	7,279,964
Add: Granted during the year	6,074,000	7,004,675
Less: Forfeited/lapsed during the year	1,005,695	1,464,563
Exercised during the year	1,143,570	135,799
Outstanding at the end of the year	16,609,012	12,684,277
Exercisable at the end of the year	2,920,138	2,030,765

During the year, the Company has recognised a compensation cost of Rs. Nil (Previous year: Rs. Nil) as the intrinsic value of the options.

Had the Company followed the fair value method for valuing its options for the year, the charge to the Revenue and Profit & Loss Account would have been higher by Rs. 359,034 thousand (Previous year: Rs. 135,282 thousand) and profit/(loss) after tax would have been Rs. 8,156,030 thousand (Previous year: Rs. 14,085,910 thousand). Consequently Company's basic and diluted earnings per share would have been (Rs. 5.76) (Previous year: (Rs. 10.37)).

The weighted average price of options exercised during the year is Rs. 58.72 (Previous year: Rs. 58.05). The weighted average remaining contractual life of options outstanding at the end of the period is 7 years (Previous year: 7.8 years). The fair value of the options granted during the year was Rs. 400 as of the date of grant.

The Key assumptions used to estimate fair value of options are:

Risk-free interest rate	6.87%–8%
Expected life	3–5 Years
Expected Volatility	28.65%
Expected dividend yield	1.50%

### 3.23 Foreign exchange gain/(loss):

The amount of foreign exchange gain (net) credited to Revenue and Profit & Loss Account is Rs. 4,090 thousand (Previous year: Rs. 881 thousand foreign exchange loss)

### 3.24 Earnings per equity share:

(Rs. in 000's)

Particulars	March 31, 2009	March 31, 2008
I Net profit/(loss) as per profit and loss account available for equity shareholders for both basic and diluted earnings per equity share of Rs. 10 each	(7,796,996)	(13,950,627)
II Weighted average number of equity shares for earnings per equity share		
(a) For basic earnings per equity share	1,417,180,106	1,357,687,296
(b) For diluted earnings per equity share	1,147,180,106	1,357,687,296
Number of equity shares for basic earnings per equity share as per (ii) (a)		
Add: Weighted average outstanding employee stock options deemed to be issued for no consideration	Nil	Nil
Weighted number of equity shares for diluted earnings per equity share	1,417,180,106	1,357,687,296
III Earnings per equity share		
Basic (in Rupees)	(5.50)	(10.28)
Diluted (in Rupees)	(5.50)	(10.28)

### 3.25 Funds for Future Appropriations ('FFA') – Linked

Pursuant to IRDA's notification dated March 29, 2006, the Appointed Actuary has determined an amount of Rs. 1,497,261 thousand (Previous year: Rs. 2,332,916 thousand) as release of actuarial reserves on policies which have lapsed earlier.

The cumulative balance of FFA as at March 31, 2009 of Rs. 5,590,611 thousand (Previous year Rs. 4,093,352 thousand) is not available for distribution to shareholders. Such amount is classified under Funds for Future appropriations – Linked, in the Balance Sheet.

### 3.26 The Micro, Small and Medium Enterprises Development Act, 2006

There are no dues payable to vendors covered by the Micro, Small and Medium Enterprises Development Act, 2006, as at March 31, 2009.

### 3.27 Additional disclosures on expenses

The additional disclosures on expenses pursuant to IRDA notification dated March 28, 2008 have been detailed herein below:

(Rs. in 000's)

Particulars	March 31, 2009	March 31, 2008
Outsourcing expenses	2,238,035	2,672,699
Business development expenses	813,879	1,886,603
Market support expenses	816,875	2,282,160

### 3.28 Previous year comparatives

Previous year figures have been regrouped and reclassified wherever necessary, to conform to current year presentation.

For and on behalf of the Board of Directors

AVIJIT CHATTERJEE  
Appointed Actuary  
SANAULLA KHAN  
Company Secretary

K. V. KAMATH  
Chairman  
SHIKHA SHARMA  
Managing Director

KEKI DADISETH  
Director  
N. S. KANNAN  
Executive Director

BARRY STOWE  
Director



# receipts & payments account



for the year ended March 31, 2009

(Rs. in 000's)

Particulars	March 31, 2009	March 31, 2008
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Cash receipts from customers:</b>		
Premium & Other receipts	174,912,805	155,767,196
<b>Cash paid towards operating activities:</b>		
Expenses & Withdrawals	(78,648,580)	(74,888,209)
Reinsurance premium ceded	(433,156)	(206,148)
Advances & Deposits	(415,371)	(531,646)
Loan against policies	(20,663)	(1,599)
Taxes Paid	(202,896)	(230,711)
<b>Net cash from operating activities (A)</b>	<b>95,192,139</b>	<b>79,908,883</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Sale of fixed assets	1,024	3,508
Purchase of fixed assets	(726,847)	(1,348,968)
Purchase of investments	(4,564,045,395)	(1,514,934,707)
Loan	4,562	4,058
Sale of Investments	4,447,683,173	1,414,945,308
Interest & Dividend received	9,221,551	5,659,929
<b>Net cash from investing activities (B)</b>	<b>(107,861,932)</b>	<b>(95,670,872)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of share capital	262,614	889,226
Share Premium on capital issued	9,805,443	16,119,025
<b>Net cash used in financing activities (C)</b>	<b>10,068,057</b>	<b>17,008,251</b>
Net increase in cash and cash equivalents (A+B+C)	(2,601,736)	1,246,262
Cash and cash equivalents at beginning of the year	6,168,887	4,922,625
<b>Cash and Cash Equivalents at end of the year</b>	<b>3,567,151</b>	<b>6,168,887</b>
<b>Note:</b>		
Cash & cash equivalents at the end of the year includes:		
– Cash (Including cheques in hand & stamps in hand)	2,474,405	2,986,791
– Bank Balances & Money at call & short notice	1,092,746	3,182,096
[Including bank balance for linked business of Rs. 8,390 thousands (Previous Year Rs. 3,807 thousands)]	<b>3,567,151</b>	<b>6,168,887</b>

As per our report of even date attached

For WALKER, CHANDIOK & CO.  
Chartered Accountants

For B S R & CO.  
Chartered Accountants

AVIJIT CHATTERJEE  
Appointed Actuary

For and on behalf of the Board of Directors

K. V. KAMATH  
Chairman

KEKI DADISETH  
Director

BARRY STOWE  
Director

KHUSHROO B. PANTHAKY  
Partner  
Membership No. 042423

AKEEL MASTER  
Partner  
Membership No. 046768

SANAULLA KHAN  
Company Secretary

SHIKHA SHARMA  
Managing Director

N. S. KANNAN  
Executive Director

Place : Mumbai  
Date : April 21, 2009