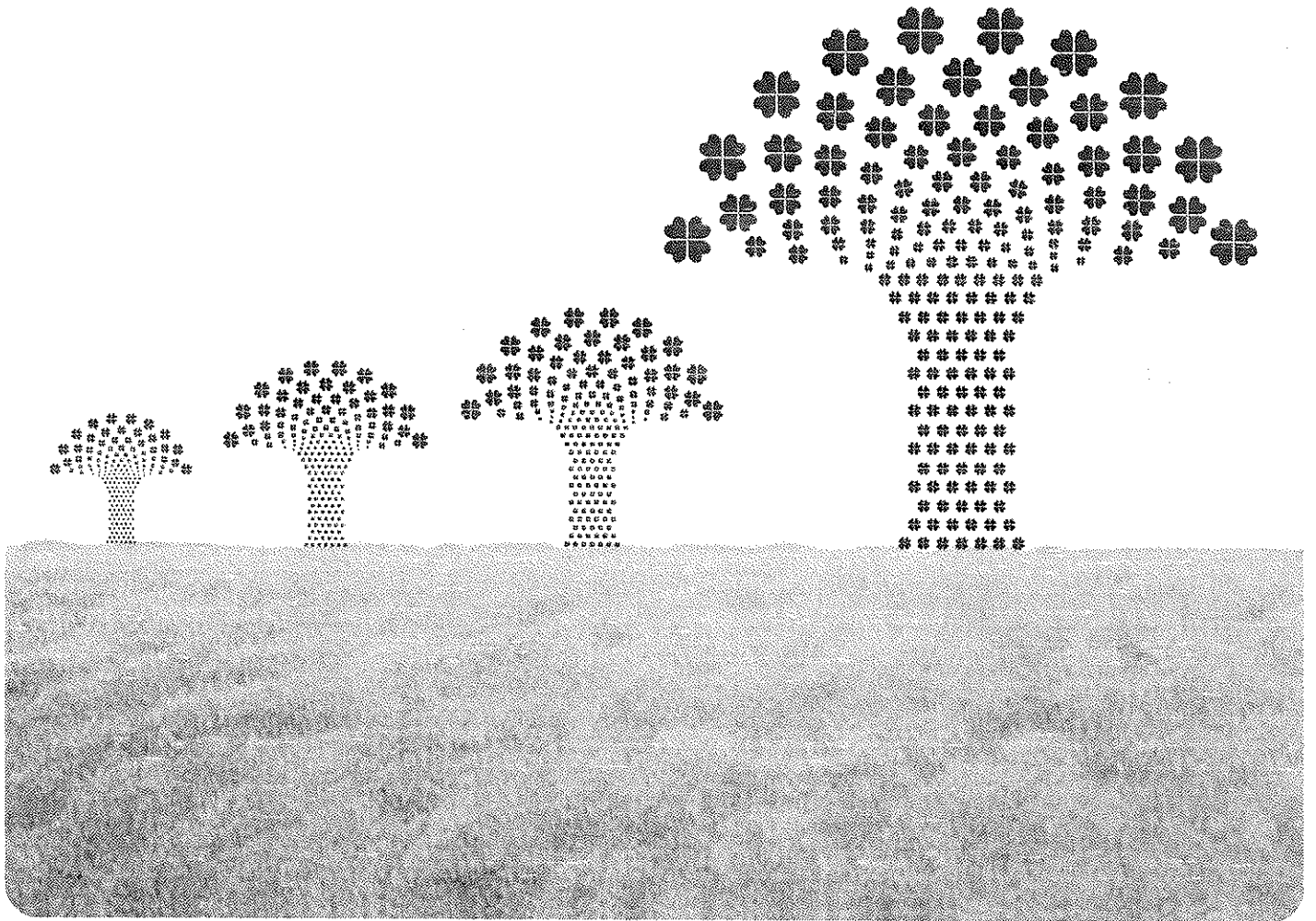




Ab Health Hamesha



Annual Report 2014-15

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Ab Health Hamesha

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DIRECTOR'S REPORT

Dear Members,
 Religare Health Insurance Company Limited

Your Directors have pleasure in presenting the Eighth Annual Report together with the Audited Financial Statements of the Company for the financial year ended March 31, 2015.

FINANCIAL RESULTS

(Rs. in Crores)

Particulars	2014-15	2013-14
Gross Written Premium	275.80	152.31
Net Written Premium	229.05	123.22
Net Earned Premium (A)	153.72	81.64
Net Incurred Claims (B)	93.96	65.25
Net Commission (C)	19.89	12.75
Expenses (D)	160.13	99.59
Investment & Other Income (E)	21.01	16.33
Profit / (Loss) Before Tax (A-B-C-D+E)	(99.25)	(79.62)
Provision for tax	0.005	0.01
Profit / (Loss) After Tax	(99.25)	(79.63)

FUTURE OUTLOOK

In Financial year 2015-16, the industry is expected to grow at a steady pace in line with the growth seen in FY 2014-15. To achieve this, your Company plans to focus on increasing its distribution footprints through various Channels such as Agency, Banks, Brokers and Online.

STATEMENT ON THE AFFAIRS OF THE COMPANY

- Section 3A of the Insurance Act, 1938 has been amended by the Insurance Laws (Amendment) Act, 2015 to remove the process of annual renewal of the Certificate of Registration issued to Insurers under Section 3 of the Insurance Act, 1938. However, it has been stated that Insurers shall continue to pay such annual fee as may be prescribed by the Regulations. Insurance Regulatory Development Authority of India ("IRDAI") in line with the above amendment issued a general circular stating that Certificate of Registration of the

- Insurers renewed in 2014, expiring in March 2015, shall continue to be in force from April 1, 2015 subject to payment of renewal fee. Your Company has paid the renewal fee.
- During its third year and second full fiscal year of operations, your Company has focused on developing its people and management strength, customer-led processes, scalable infrastructure and distribution capabilities.
- With a bouquet of multiple products across retail and group categories, your Company has products for each segment such a health, personal accident, critical illness, travel, excess of loss and maternity. Your Company has presence in 17 states through its 46 offices and has provided coverage to around 2.7 million lives.
- During financial year 2014-15, your Company has under-written premium over Rs. 275.8 Crores.
- Total employee strength of your Company as on 31st March 2015 is more than 1500.
- Your Company has tied up with more than 4,500 hospitals to facilitate cashless services to its customers.
- Till March 31, 2015, Your Company has tied up with more than 14,200 individual agents and 15 Corporate Agents.
- Your Company has tied up with six banks for distribution of its products as a bancassurance partner namely with Union Bank of India, IndusInd Bank, Udipi Co-operative Bank, The Saraswat Co-Op Bank Ltd, Kashi Gomti Samyut Gramin Bank And Himachal Pradesh Gramin Bank.
- All retail claims are managed by in-house Claims team.
- Since the geographical spread of Group policies is vast, your Company has tied up with Third Party Administrators to service claims registered against selective Group policies.

RURAL & SOCIAL SECTOR OBLIGATION

Your Company has complied with the requirements of the IRDA regulations on Rural and Social Sector obligations.

INVESTMENTS

Your company has made Investments in compliance with IRDA Investment regulations and total Asset under management as on 31st March, 2015 stands at Rs. 305.0Crore (including deposit with banks amounting to Rs. 56.2 Crore)

SHARE CAPITAL

The authorized share capital of your Company has been raised to Rs. 400,00,00,000 (Rupees Four Hundred Crores only) divided into 40,00,00,000 equity shares (Forty Crores only) of Rs. 10/- each (Rupees Ten only) from Rs. 300,00,00,000 crores (Rupees Three Hundred Crores only) divided into 30,00,00,000 (Thirty Crores only) of Rs. 10 each (Rupees Ten only).

During the year your Company has raised Rs. 100,00,00,000 (Rupees One Hundred crores only) by allotting 10,00,00,000 (Ten Crores only) equity shares of Rs. 10 each in four equal tranches to the existing shareholders in the existing ratio , the details of which are given as below:

Date of allotment	Mode of increase in capital	No. of shares allotted	Amount	Paid Up capital (in Rupees)
July 09, 2014	Preferential Allotment to the existing shareholders in their existing ratio	2 Crore 50 Lacs Equity Shares of Rs.10 each	25,00,00,000 (Rs. Twenty Five Crores only)	275,00,00,000
October 09, 2014	Right Issue to the existing shareholders in their existing ratio	2 Crore 50 Lacs Equity Shares of Rs.10 each	25,00,00,000 (Rs. Twenty Five Crores only)	300,00,00,000
December 22, 2014	Right Issue to the existing shareholders in their existing ratio	2 Crore 50 Lacs Equity Shares of Rs.10 each	25,00,00,000 (Rs. Twenty Five Crores only)	325,00,00,000
March 23, 2015	Right Issue to the existing shareholders in their existing ratio	2 Crore 50 Lacs Equity Shares of Rs.10 each	25,00,00,000 (Rs. Twenty Five Crores only)	350,00,00,000

The paid up equity share capital of your Company as on March 31, 2015 is Rs. 350,00,00,000 (Rupees Three Hundred and fifty crores only) divided into 35,00,00,000 (Thirty Five crores only) of Rs. 10 each (Rupees Ten each only).

TRANSFER TO RESERVES

Your Company had not transferred towards the reserves and surplus during the financial year 2014-2015.

DIVIDEND

Your company is not in a position to provide dividend to its shareholders due to losses in the Company.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There has been no material change and commitment which will affect the financial position of the Company.

DIRECTORS

As per the rotation policy agreed between the Company and its shareholders, during the year Mr. Balakrishnan Kulasekaran, Nominee from Corporation Bank was appointed as Nominee Director on April 02, 2014 for a period of six (6) months and his tenure was completed on October 1, 2014.

Post completion of the tenure of Mr. Balakrishnan Kulasekaran, Mr. Rajendra Kumar Choudhary, Nominee from Union Bank of India was appointed as Nominee Director on March 24, 2015 for a period of six (6) months.

During the year, the members in its last Annual General Meeting held on July 25, 2014 approved the appointment of Mr. Kamlesh Dangi as Director liable to retire by rotation.

During the year, the tenure of Lt. Gen.(Retd.) Shamsheer Singh Mehta and Mr. S. L. Mohan have been fixed to 5 years w.e.f April 01, 2014 as per Section 149 and 152 of the Companies Act, 2013 and prescribed rules thereof.

Further, during the year, Ms. Hiroo Mirchandani, was appointed as an Additional Director (Non - Executive Independent Director) w.e.f. March 31, 2015 of the Company for a period of 5 years subject to the approval of the members. The Board had recommended her appointment to the members at the ensuing Annual general Meeting.

In accordance with the provisions of the Companies Act, 2013 and Articles of Association of the Company, Mr. Ravi Umesh Mehrotra is liable to retire by rotation as Director at the ensuing Annual General Meeting and is eligible for re-appointment and has offered himself for re-appointment. The Board also recommends his re-appointment in the forthcoming Annual General Meeting.

COMPOSITION

The composition of the Board of Directors of your Company is in conformity with the requirements of Corporate Governance Guidelines issued by IRDAI and the Companies Act, 2013. Currently, the Board of Directors of the Company consists of eight (8) Directors comprising one (1) Managing Director & CEO and remaining seven (7) are other Directors. The other Directors comprises of One (1) Bank Nominee, three (3) Independent Directors constituting one(1) women director and three (3) rotational directors.

COMMITTEES OF THE BOARD

Your Company has constituted following mandatory Committees as required under the Corporate Governance Guidelines issued by Insurance Regulatory & Development Authority of India (IRDAI):

- Audit Committee;
- Investment Committee;
- Risk Management Committee; and
- Policyholders Protection Committee;

In addition, the Company has constituted following non-mandatory committees:

- Nomination and Remuneration Committee (formerly known as Remuneration / Compensation Committee)
- Allotment Committee

All decisions pertaining to the constitution of the Board Committees, appointment of members and fixation of terms of reference of the Committees are taken by the Board of Directors.

MEETINGS OF THE BOARD AND ITS COMMITTEES

Details of the composition, qualification, field of specialization, status of Directorships, meetings held during the financial year 2014-15 and the attendance at each meeting of the Board and its Committees are as under:

A. BOARD OF DIRECTORS

During the year, your Company held four (4) Board Meetings i.e. on April 30, 2014, July 28, 2014, October 31, 2014 and January 23, 2015. The brief detail is as under:

S No.	Name of the Director	Qualification	Field of specialization	Category	No. of meetings attended
1.	Mr. Sunil Godhwani	Graduate in Chemical Engg., M.B.A	Finance	Non-Executive Director	4
2	Mr. Ravi Mehrotra	B.Com. PGDBM	Finance & General Management	Non-Executive Director	4
3	Mr. Anuj Gulati	B. Tech, IIT Delhi, PGDBM, IIM Bangalore	Insurance Sector	Managing Director & CEO	4
4	Mr. Kamlesh Dangi	PG in HR	Human Resource	Director	4
5	Mr. Sham Lal Mohan	B.Sc Mechanical Engg. and AIII (General), Insurance Institute of India, Mumbai	Insurance Sector	Independent Director	4
6.	Lt. Gen. (Retd.) S S Mehta	M. Sc. (Defence Studies)	Defence	Independent Director	4
7.	Mr. Balakrishnan Kulasekaran*	Bsc, CAIB(Part 1)	Banking	Nominee Director	2

8	Mr. R. K. Choudhary**	M.com, CAIIB	Banking	Nominee Director	-
9	Ms. Hiroo Mirchandani***	B.Com(Hon.), MBA	Consulting and Advisory	Independent Director	-

*Appointed as Bank nominee director on April 02, 2014 and completed his tenure on October 1, 2014

**Appointed as Nominee Director w.e.f. March 24, 2015.

***Appointed as an Additional Director (Non- Executive cum Independent Director)w.e.f. March 31, 2015.

Audit Committee

Audit Committee has been functioning as per the provisions of the Companies Act, 2013 and the Corporate Governance guidelines issued by IRDAI. The major role of the Audit Committee is to oversee the financial statements, financial reporting, statement of cash flow, disclosure process both on an annual and quarterly basis.

During the year, the Committee held four (4) meetings i.e. on April 30, 2014, July 28, 2014, October 31, 2014 and January 23, 2015. The details are as under:

Sr. No.	Name of the member	No. of meetings attended
1	Mr. S. L. Mohan	4
2	Lt. Gen. (Retd.) S. S. Mehta	4
3	Mr. Sunil Godhwani	2
4	Mr. Ravi Mehrotra	4
5	Ms. Hiroo Mirchandani*	-

*Appointed as a Committee member w.e.f. March 31, 2015.

Investment Committee

The Investment Committee has been functioning in accordance with Corporate Governance guidelines issued by IRDAI, the Committee's role is to manage the investment out of the policyholders' funds, laying down overall investment policy and operational framework for investment operations of the Company. During the year, the Committee held four (4) meetings i.e. on April 30, 2014, July 28, 2014, October 31, 2014 and January 23, 2015. The details are as under:

Sr. No.	Name of the member	No. of meetings attended
1	Mr. Ravi Mehrotra	4

2	Mr. Anuj Gulati	4
3	Mr. R.K. Choudhary*	-
4	Mr. Pankaj Gupta	4
5	Mr. Nitin Katyal	4
6	Mr. Joydeep Saha**	2
7	Mr. Liyaquat Khan***	2
8	Mr. Balakrishnan Kulasekaran****	2

*Appointed in Committee on March 24, 2015 as a Bank Nominee Director – Union Bank of India

**Appointed as “Appointed Actuary” on September 1, 2014

***Resigned as Appointed Actuary on August 31, 2014

**** Resigned as Nominee Director on October 1, 2014.

Risk Management Committee

The Risk Management Committee has been functioning in accordance with Corporate Governance guidelines issued by IRDAI, the major role of the Committee is to assist the Board in effective operation of the risk management system. During the year the Committee held four (4) meetings i.e. on April 30, 2014, July 28, 2014, October 31, 2014 and January 23, 2015. The details are as under:

Sr. No.	Name of the member	No. of meetings attended
1	Mr. S. L. Mohan	4
2	Mr. Ravi Mehrotra	4
3	Mr. Anuj Gulati	4
4	Mr. Kamlesh Dangi	4

Policyholders Protection Committee

The Policyholders Protection Committee has been functioning in accordance with Corporate Governance guidelines issued by IRDAI, the major role of the Committee is to put in place the proper procedures and effective mechanism to address complaints and grievance of policyholders. During the year, the Committee held four (4) meetings i.e. on April 30, 2014, July 28, 2014, October 31, 2014 and January 23, 2015. the details are as under:

Further, during the year due to the appointment of Ms. Hiroo Mirchandani, the Committee was reconstituted.

Sr. No.	Name of the member	No. of meetings attended
---------	--------------------	--------------------------

1	Lt. Gen. (Retd.) S. S. Mehta	4
2	Mr. Sunil Godhwani	4
3	Mr. Anuj Gulati	4
4	Mr. Kamlesh Dangi	4
5	Ms. Hiroo Mirchandani*	-

*Appointed in the Committee on March 31, 2015.

Nomination/ Remuneration Committee (formerly known as Remuneration /Compensation Committee)

Nomination/ Remuneration Committee (formerly known as Remuneration/Compensation Committee) has been functioning pursuant to the Companies Act, 2013 and Corporate Governance guidelines issued by IRDAI. It's one of the major role is to determine the remuneration and compensation packages for the CEO and other executive directors on board. During the year, the Remuneration/Compensation Committee held three (3) meetings i.e. on April 29, 2014, July 28, 2014, and January 23, 2015. The details are as under:

Sr. No.	Name of the member	No. of meetings attended
1	Lt. Gen. (Retd.) S.S. Mehta	3
2	Mr. Sunil Godhwani	2
3	Mr. Ravi Mehrotra	3
4	Mr. Kamlesh Dangi	3

ALLOTMENT COMMITTEE

The major role of the Committee is to assist the Board in the allotment of shares. During the year the Committee held eight (8) meetings i.e. on July 9, 2014, August 19, 2014, September 15, 2014, October 9, 2014, December 1, 2014, December 22, 2014, February 27, 2015 and March 23, 2015. The details are as under:

Sr. No.	Name of the member	No. of meetings attended
1	Mr. Sunil Godhwani	7
2	Mr. Anuj Gulati	8
3	Mr. Kamlesh Dangi	1

KEY MANAGERIAL PERSONNEL (KMP)

The Board in its meeting held on April 30, 2014 had designated Mr. Anuj Gulati, Managing Director & CEO and Mr. Pankaj Gupta, CFO as KMP of the Company.

Also the Board in the same meeting had appointed Mr. Pratik Kapoor, Company Secretary as KMP of the Company.

DEPOSITS

Your Company has neither invited nor accepted any deposits from the public during the year under review with the meaning of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014.

LOANS AND INVESTMENT

Section 186 of the Companies Act, 2013 is not applicable on the Company being Insurance Company.

RESTRICTIONS ON PURCHASE BY COMPANY OR GIVING LOANS BY IT FOR PURCHASE OF ITS SHARES.

The Company had not provided Loans to any person to purchase or subscribe for fully paid up shares in the Company or its holding Company.

RELATED PARTY TRANSACTIONS:

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of business. There were no materially significant related party transactions made by the company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

CORPORATE SOCIAL RESPONSIBILITY

Section 135 of the Companies Act, 2013 is not applicable on the Company.

DIRECTOR'S APPOINTMENT AND REMUNERATION POLICY

The Board of Directors in its meeting held on July 28, 2014 had adopted the Director's Appointment and Remuneration Policy. This policy has been framed as per requirement of Sections 134, 178, Schedule IV of the Companies Act, 2013 read with applicable Regulations under the Act. The Salient feature of the Policy is as follows:

The Nomination & Remuneration Committee (NRC) of the Company determines the criteria of appointment to the Board and is vested with the authority to identify candidates for appointment to the Board of Directors. The NRC, along with the Board, on continuous basis will review appropriate skills, characteristics and experience required of the Board as a whole and its individual members.

In evaluating the suitability of individual Board member, the NRC will take into account multiple factors, including general understanding of the business, education, professional background, personal achievements, etc. Few important criteria against which each prospective candidate will also be evaluated are personal and professional ethics, integrity and values.

The NRC will evaluate each prospective candidate with the objective of having a group that best enables the success of the company's business.

The form and amount of director remuneration will be recommended by the NRC to the Board for approval within the maximum amount permissible under the law. Employee directors will not be paid for Board membership in addition to their regular employee compensation.

The NRC will conduct a review of director compensation on a periodic basis to ensure directors of the Company are compensated effectively in a manner consistent with the strategy of the Company, and to further ensure that the Company will be able to attract, retain and reward those who contribute to the success of the Company.

VIGIL MECHANISM ESTABLISHED BY THE COMPANY

The Board of Directors in its meeting held on October 31, 2014 adopted the Whistle Blower Policy of the Company. Lt. Gen.(Retd.) S. S. Mehta, Independent Director – Chairman of the Audit Committee was appointed as Ombudsman of the Company.

The Objective of the Policy:

- ✓ The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations. To maintain these standards, the Company encourages disclosures by its stakeholders who have concerns about any suspected misconduct.
- ✓ The disclosures made under this policy could pertain to concerns about possible irregularities, governance weaknesses, financial reporting issues, violation of law, unethical practices or gross misconduct by the employees of the Company that can lead to financial loss and/ or reputational risk to the organization.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT THE WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place an Anti-Sexual Harassment Policy ('Policy') in line with the requirements of The Sexual Harassment of Women at the Work Place (Prevention, Prohibition and Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set-up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under the Policy. The following is a summary of sexual harassment complaints received and disposed off during the year 2014-15:

a) No. of complaints received: 1

b) No. of complaints disposed off: 1

EMPLOYEES STOCK OPTION SCHEME

The details of the Employees Stock Option Scheme of the Company are as under:

PARTICULARS	DETAILS
Options granted	22,691,964 (Granted in FY14-15, including 2,000,000 granted to CEO in lieu of the surrender of previously held ESOPs)

Options vested	4,850,000 (Options vested in FY14-15, from both 2010 & 2014 schemes)
Options exercised	0
The total no. of shares arising as a result of exercise of option	0
Options lapsed	2,00,000
The exercise price	RS. 10 for all others For CEO Performance Pool- Per share price arrived by dividing following at time of exit event a. capital invested each year grown at 13% till exit event (compounded growth) by b. fully diluted share capital
Variation of terms of options	As per various schemes approved by the members in Annual General Meeting held on July 25, 2014
Money realized by exercise of options	0
Total no. of options in force	35,466,964
Employee wise details of options granted:	
(i) Key Managerial Personnel	CEO- 13,116,964 (Granted in FY14-15) CFO- 5,50,000 (Granted in FY14-15)
Any other employee who receives a grant of options in any one year of option amounting to 5% or more of options granted during that year	Only CEO
Identified employees who were granted option, during any one year, equal to or exceeding 1% of the issued capital(excluding outstanding warrants and conversations) of the company at the time of grant.	Nil

AUDITORS

As per revised guidelines for appointment of statutory auditors of insurance companies issued by IRDAI, each insurance company will have two auditors on a joint audit.

According M/s S. S. Kothari Mehta & Co. and M/s T. R. Chadha & Co., Chartered Accountants, were appointed as Joint Statutory Auditors of your Company.

Joint Statutory Auditors retire at the conclusion of the ensuing Annual General Meeting and have confirmed their eligibility and willingness to accept the office of the Statutory Auditors, if re-appointed.

The Auditors have furnished a certificate of their eligibility for re-appointment under Section 141 of the Companies Act, 2013 and in terms of IRDA Circular No. 36/F&A/EMPL/74/July05 dated July 25, 2005 and have indicated their willingness to hold the said office.

The Board recommends the re-appointment of M/s S. S. Kothari Mehta & Co. and M/s T. R. Chadha & Co., Chartered Accountants as Joint Statutory Auditor of your Company.

AUDITORS' REPORT

The observations of the Auditors in their report read together with the Notes on Accounts are self-explanatory and therefore, in the opinion of the Directors, do not call for any further explanation.

SECRETARIAL AUDIT

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, your Company has appointed PI & Associates, Practising Company Secretaries to undertake the Secretarial Audit of the Company for the financial year 2014-15. The Report of the Secretarial Audit Report is enclosed as **Annexure A**. The observations of the Auditors in their report read together with the Notes on Accounts are self-explanatory and therefore, in the opinion of the Directors, do not call for any further explanation.

INTERNAL CONTROLS

Your Company has adequate system of internal control in place.

Internal Financial Controls are part and partial of process and system procedures. It is being monitored by the Company on frequent basis. The Internal audit is conducted to examine the adequacy, relevance and effectiveness of control systems, compliance with policies, plans and statutory requirements.

RISK MANAGEMENT

Risk Policy of the Company has been approved and reviewed by the Board. Policy elaborates the detail description of type of risk and its monitoring plan. As a process, key risk to which Company is exposed during the quarter, is placed and discussed in the Risk Committee Meeting and the same is updated to the Board.

DIRECTOR'S RESPONSIBILITY STATEMENT

In accordance with the requirements of Section 134(5) of the Companies Act, 2013 the Board of Directors hereby state and confirm that:

- a) In the preparation of the annual accounts for the year ending March 31, 2015, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The directors had selected such accounting policies and applied them consistently and made judgements and estimated 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 profit and loss of the company for that period;
- c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts on a going concern basis; and

- e) ~~The directors, in the case of a listed company, had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; (not applicable on our company)~~
- f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

EXTRACT OF ANNUAL RETURN

The details forming part of the extract of the Annual Return in **Form MGT 9** is annexed herewith as **Annexure B**

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS

There has been no order passed by any Regulator, Court or Tribunal against the Company which can impact its going concern status and company's operation in future.

CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION

Your Company is not engaged in manufacturing activities and, therefore, the particulars as required under the Companies Act, 2013 regarding Conservation of Energy, Research and Development and Technology Absorption are not applicable.

FOREIGN EXCHANGE EARNINGS AND OUTGO

The Foreign Exchange earned in terms of actual inflows during the year 2014-2015 is Rs. NIL and the Foreign Exchange outgo in terms of actual outflows during the year 2014-2015 is Rs. 1.45 Crores.

FORMAL ANNUAL EVALUATION

The Board of Directors in its meeting held on January 23, 2015 had adopted the Board Evaluation policy. Sections 134, 178 and Schedule IV of the Companies Act, 2013 ("Act") read with applicable Regulations under the Act. The Salient feature of the Policy is as follows:

The performance evaluation framework consists of three parts as per below:

- Performance Evaluation of Committees
- Performance Evaluation of the Board as a whole
- Performance Evaluation of Individual Directors

Performance Evaluation of the Committees and Board as a whole

- The Board had carried out annual evaluation of its Committees and Board through self-evaluation Form which was circulated by the Board Designee prior to the Committee Meeting(s) and Board Meeting.
- The evaluation form consisted of certain criteria's on the basis of which individual Director's rated the respective Committee(s) and the Board.
- The Board Designee then tabulated the results and shares the summary report with the Committee(s) members and the Board. The summary report included the score against each of the evaluation criteria & verbatim comments without any names.

- The Committee(s) and the Board discussed the individual feedback, broad & common areas that were working well and those that need attention.
- The Board Designee also presented the summary report to the Board of the all the Committee(s) and the Board in the Annual Board Meeting.

Performance Evaluation of Individual Directors

- The Board and NRC carried out performance evaluation of individual directors through peer evaluation of each Board member during the Annual Board Meeting itself. The Chairman of the Board initiated the evaluation process where each Board member evaluated each of their colleagues on the Board.
- During the Annual Board Meeting, each Board member was given an evaluation form to rate each of their colleagues on the Board. The Board members does not have to disclose his/her name on the evaluation form.
- Once all the evaluation forms were placed in designated envelopes, each Board member will have the opportunity to go through their own peer evaluation scores during the meeting itself.

PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company has been attached as **Annexure C**.

CERTIFICATION UNDER IRDAI CORPORATE GOVERNANCE GUIDELINES

As per Corporate Governance Guidelines for Insurance Companies- Amendment No. 1 dated January 29, 2010, Annual report of insurers will have a separate certification from the compliance officer in the prescribed format.

Accordingly, a Certificate for compliance of the Corporate Governance Guidelines is enclosed as **Annexure D**.

ACKNOWLEDGEMENT

The Board wishes to place on record its sincere appreciation for the continued assistance, support and co-operation extended to your Company by the Shareholders, Insurance Regulatory and Development Authority, the auditors of your Company, Banks, other Government Authorities and Employees during the year under review and look forward to their continued support in the future.

**By order of the Board of Directors
For Religare Health Insurance Company Limited**

sd/-
Anuj Gulati

Managing Director & CEO

sd/-
Kamlesh Dangi

Director

Place: New Delhi
Dated: April 28, 2015

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2015

*[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014]*

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2015

To,

The Members,

Religare Health Insurance Company Limited

(U66000DL2007PLC161503)

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Religare Health Insurance Company Limited (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the Company, books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2015, the Company has complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent based on the management representation letter/confirmation, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2015, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;



CORPORATE OFFICE

D-38 South Extn. Part-I, New Delhi - 110049 India | T: +91 11 40622200 | F: +91 11 40622201 | E: info@piassociates.co.in

LOCATIONS

Bengaluru | Bhubaneshwar | Hyderabad | Indore | Kolkata | Trivandrum | Lucknow | Ludhiana | Vadodara

- ~~(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;~~
- ~~(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;~~
- ~~(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;~~
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - ~~(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;~~
 - ~~(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;~~
 - ~~(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;~~
 - ~~(d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;~~
 - ~~(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;~~
 - ~~(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;~~
 - ~~(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and~~
 - ~~(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;~~
- (vi) Insurance Regulatory and Development Authority of India Act, 1999 and rules/regulations made thereunder;
- (vii) Insurance Act, 1938 and Rules/ Regulations made thereunder;
- (viii) Employees Provident Fund and Miscellaneous Provisions Act, 1952 and Provisions of Employee State Insurance Act, 1948, Workmen's Compensation Act, 1923, Equal Remuneration Act, 1976 and all other allied labour laws, as informed/ confirmed to us;

I/we have also examined compliance with the applicable clauses of the following:

- ~~(i) Secretarial Standards issued by The Institute of Company Secretaries of India~~
- ~~(ii) The Listing Agreements entered into by the Company with the Stock Exchange(s), if applicable;~~



CORPORATE OFFICE

D-38 South Extn. Part-I, New Delhi - 110049 India | T: +91 11 40622200 | F: +91 11 40622201 | E: info@piassociates.co.in

LOCATIONS

Bengaluru | Bhubaneswar | Hyderabad | Indore | Kolkata | Trivandrum | Lucknow | Ludhiana | Vadodara

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period the company has three (3) events (Give details of specific events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above).

- The Company, during the audit period, came out with rights issue three times amounting to Rs. 7,50,00,000/- (Rupees Seven Crores Fifty Lacs only) for which the Company had complied with the provisions of the laws mentioned hereinabove.

For M/s PI & Associates, Practicing Company Secretaries



ACS No.: 20740

C P No.: 8050

Place: New Delhi

Date: 26th April, 2015

CORPORATE OFFICE

D-38 South Extn. Part-I, New Delhi - 110049 India | T : +91 11 40622200 | F : +91 11 40622201 | E : info@piassociates.co.in

LOCATIONS

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Annexure B

EXTRACT OF ANNUAL RETURN

as on the financial year ended on March 31, 2015

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

CIN	U66000DL2007PLC161503
Registration Date	2 nd April 2007
Name of the Company	Religare Health Insurance Company Limited
Category / Sub- Category of the Company	Company having Share Capital
Address of the Registered Office and contact details	D3, P3B, District Center, Saket, New Delhi-110017 Tel No. 011-39115000
Whether listed company	No
Name, address and contact details of Registrar and Transfer Agent, if any	Karvy Computershare Pvt. Ltd. Karvy Selenium Tower B, Plot No 31 & 32 Gachibowli, Financial District, Nanakramguda, Serilingampally Hyderabad – 500 008 P : +91 040 67161500

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code* of the Product/ service	% to total turnover of the company
1.	Insurance, reinsurance and pension funding,	6512/Health Insurance	100%

	except compulsory social security		
	Non-life insurance This class includes provision of insurance services other than life insurance such as accident and fire insurance, health insurance, travel insurance, property insurance, motor, marine, aviation and transport insurance, pecuniary loss and liability insurance		

*NIC Code 2008

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –

S. NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY / ASSOCIATE	% of shares held	Applicable Section
1	RELIGARE ENTERPRISES LIMITED	L74899DL1984PLC146935	Holding	90%	2(46)

The Company does not have any subsidiary or associate company.

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding

Category of Shareholders	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
A. Promoters									
(1) Indian									

a) Individual / HUF	-----	---	-----	----	-----	---	-----	----	-----
b) Central Govt.	-----	---	-----	----	-----	---	-----	----	-----
c) State Govt.(s)	-----	---	-----	----	-----	---	-----	----	-----
d) Bodies Corporate									
i. <i>Religare Enterprise Limited along with its nominees</i>	225000000	-	225000000	90	315000000	-	315000000	90	----
e) Banks/FI									
i. <i>Union Bank of India</i>	125000000	-	125000000	5	175000000	-	175000000	5	-----
ii. <i>Corporati on bank of India</i>	125000000	-	125000000	5	175000000	-	175000000	5	-----
f) Any Other...	-----	---	-----	----	-----	---	-----	----	-----
Sub -Total (A)(1):	250000000	-	250000000	100	350000000	-	350000000	100	-----
(2)Foreign									
a) NRIs - Individuals	-----	---	-----	----	-----	---	-----	----	-----
b) other - individuals	-----	---	-----	----	-----	---	-----	----	-----
c) Bodies Corporate	-----	---	-----	----	-----	---	-----	----	-----
d)Banks / FI	-----	---	-----	----	-----	---	-----	----	-----
e) Any Other...	-----	---	-----	----	-----	---	-----	----	-----
Sub-Total (A)(2)	-----	---	-----	----	-----	---	-----	----	-----
Total Shareholding of Promoters(A) =(A)(1)+(A)(2)	250000000	-	250000000	100	350000000	-	350000000	100	-----

B. Public Shareholding	-----	---	-----	-----	-----	---	-----	-----	-----
(1) Institutions	-----	---	-----	-----	-----	---	-----	-----	-----
a) Mutual Funds /UTI	-----	---	-----	-----	-----	---	-----	-----	-----
b) Banks/ FI	-----	---	-----	-----	-----	---	-----	-----	-----
c) Central Govt.	-----	---	-----	-----	-----	---	-----	-----	-----
d) Venture Capital Funds	-----	---	-----	-----	-----	---	-----	-----	-----
e) Venture Capital Funds	-----	---	-----	-----	-----	---	-----	-----	-----
f) Insurance Companies	-----	---	-----	-----	-----	---	-----	-----	-----
g) FIs	-----	---	-----	-----	-----	---	-----	-----	-----
h) Foreign Venture Capital Funds	-----	---	-----	-----	-----	---	-----	-----	-----
l) Others (specify)	-----	---	-----	-----	-----	---	-----	-----	-----
Sub-total (B)(1):	-----	---	-----	-----	-----	---	-----	-----	-----
(2) Non-Institutions	-----	---	-----	-----	-----	---	-----	-----	-----
a) Bodies Corporate	-----	---	-----	-----	-----	---	-----	-----	-----
l) Indian	-----	---	-----	-----	-----	---	-----	-----	-----
ll) Overseas	-----	---	-----	-----	-----	---	-----	-----	-----
b) Individuals									
i. Individual Shareholders holding nominal share	-----	---	-----	-----	-----	---	-----	-----	-----

	capital upto 1 Lakh								
ii.	Individual Shareholders holding nominal share capital in excess of 1 lakh	-----	---	-----	-----	---	-----	-----	-----
c) Others (specify)									
i.	Shares held by Pakistani Citizens vested with the Custodian of Enemy Property	-----	---	-----	-----	---	-----	-----	-----
ii.	Other Foreign Nationals	-----	---	-----	-----	---	-----	-----	-----
iii.	Foreign Bodies	-----	---	-----	-----	---	-----	-----	-----
iv.	NRI/OCBs	-----	---	-----	-----	---	-----	-----	-----
v.	Clearing Members / Clearing House	-----	---	-----	-----	---	-----	-----	-----
vi.	Trusts	-----	---	-----	-----	---	-----	-----	-----
vii.	Limited Liability Partnership	-----	---	-----	-----	---	-----	-----	-----
viii.	Foreign Portfolio Investor (Corporate)	-----	---	-----	-----	---	-----	-----	-----

ix. Qualified Foreign Investor	-----	---	-----	-----	---	-----	---	-----
Sub-Total (B)(2)								
Total Public Shareholding (B)=(B)(1)+(B)(2)	-----	---	-----	-----	---	-----	---	-----
C. Shares held by Custodian for GDRs & ADRs	-----	---	-----	-----	---	-----	---	-----
Grand Total (A+B+C)	250000000	-	250000000	100	350000000	-	350000000	100

(ii) Shareholding of Promoters

Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year		
	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares
Religare Enterprises Limited	22,50,00,000	90.00%	Nil	31,50,00,000	90.00%	Nil
Union Bank of India	1,25,00,000	5.00%	NIL	1,75,00,000	5.00%	NIL
Corporation Bank	1,25,00,000	5.00%	NIL	1,75,00,000	5.00%	NIL
Total	25,00,00,000	100.00%	Nil	35,00,00,000	100.00%	Nil

iii. Change in Promoters' Shareholding (please specify, if there is no change)

Shareholding at the beginning of the year			Cumulative Shareholding of the Company	
	No. of shares	% of total shares of the Company	No. of Shares	% of total shares of the company

At the beginning of the year						
<ul style="list-style-type: none"> Religare Enterprises Limited 	22,50,00,000			90%	22,50,00,000	90%
<ul style="list-style-type: none"> Union bank of India 	1,25,00,000			5%	23,75,00,000	5%
<ul style="list-style-type: none"> Corporation Bank 	1,25,00,000			5%	25,00,00,000	5%
Date wise Increase/ Decrease in Promoters Shareholding during the Year specifying the reasons for increase/ Decrease (eg, allotment/ transfer/ bonus/ sweat equity etc)	Date	Increase/ decrease	Reasons			
	Jul 09, 2014					
	Religare Enterprises Limited	2,25,00,000	Preferential Allotment of 2 crore 25 lakh Equity shares of Rs. 10each	90%	27,25,00,000	90%
Union Bank of India	12,50,000	Preferential Allotment of 12 Lakh 50,000 Equity shares of Rs. 10each	5%	27,37,50,000	5%	

	Corporati on Bank	12,50,000	Preferenti al Allotment of 12 Lakh 50,000 Equity shares of Rs. 10each	5%		
	Oct 09, 2014					
	Religare Enterprise s Limited	2,25,00,00 0	Allotment of 2crore 25 lakh Equity shares of Rs. 10each through right issue	90%		27,50,00,000 5%
	Union Bank of India	12,50,000	Allotment of 12 Lakh 50,000 Equity shares of Rs. 10each through right issue	5%		29,75,00,000 90%
	Corporatio n Bank	12,50,000	Allotment of 12 Lakh 50,000 Equity shares of Rs. 10each through right issue	5%		29,87,50,000 5%
						300,00,00,00 0 5%

Dec 22, 2014					
Religare Enterprises Limited	2,25,00,000	Allotment of 2 crore 25 lakh Equity shares of Rs. 10each through right issue	90%	32,25,00,000	90%
Union Bank of India	12,50,000	Allotment of 12 Lakh 50,000 Equity shares of Rs. 10each through right issue	5%		5%
Corporation Bank	12,50,000	Allotment of 12 Lakh 50,000 Equity shares of Rs. 10each through right issue	5%		5%
Mar 23, 2015					
Religare Enterprises Limited	2,25,00,000	Allotment of 2 crore 25 lakh Equity shares of Rs. 10each through right issue	90%	34,75,00,000	90%

	Union Bank of India	12,50,000	Allotment of 12 Lakh 50,000 Equity shares of Rs. 10each through right issue	5%	34,87,50,000	5%
	Corporation Bank	12,50,000	Allotment of 12 Lakh 50,000 Equity shares of Rs. 10each through right issue	5%	35,00,00,000	5%
At the end of the year						
• Religare Enterprises Limited	31,50,00,000		90%		35,00,00,000	100%
• Union Bank of India	1,75,00,000		5%			
• Corporation bank	1,75,00,000		5%			

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

For each of the top 10 Shareholders	Shareholding at the beginning of the year		Shareholding at the end of the year	
	No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
NIL				

v. Shareholding of Directors and Key Managerial Personnel:

For each of the Directors and KMP	Shareholding at the beginning of the year			Cumulative Shareholding during the year	
	Name	No. of Shares	% of total shares of the company	No. of shares	% of total shares of the Company
At the beginning of the year	Mr. Sunil Ghodhwani jointly with Mr. Amit Sarup (Director of Religare Enterprises Limited holding 100 shares of Rs.10 each as a nominee of Religare Enterprises Limited	100	0%	100	0%
Date wise increase/ Decrease in shareholding during the year specifying the reasons for increase/decrease (eg. allotment/transfer/bonus/sweat equity etc)	Nil	Nil	Nil	Nil	Nil
At the end of the Year	Mr. Sunil Ghodhwani (Director of Religare Enterprises Limited holding 100 shares of Rs.10 each as a nominee of Religare Enterprises Limited	100	Nil	100	Nil

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment (as on March 31, 2015)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness

Indebtedness at the beginning of the financial year	Nil	Nil	Nil	Nil
i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due				
Total (i+ii+iii)	Nil	Nil	Nil	Nil
Change in Indebtedness during the financial year	Nil	Nil	Nil	Nil
<ul style="list-style-type: none"> • Addition • Reduction 				
Net Change	Nil	Nil	Nil	Nil
Indebtedness at the end of the financial year	Nil	Nil	Nil	Nil
i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due				
Total (i+ii+iii)	Nil	Nil	Nil	Nil

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

(as on March 31, 2015)

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

S No.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
		Mr. Anuj Gulati	

1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	33506580 32400 Nil	
2.	Stock Options	13,116,964 (Granted in FY14-15)	
3.	Sweat Equity	Nil	
4.	Commission - as % of profit - others, specify...	Nil	
5.	Others, please specify		
	Total (A)		
	Ceiling as per the Act	Governed by Section 34A of Insurance Act	

B. Remuneration to other directors:

S.No	Particulars of Remuneration	Name of the Directors			Total Amount
		Mr. S.L. Mohan	Lt. Gen.(Retd) S.S. Mehta	Ms. Hiroo Mirchandani	
	Independent Directors Fees for attending Committee meetings and Board Meetings	Rs. 2,40,000	Rs. 3,00,000	Nil	
	Commission	Nil	Nil	Nil	
	Others, please specify	Nil	Nil	Nil	

	Total (B)(1)			Nil	
	Other Non-Executive Directors Fees for attending Board Meetings/ Committee Meetings Commissions Others, Please specify	Nil	Nil	Nil	
	Total (B)(2)	Nil	Nil	Nil	
	Total B = (B)(1) + (B)(2)	Rs. 2,40,000	Rs. 3,00,000	Nil	

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

S no.	Particulars of Remuneration	Key Managerial Personnel		
		CEO	Company Secretary	CFO
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	33506580 32400 Nil	10,57,051 Nil Nil	1,24,48,248 39600 Nil
2.	Stock Options	13116964 (Granted in FY14-15)	Nil	550000 (Granted in FY14-15)
3.	Sweat Equity	Nil	Nil	Nil
4.	Commission - as % of profit - others, specify...	Nil	Nil	Nil
5.	Others, please specify			
	Total (A)			

	Ceiling as per the Act	Governed by Section 34A of Insurance Act	Nil	Nil
--	------------------------	--	-----	-----

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
B. DIRECTORS					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
C. OTHER OFFICERS IN DEFAULT					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil

**By order of the Board of Directors
For Religare Health Insurance Company Limited**

**Sd/-
Anuj Gulati**

Managing Director & CEO

**sd/-
Kamlesh Dangi**

Director

Place: New Delhi
Dated: April 28, 2015

Certification for compliance of the Corporate Governance Guidelines

To,
The Members,
Religare Health Insurance Company Limited

I, Pratik Kapoor, hereby certify that your Company has complied with the Corporate Governance Guidelines, as applicable for Insurance Companies as amended from time to time and nothing has been concealed or suppressed.

Sd/-
Pratik Kapoor
Company Secretary

Place: New Delhi
Date: April 28, 2015

T. R. Chadha & Co.
Chartered Accountants
B-30, Connaught Place,
New Delhi 110001

S S Kothari Mehta & Co.
Chartered Accountants
146-148, Tribhuvan Complex,
Ishwar Nagar, Mathura Road,
New Delhi 110065

Religare Health Insurance Company Limited
CIN: U6600DL2007PLC161503
Registration No. 148, Date of Registration with IRDA : April 26, 2012

Independent Auditors' Report to the Members of Religare Health Insurance Company Limited

Report on the Standalone Financial Statements

1. We have audited the accompanying standalone financial statements of Religare Health Insurance Company Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Revenue Account, the Profit and Loss Account and the Receipts and Payments Account of the Company for the year the ended, and Notes to the Financial Statements comprising of a summary of the significant accounting policies and other explanatory information.

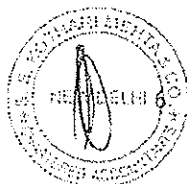
Management's Responsibility for the Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 read with provisions of Section 11 of the Insurance Act, 1938 read with the Insurance Regulatory and Development Authority (IRDA) regulations/Guidelines/Circulars/Orders.
3. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of these standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

4. Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder including the Insurance Act, 1938 read with IRDA regulations/guidelines/circular/order. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
5. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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



Opinion

7. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements are prepared in accordance with and give the information required by the Insurance Act, 1938, the Insurance Regulatory and Development Authority Act, 1999, read with the applicable provisions of the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2015;
- b) In the case of revenue accounts of the deficit of the year ended on that date
- c) In the case of Profit and Loss Account, the Loss for the year ended on that date; and
- d) In the case of Receipts and Payments Account, of the receipts and payments for the year ended on that date.

Report on Other Legal and Regulatory Requirements

8. As the Company is not covered by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, no report is given on the matters specified in paragraphs 3 and 4 of the Order.

9. As required by Section 143 (3) of the Act, we report that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c. As the Company's accounts are centralized and maintained by Corporate Office, no returns for the purposes of our audit are prepared at the branches and other offices of the Company;
- d. The Balance Sheet, the Revenue Account, the Profit and Loss Account and the Receipts and Payments Account dealt with by this Report are in agreement with the books of account;
- e. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 read together with IRDA Regulations/Circulars/Orders;
- f. The Balance Sheet, the Revenue Account, the Profit and Loss Account and the Receipt and Payments Account have been drawn up in accordance with Insurance Act, 1938, Insurance Regulatory and Development Authority (IRDA) (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 (the regulations) and the Companies Act, 2013;
- g. The estimate of claims incurred But Not Reported [IBNR] and claims Incurred But Not Enough Reported [IBNER] has been certified by the Company's appointed actuary. The appointed actuary has certified to the Company that the assumptions used for such are appropriate and are in accordance with the requirements of the Insurance Regulatory and Development Authority [IRDA] and Actuarial Society of India in concurrence with IRDA. We have relied on the appointed Actuary's certificate in this regard
- h. Investments of the Company have been valued in accordance with the Provisions of the Insurance Act and the Regulations.



T. R. Chadha & Co.
Chartered Accountants
B-30, Connaught Place,
New Delhi 110001

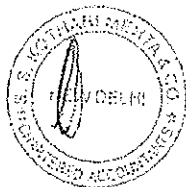
S S Kothari Mehta & Co.
Chartered Accountants
146-148, Tribhuvan Complex,
Ishwar Nagar, Mathura Road,
New Delhi 110065

- i. The accounting policies selected by the Company are appropriate and are in compliance with the applicable accounting standards 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 or any order or direction issued by the IRDA in this behalf;
 - j. On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
 - k. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
10. Further, according to the information and explanations given to us and to the best of our knowledge and belief, we certify that:
- i. We have reviewed the Management Report attached to the financial statements for the period ended March 31, 2015 and there is no apparent mistake or material inconsistency therein with the financial statements;
 - ii. Based on the information and explanations received during the course of our audit, management representations by officers of the Company charged with compliance and compliance certificates issued by management, 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, vide their letter dated April 26, 2012.
11. As required by the Regulations, we set out in the Annexure a statement certifying the matters specified in paragraph 4 of schedule C to the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002.

For S S Kothari Mehta & Co.
Chartered Accountants
(Firm Registration No. 000756N)



K K Tulshan
Partner
Membership No.: 085033



For T. R. Chadha & Co.
Chartered Accountants
(Firm Registration No. 006711N)



Neena Goel
Partner
Membership No.: 057986

Place: New Delhi
Date: 28th April, 2015

T.R. Chadha & Co.
Chartered Accountants
B- 30, Connaught Place,
New Delhi-110001

S S Kothari Mehta & Co.
Chartered Accountants
146-148, Tribhuvan Complex
Ishwar Nagar, Mathura Road
New Delhi – 110 065

Religare Health Insurance Company Limited

CIN: U6600DL2007PLCI61503

Registration No. 148, Date of Registration with IRDA : April 26, 2012

Annexure

Auditor's Certificate

(Referred to in the Auditors' Report to the members of Religare Health Insurance Company Limited (the 'Company') on the financial statements for the year ended March 31, 2015)

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 and records maintained by Religare Health Insurance Company Limited for the year ended March 31, 2015, we certify that:

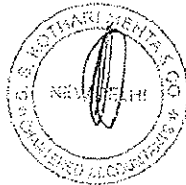
- a) We have verified the cash balances maintained by the company, to the extent considered necessary. As regards the securities relating to the company's investments, the same have been verified on the basis of the dematerialized statement/confirmations received from the custodian;
- b) The company is not the trustee of any trust; and;
- c) No part of the assets of the policyholders' fund has been directly or indirectly applied in contravention to the provisions of the Insurance Act, 1938 relating to the application and investment of the policyholders' fund.

The Certificate had been issued to comply with Schedule C of the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulation 2002, ('the Accounting Regulations'), read with Regulation 3 of the Accounting Regulations and may not be suitable for any other purpose.

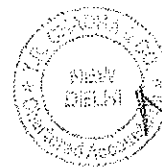
For S S Kothari Mehta & Co.
Chartered Accountants
(Firm Registration No. 000756N)

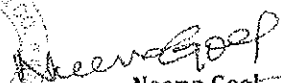


K K Tulshan
Partner
Membership No.: 085033



For T.R. Chadha & Co.
Chartered Accountants
(Firm Registration No. 006711N)




Neena Goel
Partner
Membership No.: 057986

Place: New Delhi

Date: 26th April 2015


MISCELLANEOUS BUSINESS REVENUE ACCOUNT FOR THE YEAR ENDED 31st MARCH 2015

S. No	Particulars	Schedule	For the Year ended 31st March, 2015 (₹ '000)	For the Year ended 31st March, 2014 (₹ '000)
1	Premiums earned (Net)	1	1,537,227.6	816,435.6
2	Profit/ loss on sale/redemption of investments		14,735.8	7,941.1
3	Others (to be specified)		-	-
4	Interest dividend & rent - Gross		111,874.5	47,788.7
	TOTAL (A)		1,663,838.0	872,165.4
1	Claims incurred (Net)	2	939,665.5	652,478.9
2	Commission	3	198,975.1	127,466.9
3	Operating expenses related to insurance business	4	1,572,070.2	973,156.7
4	Premium deficiency		-	-
	TOTAL (B)		2,710,710.8	1,753,102.5
	Operating profit/(loss) from Miscellaneous business C= (A - B)		(1,046,872.8)	(880,937.1)
	APPROPRIATIONS			
	Transfer to Shareholders' account		(1,046,872.8)	(880,937.1)
	Transfer to catastrophe reserve		-	-
	Transfer to other reserves		-	-
	TOTAL (C)		(1,046,872.8)	(880,937.1)
	Significant Accounting Policies and Notes to Accounts	16		


As required by Sec 40C(2) of the Insurance Act, 1938, we certify that to the best of our knowledge and according to the information and explanations given to us, and so far as appears from our examination of the company's books of accounts, all expenses of management, wherever incurred, whether directly or indirectly, have been fully recognised in the Revenue Accounts as an expense.

The schedules referred to above form an integral part of the Financial Statements.

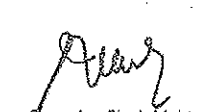
As per our report of even date attached
For T.R. Chadha & Co.
Chartered Accountants
Firm Regn No. : 006711N

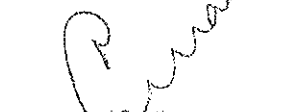

Neena Goyal
Partner
Membership No. : 057986

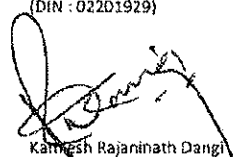
For S.S. Kothari Mehta & Co.
Chartered Accountants
Firm Regn No. : 000756N



K.K. Tulshani
Partner
Membership No. : 085033

For and on behalf of the Board of Directors

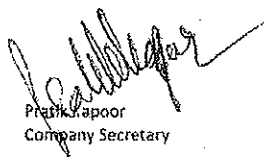

Shamsher Singh Mehta
Director
(DIN : 02201929)


Anuj Gupta
Managing Director & CEO
(DIN : 00278955)


Kamlesh Rajaninath Dangri
Director
(DIN : 05152439)


Pankaj Gupta
Chief Financial Officer

Place : New Delhi
Date : 28th April, 2015


Pratik Kapoor
Company Secretary

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2015

S. No	Particulars	Schedule	For the Year ended 31st March, 2015 (₹ '000)	For the Year ended 31st March, 2014 (₹ '000)
1	OPERATING PROFIT/(LOSS)			
	(a) Fire Insurance		-	-
	(b) Marine Insurance		-	-
	(c) Miscellaneous Insurance		(1,046,872.8)	(880,937.1)
2	INCOME FROM INVESTMENTS			
	(a) Interest, Dividend & Rent – Gross		83,076.8	97,535.4
	(b) Profit on sale of investments		431.0	13,043.2
	Less: Loss on sale of investments		-	(3,075.4)
3	OTHER INCOME - Miscellaneous Income			43.6
	TOTAL (A)		(962,365.0)	(773,390.3)
4	PROVISIONS (Other than taxation)			
	(a) For diminution in the value of investments		-	-
	(b) For doubtful debts		-	-
	(c) Others (to be specified)		-	-
5	OTHER EXPENSES			
	(a) Expenses other than those related to Insurance Business		29,180.0	22,748.9
	(b) Bad debts written off		-	-
	(c) Others - Foreign Exchange Loss/(Gain)		(10.6)	6.2
	TOTAL (B)		29,169.4	22,755.1
	Profit / (Loss) Before Tax		(992,534.4)	(796,145.4)
	Provision for Taxation		51.2	114.6
	Profit / (Loss) After Tax		(992,585.6)	(796,260.0)
	APPROPRIATIONS			
	(a) Interim dividends paid during the year		-	-
	(b) Proposed final dividend		-	-
	(c) Dividend distribution tax		-	-
	(d) Transfer to any Reserves or Other Accounts (to be specified)		-	-
	Balance of profit/ loss brought forward from last year/Period		(1,257,971.5)	(461,711.5)
	Less: Depreciation Adjustment as per Companies Act, 2013 (Refer Note 2 of Schedule NL 14)		(1,348.6)	-
	Balance carried forward to Balance Sheet		(2,251,905.7)	(1,257,971.5)
	Earnings Per Share			
	Basic earnings per share of ₹ 10 face value (Refer note 25)		(3.5)	(4.0)
	Diluted earnings per share of ₹ 10 face value (Refer note 25)		(3.5)	(4.0)
	Significant Accounting Policies and Notes to Accounts	16		

The schedules referred to above form an integral part of the Financial Statements.

As per our report of even date attached

For T.R. Chadha & Co.
Chartered Accountants
Firm Regn No. : 006711N

Neena Gool
Partner
Membership No. : 057986

For S.S. Kothari Mehta & Co.
Chartered Accountants
Firm Regn No. : 000756N

K.K. Tulshan
Partner
Membership No. : 085033

For and on behalf of the Board of Directors

Shamsher Singh Mehta
Director
(DIN : 02201929)

Anuj Gulati
Managing Director & CEO
(DIN : 00278955)

Ramesh Rajaninath Dangri
Director
(DIN : 05152439)

Pankaj Gupta
Chief Financial Officer

Pratik Kapoor
Company Secretary

RECEIPT AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2015

Particulars	For the year ended 31st March, 2015	For the year ended 31st March, 2014
	(₹ '000)	(₹ '000)
Cash Flows from the Operating activities:		
Premium received from policyholders, including advance receipts	3,200,160.2	1,423,493.3
Other receipts	-	-
Payments to the re-insurers, net of commissions and claims	(30,266.3)	(93,761.7)
Payments to co-insurers, net of claims recovery	32,379.6	64,733.3
Payments of claims	(1,011,139.1)	(951,946.0)
Payments of commission and brokerage	(347,473.5)	(311,286.7)
Payments of other operating expenses	(1,407,954.5)	(873,297.1)
Preliminary and pre-operative expenses	-	-
Deposits, advances and staff loans	(11,305.9)	(15,194.9)
Income taxes paid (Net)	(77.8)	(52.7)
Service tax paid	(226,576.7)	(106,593.1)
Other payments	-	-
Cash flows before extraordinary items	197,745.9	(683,905.6)
Cash flow from extraordinary operations	-	-
Net cash flow from Operating activities	197,745.9	(683,905.6)
Cash flows from Investing activities:		
Purchase of fixed assets (including capital advances)	(67,723.9)	(152,958.6)
Proceeds from sale of fixed assets	-	119.6
Purchases of investments	(1,390,184.9)	(357,862.5)
Loans disbursed	-	-
Sales of investments	487,800.0	157,945.0
Repayments received	-	-
Rents/Interests/ Dividends received	152,985.2	139,609.5
Investments in money market instruments and in liquid mutual funds (Net)	(254,706.5)	(45,142.9)
Expenses related to investments	-	-
Net cash flow from investing activities	(1,071,850.1)	(258,889.8)
Cash flows from Financing activities:		
Proceeds from issuance of share capital	1,000,000.0	750,000.0
Proceeds from borrowing	-	-
Repayments of borrowing	-	-
Interest/dividends paid	-	-
Net cash flow from Financing activities	1,000,000.0	750,000.0
Effect of foreign exchange rates on cash and cash equivalents, net	10.6	(6.2)
Net Increase in cash and cash equivalents:	125,906.4	(192,801.6)
Cash and cash equivalents at the beginning of the year	129,352.5	322,154.0
Cash and cash equivalents at the end of the year	255,258.9	129,352.5

As per our report of even date attached

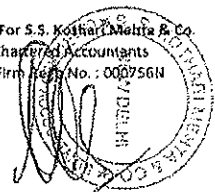
For T.R. Chadha & Co.
 Chartered Accountants
 Firm Regn No. : 006711N

Neena Goel
 Partner
 Membership No. : 057986



For S.S. Kothari & Mehta & Co.
 Chartered Accountants
 Firm Regn No. : 000756N

K.K. Tushan
 Partner
 Membership No. : 085033



For and on behalf of the Board of Directors

Shamsher Singh Mehta
 Director
 (DIN : 02201929)

Anuj Gulati
 Managing Director & CEO
 (DIN : 00278955)

Ramesh Rajaninath Dangri
 Director
 (DIN : 05152439)

Pankaj Gupta
 Chief Financial Officer

Company Secretary

Place : New Delhi

Date : 28th April, 2015

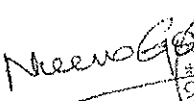
BALANCE SHEET AS AT 31st MARCH, 2015

Particulars	Schedule	As at 31st March, 2015 (₹ '000)	As at 31st March, 2014 (₹ '000)
SOURCES OF FUNDS			
Share Capital	5	3,500,000.0	2,500,000.0
Share Application Money Pending Allotment		-	-
Reserves And Surplus	6	-	-
Fair Value Change Account		-	75.4
Borrowings	7	-	-
TOTAL		3,500,000.0	2,500,075.4
APPLICATION OF FUNDS			
Investments			
- Shareholders	8	951,568.8	1,066,117.7
- Policyholders	8A	2,098,010.5	809,528.1
Loans	9	-	-
Fixed Assets	10	328,640.3	336,937.5
Deferred Tax Asset		-	-
CURRENT ASSETS			
Cash and Bank Balances	11	255,258.9	129,352.5
Advances and Other Assets	12	361,723.2	271,609.7
Sub-Total (A)		616,982.1	400,962.2
Current Liabilities	13	1,343,897.6	723,252.5
Provisions	14	1,405,209.8	648,189.1
Deferred Tax Liability		-	-
Sub-Total (B)		2,747,107.4	1,371,441.6
Net Current Assets (C) = (A - B)		(2,130,125.3)	(970,479.4)
Miscellaneous Expenditure (To The Extent Not Written Off or Adjusted)	15	-	-
Debit Balance in Profit And Loss Account		2,251,905.7	1,257,971.5
TOTAL		3,500,000.0	2,500,075.4
Significant Accounting Policies and Notes to Accounts	16		


The schedules referred to above form an integral part of the Financial Statements.

As per our report of even date attached


For T.R. Chadha & Co.
Chartered Accountants
Firm Regn No. : 006711N



Neena Goel
Partner
Membership No. : 057986

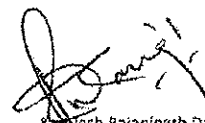
For S.S. Kothari Mehta & Co.
Chartered Accountants
Firm Regn No. : 000756N


K.K. Tulshan
Partner
Membership No. : 085033

For and on behalf of the Board of Directors



Shamsheer Singh Mehta
Director
(DIN : 02201929)


Anuj Gulati
Managing Director & CEO
(DIN : 00278955)


Kamlesh Rajaninath Dangl
Director
(DIN : 05152439)


Pankaj Gupta
Chief Financial Officer

Place : New Delhi
Date : 28th April, 2015


Company Secretary

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 1

PREMIUM EARNED (NET)

Particulars	For the Year ended 31st March, 2015				For the Year ended 31st March, 2014			
	Health (₹ '000)	PA (₹ '000)	Other (₹ '000)	Total (₹ '000)	Health (₹ '000)	PA (₹ '000)	Other (₹ '000)	Total (₹ '000)
Premium from direct business written *	2,583,225.2	155,272.3	19,504.6	2,758,002.1	1,560,374.8	22,698.9	-	1,523,073.7
Add: Premium on reinsurance accepted	-	-	-	-	-	-	-	-
Less: Premium on reinsurance ceded	431,768.5	32,952.8	2,802.2	467,523.5	284,994.3	5,871.9	-	290,866.2
Net Premium	2,151,456.7	122,319.5	16,702.4	2,290,478.6	1,275,380.5	16,827.0	-	1,232,207.5
Adjustment for change in reserve for unexpired risks	659,796.7	87,047.2	6,407.1	753,251.0	409,848.0	5,923.9	-	415,771.9
Premium Earned (Net)	1,491,660.0	35,272.3	10,295.3	1,537,227.6	805,532.5	10,903.1	-	816,435.6

* Net of Service Tax



SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 2

CLAIMS INCURRED [NET]

Particulars	For the Year ended 31st March, 2015				For the Year ended 31st March, 2014			
	Health (₹ '000)	PA (₹ '000)	Other (₹ '000)	Total (₹ '000)	Health (₹ '000)	PA (₹ '000)	Other (₹ '000)	Total (₹ '000)
Claims paid								
Direct claims	975,287.4	12,715.1	2,444.8	990,447.3	752,926.0	6,475.2	-	759,401.2
Add: Re-insurance accepted to direct claims	-	-	-	-	-	-	-	-
Less: Re-insurance Ceded to claims paid *	185,811.3	3,340.4	100.4	187,252.1	211,108.7	2,780.5	-	213,889.2
Net Claims Paid	791,476.1	9,374.7	2,344.4	803,195.2	541,817.3	3,694.7	-	545,512.0
Add: Claims Outstanding at the end of the year *	282,172.5	18,165.2	6,582.7	306,920.4	166,437.9	4,012.2	-	170,450.1
Less: Claims Outstanding at the beginning of the year	166,437.9	4,012.2	-	170,450.1	62,838.0	645.2	-	63,483.2
Total Claims Incurred	907,210.7	23,527.7	8,927.1	939,665.5	645,417.2	7,061.7	-	652,478.9

* Net of Reinsurance



SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 3

COMMISSION

Particulars	For the Year ended 31st March, 2015				For the Year ended 31st March, 2014			
	Health (₹ 000)	PA (₹ 000)	Other (₹ 000)	Total (₹ 000)	Health (₹ 000)	PA (₹ 000)	Other (₹ 000)	Total (₹ 000)
Commission paid								
Direct	303,595.5	22,653.4	1,202.8	327,451.7	139,322.1	2,786.2	-	142,108.3
Total (A)	303,595.5	22,653.4	1,202.8	327,451.7	139,322.1	2,786.2	-	142,108.3
Add: Re-insurance Accepted	-	-	-	-	-	-	-	-
Less: Commission on Re-insurance Ceded	127,327.2	1,603.6	145.8	129,076.6	14,525.5	115.9	-	14,641.4
Net Commission	176,268.3	21,049.8	1,057.0	198,375.1	124,796.6	2,670.3	-	127,466.9

BREAK UP OF THE EXPENSES(GROSS) INCURRED TO PROCURE BUSINESS

Agents	70,307.1	2,672.2	887.8	73,866.9	37,044.6	222.6	-	37,267.2
Brokers	105,301.6	8,966.6	171.3	114,439.4	62,877.9	2,520.8	-	65,398.7
Corporate Agency	38,356.8	665.7	54.0	39,076.5	11,861.4	-	-	11,861.4
Referral	-	-	-	-	-	-	-	-
Others - Bancassurance	89,530.0	10,349.1	89.6	100,068.8	27,538.2	42.8	-	27,581.0
TOTAL (B)	303,595.5	22,653.4	1,202.8	327,451.7	139,322.1	2,786.2	-	142,108.3



SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 4

OPERATING EXPENSES RELATED TO INSURANCE BUSINESS

S. No	Particulars	For the Year ended 31st March, 2015				For the Year ended 31st March, 2014			
		Health	PA	Other	Total	Health	PA	Other	Total
		(₹ 000)	(₹ 000)	(₹ 000)	(₹ 000)	(₹ 000)	(₹ 000)	(₹ 000)	(₹ 000)
1	Employees' remuneration & welfare benefits	712,763.1	40,523.5	5,533.4	758,820.1	498,623.2	6,903.5	-	505,526.7
2	Travel, conveyance and vehicle running expenses	72,658.5	4,133.5	564.1	77,356.1	30,037.0	415.9	-	30,452.9
3	Training expenses	-	-	-	-	-	-	-	-
4	Rents, rates & taxes	59,351.5	3,374.4	460.8	63,186.7	38,807.7	537.3	-	39,345.0
5	Repairs & Maintenance	26,903.9	1,529.5	208.5	28,640.2	17,543.5	242.9	-	17,786.4
6	Printing & stationery	34,425.9	1,957.3	267.3	36,650.4	16,789.6	232.5	-	17,022.1
7	Communication	28,926.1	1,644.6	224.6	30,795.2	16,799.1	232.6	-	17,031.7
8	Legal & professional charges	161,258.2	9,168.2	1,251.9	171,678.3	109,118.1	1,610.7	-	110,728.8
9	Auditors' fees, expenses etc	-	-	-	-	-	-	-	-
	(a) as auditor	1,508.3	85.8	11.7	1,605.8	1,284.8	17.8	-	1,302.6
	(b) as adviser or in any other capacity, in respect of	-	-	-	-	-	-	-	-
	(i) Taxation matters	-	-	-	-	-	-	-	-
	(ii) Insurance matters	-	-	-	-	-	-	-	-
	(iii) Management services; and	-	-	-	-	-	-	-	-
	(c) in any other capacity	-	-	-	-	-	-	-	-
10	Advertisement and publicity	256,403.7	14,577.6	1,990.5	272,971.9	126,327.2	1,749.0	-	128,076.2
11	Interest & bank charges	5,010.7	284.9	38.9	5,334.5	2,532.6	35.1	-	2,567.7
12	Others	-	-	-	-	-	-	-	-
	(a) Electricity and Water	14,165.1	805.3	110.0	15,080.4	8,497.8	117.7	-	8,615.5
	(b) Medical Charges-Policy Issuance	22,777.0	-	-	22,777.0	24,147.9	-	-	24,147.9
	(c) Other	12,235.5	685.6	95.0	13,026.1	16,385.5	226.9	-	16,612.4
13	Depreciation	69,639.6	3,959.3	540.6	74,139.5	51,302.8	738.0	-	54,040.8
	TOTAL	1,478,034.9	82,737.6	11,297.6	1,572,070.2	959,867.3	13,289.4	-	973,156.7



Religare Health Insurance Company Limited

IRDA Registration number 148 dated 26 April, 2012



Ab Health Hamesha

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 5

SHARE CAPITAL

S. No	Particulars	As at 31st March, 2015 (₹ '000)	As at 31st March, 2014 (₹ '000)
1	Authorised Capital		
	400,000,000 Equity Shares of Rs 10 each (Previous Year 300,000,000 Equity Shares of Rs 10 each)	4,000,000.0	3,000,000.0
2	Issued Capital		
	350,000,000 Equity Shares of Rs 10 each (Previous Year 250,000,000 Equity Shares of Rs 10 each)	3,500,000.0	2,500,000.0
3	Subscribed Capital		
	350,000,000 Equity Shares of Rs 10 each (Previous Year 250,000,000 Equity Shares of Rs 10 each)	3,500,000.0	2,500,000.0
4	Called-up Capital		
	350,000,000 Equity Shares of Rs 10 each (Previous Year 250,000,000 Equity Shares of Rs 10 each)	3,500,000.0	2,500,000.0
	Less : Calls unpaid	-	-
	Add : Equity Shares forfeited (Amount originally paid up)	-	-
	Less : Par Value of Equity Shares bought back	-	-
	Less : Preliminary Expenses	-	-
	Less : Expenses including commission or brokerage on Underwriting or subscription of shares	-	-
	TOTAL	3,500,000.0	2,500,000.0

Note:

Out of the above, 315,000,000 (Previous Year 225,000,000) Equity Shares of ₹ 10 each are held by Religare Enterprises Limited, along with its nominees.



SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 5A

PATTERN OF SHAREHOLDING
 [As certified by the Management]

Shareholder	As at 31st March, 2015		As at 31st March, 2014	
	Number of Shares	% of Holding	Number of Shares	% of Holding
Promoters				
Indian	350,000,000.0	100	250,000,000.0	100
Foreign	-	-	-	-
Others				
TOTAL	350,000,000.0	100	250,000,000.0	100

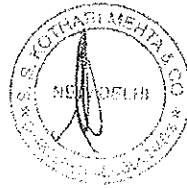


Religare Health Insurance Company Limited

IRDA Registration number 148 dated 26 April, 2012

*Ab Health Flamesha***SCHEDULES FORMING PART OF FINANCIAL STATEMENTS****SCHEDULE - 6****RESERVES AND SURPLUS**

S. No	Particulars	As at 31st March, 2015	As at 31st March, 2014
		(₹ '000)	(₹ '000)
1	Capital Reserve	-	-
2	Capital Redemption Reserve	-	-
3	Share Premium	-	-
4	General Reserves	-	-
	Less: Debit balance in Profit and Loss Account	-	-
	Less: Amount utilized for Buy-back	-	-
5	Catastrophe Reserve	-	-
6	Other Reserves (to be specified)	-	-
7	Balance of Profit in Profit & Loss Account	-	-
	TOTAL	-	-



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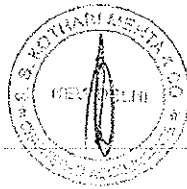
Ab Health Hamesha

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 7

BORROWINGS

S. No	Particulars	As at 31st March, 2015 (₹ '000)	As at 31st March, 2014 (₹ '000)
1	Debentures/ Bonds	-	-
2	Banks	-	-
3	Financial Institutions	-	-
4	Others (to be specified)	-	-
	TDTAL	-	-



Religare Health Insurance Company Limited

IRDA Registration number 148 dated 26 April, 2012



Ab Health Hamesha

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 8

INVESTMENTS - SHAREHOLDERS

S. No	Particulars	Shareholders	
		As at 31st March, 2015 (₹ '000)	As at 31st March, 2014 (₹ '000)
	LONG TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds including Treasury Bills	205,291.7	475,663.3
2	Other Approved Securities	32,174.0	32,191.5
3	Other Investments		
	(a) Shares		
	(aa) Equity		
	(bb) Preference		
	(b) Mutual Funds		
	(c) Derivative Instruments		
	(d) Debentures/ Bonds		100,081.5
	(e) Other Securities (to be specified)		
	- Fixed Deposit	552,300.0	
	(f) Subsidiaries		
	(g) Investment Properties-Real Estate		
4	Investments in Infrastructure and Social Sector		
	- Infrastructure Bonds	10,000.0	318,589.9
	- Housing Bonds	20,032.3	20,045.1
5	Other than Approved Investments		
	SHORT TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds including Treasury Bills	19,970.8	
2	Other Approved Securities		
3	Other Investments		
	(a) Shares		
	(aa) Equity		
	(bb) Preference		
	(b) Mutual Funds	97,100.0	15,016.8
	(c) Derivative Instruments		
	(d) Debentures/ Bonds		
	(e) Other Securities (to be specified)		
	- Fixed Deposit	9,700.0	50,000.0
	- Certificate of Deposit		
	(f) Subsidiaries		
	(g) Investment Properties-Real Estate		
4	Investments in Infrastructure and Social Sector		
	- Infrastructure Bonds	5,000.0	5,000.0
	- Housing Bonds		
5	Other than Approved Investments		49,529.6
	TOTAL	951,568.8	1,066,117.7

Note:

Aggregate amount of Company's investments other than listed equity securities and derivative instruments is Rs. 951,568.8 Thousands. (Previous year Rs. 1,066,117.7 Thousands). Market value of such Investments as at March 31st, 2015 is Rs. 9,50,984.8 Thousands (Previous year Rs. 1,049,477.3 Thousands)

Religare Health Insurance Company Limited

IRDA Registration number 148 dated 26 April, 2012



Ab Health Hamesha

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 8A

INVESTMENTS - POLICY-HOLDERS

S. No	Particulars	Policy-Holders	
		As at 31st March, 2015 (₹ '000)	As at 31st March, 2014 (₹ '000)
	LONG TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds including Treasury Bills	451,045.1	94,202.4
2	Other Approved Securities	200,610.4	100,096.8
3	Other Investments		
	(a) Shares		
	(aa) Equity		
	(bb) Preference		
	(b) Mutual Funds		
	(c) Derivative Instruments		
	(d) Debentures/ Bonds	399,954.2	50,000.0
	(e) Other Securities (to be specified)		
	- Fixed Deposit		
	(f) Subsidiaries		
	(g) Investment Properties-Real Estate		
4	Investments in Infrastructure and Social Sector		
	- Infrastructure Bonds	254,264.0	-
	- Housing Bonds	292,378.7	150,000.0
5	Other than Approved Investments		
	SHORT TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds including Treasury Bills	79,787.2	
2	Other Approved Securities		
3	Other Investments		
	(a) Shares		
	(aa) Equity		
	(bb) Preference		
	(b) Mutual Funds		55,028.9
	(c) Derivative Instruments		
	(d) Debentures/ Bonds		
	(e) Other Securities (to be specified)		
	- Fixed Deposit		260,200.0
	- Certificate of Deposit		
	(f) Subsidiaries		
	(g) Investment Properties-Real Estate		
4	Investments in Infrastructure and Social Sector		
	- Infrastructure Bonds	149,970.9	100,000.0
	- Housing Bonds	50,000.0	
5	Other than Approved Investments	220,000.0	
	TOTAL	2,098,010.5	809,528.1

Notes:

- Long Term Government securities include Deposits held under section 7 of Insurance Act 1938, having book value of Rs. 100,036.4 thousands (Previous year Rs. 64,462.3 Thousands). Market value of such investments as at March 31st, 2015 is Rs. 107,135 thousands (Previous year Rs. 61,384.7 Thousands).
- Aggregate amount of Company's investments other than listed equity securities and derivative instruments is Rs. 2,098,010.5 Thousands. (Previous year Rs. 809,528.1 Thousands). Market value of such investments as at March 31st, 2015 is Rs. 2,145,053 Thousands (Previous year Rs. 805,290.9 Thousands).

Religare Health Insurance Company Limited

IRDA Registration number 148 dated 26 April, 2012



Ab Health Hamesha

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 9

LOANS

S No	Particulars	As at 31st March, 2015 (₹'000)	As at 31st March, 2014 (₹'000)
1	SECURITY-WISE CLASSIFICATION		
	Secured		
	(a) On mortgage of property		
	(aa) In India		
	(bb) Outside India		
	(b) On Shares, Bonds, Govt. Securities		
	(c) Others (to be specified)		
	Unsecured		
	TOTAL	-	-
2	BORROWER-WISE CLASSIFICATION		
	(a) Central and State Governments		
	(b) Banks and Financial Institutions		
	(c) Subsidiaries		
	(d) Industrial Undertakings		
	(e) Others (to be specified)		
	TOTAL	-	-
3	PERFORMANCE-WISE CLASSIFICATION		
	(a) Loans classified as standard		
	(aa) In India		
	(bb) Outside India		
	(b) Non-performing loans less provisions		
	(aa) In India		
	(bb) Outside India		
	TOTAL	-	-
4	MATURITY-WISE CLASSIFICATION		
	(a) Short Term		
	(b) Long Term		
	TOTAL	-	-



SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

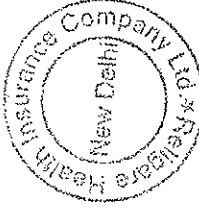
SCHEDULE - 10

FIXED ASSETS

Particulars	As at 31st April, 2014	Cost/ Gross Block		As at 31st March, 2015	Up to 1st April, 2014	Depreciation For The Year	On Sales / Adjustments	Up to 31st March, 2015	Net Block	
		Additions	Deductions						As at 31st March, 2015	As at 31st March, 2014
Goodwill										
Intangibles- Computer Software	257,343.6	141,509.5		391,853.1	67,999.9	51,035.1		118,635.0	273,218.1	179,743.7
Land Freehold										
Leasehold Property	6,059.9	356.0		6,415.9	1,904.7	1,039.4		2,944.1	3,471.9	4,155.2
Buildings										
Furniture & Fittings	1,230.7	568.4	3.6	1,799.5	748.8	596.8	3.6	1,402.0	393.5	481.9
Information Technology Equipment	59,295.0	15,980.1	303.6	72,882.5	24,974.7	16,842.6	(1,076.6)	42,837.9	30,044.7	34,281.2
Vehicles	16,278.3	1,696.4	1,696.4	14,581.9	4,399.6	2,475	467.0	6,407.4	8,174.5	11,678.7
Office Equipment	7,384.7	1,674.0	120.6	8,958.0	2,886.1	2,090.9	93.1	4,877.9	4,080.1	4,504.7
Others (Specify nature)										
TOTAL - Current Year	337,503.2	161,088.0	2,124.1	496,467.0	102,457.8	74,139.5	(507.0)	377,104.3	319,362.7	235,045.4
Previous Year	280,342.4	57,495.9	335.1	337,503.2	48,602.2	54,040.8	185.1	102,457.9	235,045.3	
Work in progress										
Grand Total:										
Current Year	337,503.2	161,088.0	2,124.1	496,467.0	102,457.8	74,139.5	(507.0)	377,104.3	319,362.7	235,045.4
Previous Year	280,342.4	57,495.9	335.1	337,503.2	48,602.2	54,040.8	185.1	102,457.9	235,045.3	

Note:

- 1) Lease hold property consists of civil and other improvements at premises taken on long term lease by company
- 2) The useful life of the assets has been arrived on per the provisions of Schedule-II to Companies Act, 2013 and accordingly the additional charge to the Statement of Profit and Loss Account is ₹ 3,884 thousand, included under depreciation for the period. Depreciation of ₹ 1,369 thousand, for the assets, where useful life of the asset has expired till March 31, 2014, based on revised useful life provided in the Companies Act, 2013, has been recognised in Retained Earnings and is included under Disposal/Adjustment others. Useful life of softwares has been considered as six years. Useful life of some categories of office equipments and furniture has been considered lower than that recommended by the Schedule - II to Companies Act, 2013.



Religare Health Insurance Company Limited

IRDA Registration number 148 dated 26 April, 2012



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SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 11

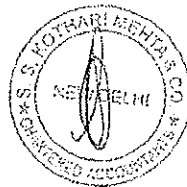
CASH AND BANK BALANCES

S. No	Particulars	As at 31st March, 2015 (₹ '000)	As at 31st March, 2014 (₹ '000)
1	Cash (including cheques, drafts and stamps)	102,116.6	9,574.8
2	Bank Balances		
	(a) Deposit Accounts		
	(aa) Short-term (due within 12months)^*	11,968.5	8,600.0
	(bb) Others	-	-
	(b) Current Accounts	141,173.8	111,177.7
	(c) Others (to be specified)		
3	Money at Call and Short Notice		
	(a) With Banks		
	(b) With other Institutions		
4	Others (to be specified)		
	TOTAL	255,258.9	129,352.5

* Investment related Fixed deposits have been reported under Investments instead of cash and Bank balance.

Note: Balances with non-scheduled banks included in 2 and 3 above

*Includes deposit of ₹ 1263('000)[Previous year 1600('000) with Bank for providing Guarentee to network hospitals



SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 12

ADVANCES AND OTHER ASSETS

S. No	Particulars	As at 31st March, 2015	As at 31st March, 2014
		(₹ '000)	(₹ '000)
	ADVANCES		
1	Reserve deposits with ceding companies	-	-
2	Application money for investments	-	-
3	Prepayments	14,176.6	11,468.0
4	Advances to directors/officers	-	-
5	Advance tax paid and taxes deducted at source (Net of provision for taxation)	5,072.8	4,838.7
6	Others	-	-
	(a) Advances to suppliers	3,888.3	15,185.7
	(b) Other Advances	787.2	595.8
	TOTAL (A)	23,924.9	32,088.2
	OTHER ASSETS		
1	Income accrued on investments *	100,628.1	60,421.2
2	Outstanding premiums	119,006.8	96,083.8
3	Agents balances	875.6	112.9
4	Foreign agencies balances	-	-
5	Due from other entities carrying on insurance business (including re-insurers)	52,940.0	38,617.8
6	Due from subsidiaries/holding companies	162.9	54.7
7	Deposit with RBI (Pursuant to section 7 of Insurance Act, 1938)	-	-
8	Others	-	-
	(a) Rent Deposits & other assets	51,843.1	20,885.1
	(b) Service tax unutilized credit	12,341.8	23,346.0
	(c) Other Receivables	-	-
	TOTAL (B)	337,798.3	239,521.5
	TOTAL (A+B)	361,723.2	271,609.7

* Income accrued on investments includes interest on deposits also.



Religare Health Insurance Company Limited

IRDA Registration number 148 dated 26 April, 2012



Ab Health Hamesha

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 13

CURRENT LIABILITIES

S. No	Particulars	As at 31st March, 2015 (₹ '000)	As at 31st March, 2014 (₹ '000)
1	Agents' balances	19,956.5	26,379.9
2	Balance due to other insurance companies	241,393.7	117,743.0
3	Deposits held on re-insurance ceded	-	-
4	Premiums received in advance	156,882.4	88,574.9
5	Unallocated premium	168,329.0	59,868.2
6	Sundry creditors	389,543.9	219,431.3
7	Due to subsidiaries/holding company	14,560.1	5,468.2
8	Claims outstanding*	306,920.4	170,450.1
9	Due to officers/directors	-	-
10	Unclaimed amount of Policy Holder	11,931.6	2,217.0
11	Others	-	-
	(a) Tax deducted payable	14,560.4	27,892.1
	(b) Other statutory dues	3,415.7	2,338.8
	(c) Service Tax Liability	1,019.4	204.5
	(b) Other Liabilities	13,384.5	2,684.5
	TOTAL	1,341,897.6	723,252.5

*Net of Reinsurance



SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 14

PROVISIONS

S. No	Particulars	As at 31st March, 2015	As at 31st march, 2014
		(₹ '000)	(₹ '000)
1	Reserve for unexpired risk	1,384,510.2	631,259.3
2	For taxation (less advance tax paid and tax deducted at source)	-	-
3	For proposed dividends	-	-
4	For dividend distribution tax	-	-
5	Others		
	(a) For employee benefits	20,648.4	16,852.0
	(c) For wealth tax	51.2	77.8
	(d) For doubtful loans and advances	-	-
	TOTAL	1,405,209.8	648,189.1



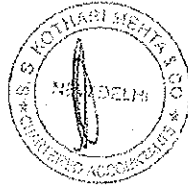
SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 15

MISCELLANEOUS EXPENDITURE

(To the extent not written off or adjusted)

S. No	Particulars	As at 31st March, 2015 (₹ '000)	As at 31st March, 2014 (₹ '000)
1	Discount allowed in issue of shares/ debentures	-	-
2	Others (to be specified)	-	-
	TOTAL	-	-



Schedule 16

Significant accounting policies forming part of the financial statements for the year ended March 31, 2015

1. Background

Religare Health Insurance Company Limited ("the Company") was incorporated on April 2, 2007 as a company under the Companies Act, 1956 ("the Act"). The Company is registered with Insurance Regulatory and Development Authority ("IRDA") and is in the business of underwriting general (health) insurance policies relating to Health segment. The IRDA gave the Company certificate of registration to sell general (health) insurance policies in India on 20th April 2012.

Section 3A of the Insurance Act, 1938 has been amended by the Insurance Laws (Amendment) Act, 2015 to remove the process of annual renewal of the Certificate of Registration issued to Insurers under Section 3 of the Insurance Act, 1938. However, it has been stated that Insurers shall continue to pay such annual fee as may be prescribed by the Regulations. Insurance Regulatory Development Authority of India ("IRDAI") in line with the above amendment issued a general circular stating that Certificate of Registration of the Insurers renewed in 2014, expiring in March 2015, shall continue to be enforce from April 1, 2015 subject to payment of renewal fee. The renewal fees for Financial Year 2015-16 has already been paid.

2. Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention and on the accrual basis of accounting in accordance with the generally accepted accounting principles unless otherwise specifically stated and in accordance the statutory requirements prescribed under the Insurance Act, 1938, the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002("The Regulations") and orders and directions issued by the IRDA in this behalf, the Companies Act, 2013 ("The Act") to the extent applicable and comply with the applicable notified accounting standards issued by Companies (Accounting Standard) Rules, 2006 and current practices prevailing within the Insurance Industry in India.

3. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amounts of assets, liabilities, as on the Balance Sheet date, revenue and expenses for the year ended and disclosure of contingent liabilities as on the Balance Sheet date.

The estimates and assumptions used in these financial statements are based on management's evaluation of the relevant facts and circumstances as on the date of the financial statements. Actual results may differ from the estimates and assumptions used in preparing the accompanying financial statements. Any revision to the accounting estimates is recognized prospectively in the current and future periods.



Schedules forming part of financial statements

4. Significant accounting policies

4.1. Revenue recognition

Premium income

Premium earned including reinstatement premium is recognized as income over the contract period or period of risk based on 1/365 method whichever is appropriate, on a gross basis net of service tax. Any subsequent revision to premium as and when they occur are recognized over the remaining period of risk or contract period, as applicable.

Adjustments to premium income arising on cancellation of policies are recognized in the period in which it is cancelled.

Income from reinsurance ceded

Commission on reinsurance ceded is adjusted/netted off from commission expense in the period of ceding the risk.

Profit Commission under reinsurance treaties, wherever applicable, is recognized as income in the year of final determination of profits and combined with commission on reinsurance ceded.

Income earned on investments

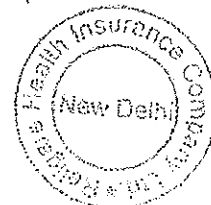
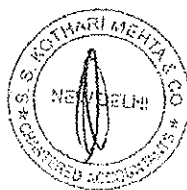
Interest income on investments is recognized on accrual basis. Accretion of discount and amortization of premium relating to debt securities is recognized over the holding/maturity period on a straight-line basis. Realized gain/loss on securities, which is the difference between the sale consideration and the carrying value in the books of the Company, is recognized on the trade date. In determining the realized gain/loss, cost of securities is arrived at on 'Weighted average cost' basis. Further, in case of mutual funds, the profit or loss on sale also includes the accumulated changes in the fair value previously recognized in the fair value change account. Sale consideration for the purpose of realized gain/loss is net of brokerage and taxes, if any, and excludes interest received on sale.

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

Investment income on shareholder fund is disclosed in Profit & Loss account and investment income on policyholder funds is disclosed under revenue accounts.

4.2. Premium received in advance

This represents premium received during the period, where the risk commences subsequent to the Balance Sheet date.



Schedules forming part of financial statements

4.3. Reinsurance Premium

Insurance premium on ceding of the risk is recognised in the period in which the risk commences in accordance with reinsurance arrangements with the reinsurers. Any subsequent revision to premium ceded is recognised in the period of such revision. Adjustment to reinsurance premium arising on cancellation of policies is recognised in the period in which they are cancelled.

4.4. Premium Deficiency

Premium deficiency is recognised when the sum of expected claim costs and related expenses and maintenance costs exceed the reserve for unexpired risks and is computed based on actuarially determined ultimate loss ratios.

4.5. Reserve for unexpired risk

Reserve for unexpired risk represents premium written (net of reinsurance) that is attributable and to be allocated to succeeding accounting periods for risks to be borne by the Company under contractual obligations on a contract period basis or risk period basis, whichever is appropriate. It is calculated on a daily pro-rata basis subject to a minimum of 50% of the aggregate premium, written on policies during the twelve months preceding the Balance Sheet date, on all unexpired policies at balance sheet date in accordance with section 64 V(1)(ii)(b) of the Insurance Act, 1938.

4.6. Claims

Claims are recognized as and when reported. Claims are recorded in the revenue account, net of claims recoverable from reinsurers / co-insurers to the extent there is a reasonable certainty of realization. These estimates are progressively revalued on the availability of further information.

Estimated liability in respect of claims is provided for the intimations received up to the year end, information/ estimates provided by the insured/ surveyors / Third Party Administrators (TPA) and judgment based on the past experience and other applicable laws and practices.

Claims incurred but not reported (IBNR) represent that amount of claims that may have been incurred prior to the end of the current accounting year but have not been reported or claimed. The IBNR provision also includes provision, if any, required for claims incurred but not enough reported (IBNER). IBNR and IBNER liabilities are provided based on actuarial principles and certified annually by the Appointed Actuary of the Company. The methodology and assumptions on the basis of which the liability has been determined has also been certified by the Appointed Actuary to be appropriate, in accordance with guidelines and norms issued by the Institute of Actuaries of India and in concurrence with the IRDA.

Further claims incurred also include specific claims settlement costs such as survey / legal fees / TRA fees and other directly attributable costs.



Schedules forming part of financial statements

4.7. Acquisition costs

Acquisition costs are those costs that vary with, and are primarily related to the acquisition of new and renewal of insurance contracts viz. commission, policy issue expenses, etc. These costs are expensed in the period in which they are incurred.

4.8. Investments

Investments are made in accordance with the Insurance Act, 1938 and Insurance Regulatory and Development Authority (Investment) Regulations, 2000, as amended from time to time.

Investments are recorded at cost, on trade date and includes brokerage, transfer charges, stamps etc., if any, and exclude interest accrued up to the date of purchase.

Classification

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

Valuation

Investments are valued as follows:

- **Debt securities and Non – convertible preference shares**

All debt securities including government securities are considered as 'held to maturity' and accordingly stated at amortised cost determined after amortisation of premium or accretion of discount on a straight line basis over the holding/maturity period.

- **Mutual funds**

Mutual fund investments are stated at fair value, being the closing net asset value at Balance Sheet date.

- **Fair Value Change Account**

In accordance with the Regulations, unrealized gain/loss arising due to changes in fair value of listed equity shares and mutual fund investments are taken to the 'fair value change account'. This balance in the fair value change account is not available for distribution, pending realization. Investments other than mentioned above are valued at cost.



Schedules forming part of financial statements

Impairment of Investments

The Company assesses at each Balance Sheet date whether there is any indication of investments being impaired. If any such indication exists, the carrying value of such investment is reduced to its recoverable amount and the impairment loss is recognized in the profit and loss account. If at the Balance Sheet date there is any indication that a previously assessed impairment loss no longer exists, then such loss is reversed and the investment is restated to that extent.

4.9. Fixed assets, Intangible and Impairments

Fixed assets and depreciation

Fixed assets are stated at cost less accumulated depreciation. Cost includes the purchase price and any cost directly attributable to bringing the asset to its working condition for its intended use.

Immovable assets at the leased premises including civil works, electrical items are capitalized as leasehold improvements and are amortized over the primary period of lease subject to maximum of 10 years.

Depreciation is provided on Straight Line Method, at the rates based on useful lives of the assets as specified in Schedule II of the Companies Act, 2013 or the rates based on useful lives of the assets as estimated by the management based on technical evaluation, where the estimate of useful life is different from that prescribed by Schedule II of the Companies Act, 2013.

Depreciation is provided for on a pro-rata basis on the assets acquired, sold or disposed off during the year/period.

The cases where rates applied are higher/lower than those prescribed by Schedule II of the Companies Act, 2013 are given below.

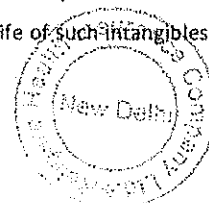
Assets Description	Life of Assets prescribed as per Schedule II of the Companies Act, 2013	Useful Lives of the Assets as per the Company
Office Equipment (Glow Sign Boards and Batteries)	5 Years	3 Years
Furniture and Fixtures	10 Years	5 Years
Vehicles (acquired from Nov 2011 to Mar 2014)	8 Years	6.25 Years

Intangible Assets

Intangible assets are recognized only if it is probable that the future economic benefits that are attributable to assets will flow to the company and the costs of the assets can be measured reliably.

Intangible assets comprising computer software are carried at cost less amortization. Computer softwares including improvements are amortised over the management's estimate of the useful life of such intangibles.

Management estimates for useful life of intangibles is 5 years.



Schedules forming part of financial statements

All assets including intangibles individually costing up to Rs. 5,000 are fully depreciated / amortised in the year in which they are acquired.

Impairment of assets

The Company assesses at each Balance Sheet date whether there is any indication that any asset may be impaired. If any such indication exists, the carrying value of such assets is reduced to its recoverable amount and the impairment loss is recognized in the profit and loss account. If, at the Balance Sheet date there is any indication that a previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to that extent.

4.10. Operating Lease

Assets acquired under Leases where a significant portion of the risks and rewards of the ownership are retained by the lessor are classified as Operating Leases. Lease payments of assets/premises taken on operating lease are recognised as an expense in the revenue (s) and profit and loss account.

4.11. Employee benefits

Provident fund

This is a defined contribution scheme and contributions payable to the Regional Provident Fund Authority is provided on the basis of prescribed percentage of salary and is charged to revenue account(s) and profit and loss account.

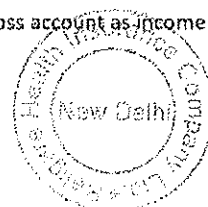
Gratuity

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for a lump sum payment to vested employees at retirement, death while in employment or on termination of employment. Vesting occurs upon completion of five years of service. The Company makes annual contribution to the gratuity fund established as trust. The Company accounts for the liability for gratuity benefits payable in future based on an independent actuarial valuation conducted by an independent actuary as at the Balance Sheet Date.

Accrued leave

The employees of the Company are entitled to compensate absences and leave encashment as per the policy of the Company, the liability in respect of which is provided, based on an actuarial valuation as at the Balance Sheet date. Actuarial gains and losses comprise experience adjustments and the effects of changes in actuarial assumptions and are recognized immediately in the revenue account(s) and Profit and Loss account as income or expense.

4.12. Employee Stock Option Scheme ("ESOS")



Schedules forming part of financial statements

The company follows the intrinsic method for computing the compensation cost, for options granted under the scheme(s). The difference if any, between the intrinsic value and the grant price, being the compensation cost is recognized as deferred stock option expense and is charged to revenue account(s) and profit and loss account on a straight line basis over the vesting period of options.

4.13. Taxation

(i) Current tax is determined based on the amount of tax payable calculated as per provisions of Income Tax Act 1961, in respect of taxable income for the year.

(ii) Deferred tax is recognized, subject to the consideration of prudence in respect of deferred tax asset, on timing differences, being the differences between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent years.

(iii) Provision for taxation for the period(s) is ascertained on the basis of assessable profits computed in accordance with the provisions of the Income Tax Act, 1961.

(iv) Deferred Tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. At each Balance Sheet date, the Company re-assesses unrecognized deferred tax assets, if any.

(v) Current tax assets and liabilities are offset when there is a legally enforceable right to set off the recognized amount and there is intention to settle the assets and the liabilities on a net basis.

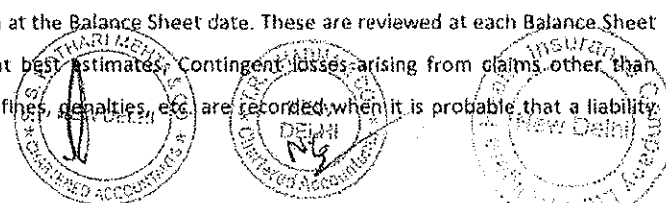
(vi) Deferred tax assets and liabilities are offset when there is a legally enforceable rights to set off assets against liabilities representing the current tax and where the deferred tax and liabilities relate to taxes on income levied by the same governing taxation laws.

4.14. Earnings per share

The basic earnings per share is calculated by dividing the Net profit after tax by weighted average number of equity shares outstanding during the reporting period. Number of equity shares used in computing diluted earnings per share comprises the weighted average number of shares considered for basic Earnings per share and also weighted average number equity shares which would have been issued on conversion of all dilutive potential shares. In computing diluted earnings per share only potential equity shares that are dilutive are considered.

4.15. Provisions and Contingencies

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent losses arising from claims other than Insurance claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability



Schedules forming part of financial statements

has been incurred and the amount can be reasonably estimated. A disclosure for a contingent liability other than those under policies is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are neither recognized nor disclosed in the financial statements.

4.16. Cash and Cash Equivalents

Cash and cash equivalent for the purpose of accounting standards, (AS)-3, cash flow statement comprises of cash and bank balances only.

5. Segment Reporting

5.1. Allocation of Income and Expenses

5.1.1. Allocation of Investment Income

Investment income across segments within the revenue account has been allocated on the basis of claims and other allocable liabilities for the respective segments.

5.1.2. Allocation of Expenses

5.1.2.1. Expenses that are directly identified to the business class are allocated on actual basis.

5.1.2.2. Other expenses that are not directly identifiable, are broadly allocated on reasonable basis

5.1.3. Segment assets and liabilities have been allocated to various segments to the extent possible



Schedules forming part of financial statements

NOTES FORMING PART OF ACCOUNTS

1		(RS. ' 000)	
Contingent Liabilities			
Particulars		As at 31.03.2015	As at 31.03.2014
Partly paid up investments		-	-
Claims, other than against Policies, not acknowledged as debts by the Insurer		-	-
Underwriting commitments outstanding		-	-
Guarantees given by or on behalf of the Insurer		8,680.0	8,600.0
Statutory demands / liabilities in dispute, not provided for		-	-
Reinsurance obligations to the extent not provided for in Accounts		-	-
Others		-	-

2. **Basis used by the Actuary for determining provision required for IBNR / IBNER**
'Claims Incurred But Not Reported' (IBNR) and claims incurred but not enough reported (IBNER) as at March 31, 2015 has been estimated by the Appointed Actuary in compliance with the guidelines issued by IRDA and applicable provisions of professional guidance notes issued by the Institute of Actuaries of India.

3. **Encumbrances**
All the assets of the Company are free from any encumbrances except deposits in banks amounting to Rs. 8,680 thousands (previous year Rs. 8,600 thousand) The deposits have been placed with banks for the purposes of executing bank guarantees. The Company has all assets within India.

4		(RS. ' 000)	
Estimated Amount of Commitments made and Outstanding for			
Particulars		As at 31.03.2015	As at 31.03.2014
Loans		-	-
Investments		-	-
Fixed Assets (Net of advances)		2,073.2	2,601.1

5		Miscellaneous	
Claims less Reinsurance paid to Claimants			
Class of Business		As at 31.03.2015	As at 31.03.2014
In India		803,195.2	545,512.1
Outside India		-	-

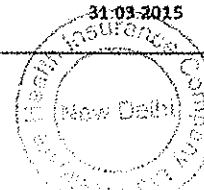
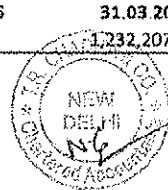
6		Miscellaneous	
Age-wise Breakup of Gross Claims Outstanding*			
Class of Business		As at 31.03.2015	As at 31.03.2014
Outstanding for more than six months		496.7	-
Outstanding for six months or less		174,460.0	128,447.5
		174,956.7	128,447.5

*Excluding IBNR provisions, amounts payable to service providers and third party administrator.

7. Claims settled and remaining unpaid for more than six months is Rs. NIL(Previous year : Rs. NIL)

8		(RS. ' 000)			
(a) Premium less Reinsurance Written During the Year		In India		Outside India	
Class of Business		For the Year ended 31.03.2015	For the Year ended 31.03.2014	For the Year ended 31.03.2015	For the Year ended 31.03.2014
Miscellaneous		2,290,478.6	1,232,207.5	-	-

- (b) No premium income is recognized on "Varying Risk Pattern



Schedules forming part of financial statements

9	Extent of Risk Retained and Reinsured	(RS. '000)			
		Risk Retained		Risk Reinsured	
		For the Year ended 31.03.2015	For the Year ended 31.03.2014	For the Year ended 31.03.2015	For the Year ended 31.03.2014
	Class of Business				
	Miscellaneous	83.0%	80.9%	17.0%	19.1%

10	Value of Contracts in relation to Investments	(RS. '000)	
		As at 31.03.2015	As at 31.03.2014
	Particulars		
	Purchase where deliveries are pending	-	-
	Sales where payments are overdue	-	-

11 All the investments are made in accordance with Insurance Act, 1938 and IRDA (Investment) Regulations, 2000 and are performing assets.

12 The Company does not have any investment in Real Estate as at March 31, 2015 or March 31, 2014.

13 The historical cost of Investments in Mutual funds which have been valued on fair value basis is Rs. 3,17,100 thousand (Previous Year Rs. 1,19,500 thousand)

14 Investments made pursuant to Section 7 of Insurance Act 1938, are as follows: (RS. '000)

Particulars	Face Value		Book Value	
	As at 31.03.2015	As at 31.03.2014	As at 31.03.2015	As at 31.03.2014
	8.30% GOI CG 31-12-2042	44,900.0	44,900.0	43,607.5
8.83% GOI CG 12-12-2041	10,630.0	10,630.0	10,950.2	10,973.0
8.28% GOI CG 15-2-2032	5,000.0	5,000.0	4,895.5	4,889.0
9.23% GOI - 23-Dec-2043	15,600.0	5,000.0	14,967.4	5,039.0
7.83% GOI (11/04/2018)	15,500.0	-	15,560.2	-
8.12% GOI (10/12/2020)	10,000.0	-	10,045.5	-

These investments are held in the Constituent Subsidiary General Ledger account with Ax's Bank Limited.

15 Age-wise Analysis of the Unclaimed Amount of the Policyholders

Particulars	Total Amount	Age-wise Analysis (in months)					
		4-12 Mts	13-18 Mts	19-24 Mts	25-30 Mts	31-36 Mts	Beyond 36 Mts
		Claims settled but not paid to the policyholders / insured due to any reasons except under litigation from the insured /policyholders	-	-	-	-	-
Sum due to the insured /policyholders on maturity or otherwise	-	-	-	-	-	-	-
Excess collection of the premium / tax or any other charges which is refundable to the policyholders either as terms of conditions of the policy or as per law or as may be directed by the Authority but not refunded so far *	26.5	24.3	1.3	0.6	0.3	-	-
Cheques issued but not encashed by the policyholder/insured	4,963.9	3,009.5	1,003.0	755.1	168.3	27.0	-

*Amount with ageing of 0-3 months is Rs. 6,941.2 thousands which is included in unclaimed amount of policyholder

16 Segment information

a) Business Segments

The Company's primary reportable segments are identified in accordance with the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations 2002. The operating expenses and investment and other income have been allocated to various segments as per accounting policies disclosed above. However, due to the nature of the business, segment assets and liabilities have been allocated to various segments to the extent possible.

Segment	Health		Personal Accident		Others	
	As at 31.03.2015	As at 31.03.2014	As at 31.03.2015	As at 31.03.2014	As at 31.03.2015	As at 31.03.2014
	Health Segment					
Segmental Revenue	2,583,225.2	1,500,374.8	155,272.3	22,698.9	19,504.6	-
Segmental Result	(950,928.2)	(869,523.7)	(85,881.4)	(11,383.4)	(10,063.2)	-
Segmental Liabilities						
Claims Outstanding (Net)	282,172.5	166,437.9	18,165.2	4,012.2	6,582.7	-
Unexpired risk reserve (Net)	1,284,496.2	624,699.4	93,607.0	6,559.9	6,407.1	-
Premium received in advance	146,793.1	87,181.3	5,502.9	1,393.6	4,566.4	-
Segment Assets						
Outstanding Premium	119,006.8	80,091.8	-	-	-	-

b) Geographical Segment

Since the Company's entire business is conducted within India, there is no reportable Geographical Segmentation for the year.

Schedules forming part of financial statements

17 Details of Managerial Remuneration as per terms of appointment are as under:

Particulars	(RS. '000)	
	As at 31.03.2015	As at 31.03.2014
Salaries & Allowances	20,194.0	16,991.0
Contribution to Provident and other funds	1,130.9	744.0
Perquisites	-	-
Total	21,324.9	17,735.0

Expense towards gratuity and leave encashment provision are determined actuarially on an overall basis annually and accordingly have not been considered in the above information

During the year a provision of Rs. 20,460 (thousand) towards bonus for managerial personnel has been created. The same is payable subject to approval by shareholders and Insurance Regulatory and Development Authority. The Provision has been charged to Profit and Loss account

18 Chief Executive Officer's Remuneration

The managerial remuneration paid to Mr. Anuj Gulati, the Managing Director and Chief Executive officer of the company is in accordance with the approval accorded by the Insurance Regulatory and Development Authority as per the requirement of Sec 34A of the insurance Act, 1938. Pursuant to the said approval Rs. 15,000 (thousand) (Previous year Rs. 15,000 thousand) is charged to Revenue Account, and remaining Rs. 6,324.9 thousand (Previous year Rs. 2,735 thousand) is charged to Profit and Loss Account
During the year bonus of Rs. 13,312.5 thousand has been paid to Mr. Anuj Gulati, the Managing Director and Chief Executive Officer of the Company. The said Bonus has been paid out of last year provisions

19 Expenditure in Foreign Currency (On accrual basis)

Particulars	(RS. '000)	
	Year ended 31.03.15	Year ended 31.03.14
Travelling	-	-
Remuneration	-	-
Software License Fees	-	-
Purchase of Fixed Assets	-	-
Professional fees	-	-
Others	461.55	-
Total	461.55	-

20 Operating Lease Commitments

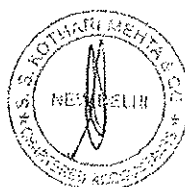
The Company has taken on lease office premises under various agreements with various expiration dates extending from 3 years upto 12 Years. The lease rental charged under non cancellable operating leases and maximum obligation on such leases at the balance sheet date are as follows:

Particulars	(RS. '000)	
	Year ended 31.03.15	Year ended 31.03.14
Payable not later than one year	-	-
Payable later than one year but not later than five years	-	-
Payable later than five years	-	-
Total	-	-

21 Foreign Currency Exposures

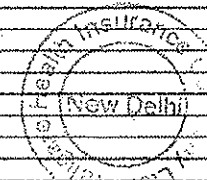
Foreign currency exposures which are not hedged as at the Balance Sheet date are:

Particulars	(RS. '000)	
	Year ended 31.03.15	Year ended 31.03.14
Payable in Indian Rupee	-	-
Payable in USD	-	-



Schedules forming part of financial statements
 Detailed list of Related parties
 (As per AS-18 issued by ICAI)

S.No	Nature of Relationship	Name of party
1	Holding Company	Religare Enterprises Limited
2	Subsidiaries of Immediate Holding Companies	Religare Finvest Limited
		REL InfraFacilities Limited
		Religare Securities Limited
		Religare Finance Limited
		Religare Capital Markets Limited
		Religare Arts Initiative Limited
		Religare Commodity Broking Private Limited
		RGAM Investment Advisers Private Limited
		Religare Capital Markets (India) Limited
		Religare Arts Investment Management Limited
Religare Invesco Asset Management Company Private Limited		
Religare Invesco Trustee Company Private Limited		
Religare Housing Development Finance Corporation Limited		
Religare Comtrade Limited		
Religare Share Brokers Limited		
Religare Commodities Limited		
Religare Venture Capital Limited		
Religare Investment Advisors Limited		
Northgate Capital Asia (India) Limited		
Religare Capital Markets International (Mauritius) Limited		
Religare Capital Markets International (UK) Limited		
Religare Capital Markets (Europe) Limited		
Religare Capital Markets (UK) Limited		
Religare Capital Markets Inc.		
Chartergeace Limited		
Religare Capital Markets (Hong Kong) Ltd.		
Tobler (Mauritius) Limited		
Tobler (UK) Limited		
3	Subsidiaries of fellow Subsidiaries	Religare Investment Holdings (UK) Ltd
		Northgate Capital LLC
		Northgate Capital LP
		Northgate Capital Asia Limited, Hong Kong
		Northgate Mexico Capital S de RL de CV
		Kyle Management Limited
		Religare Capital Markets (Singapore) Pte Limited
		Bartleet Religare Securities (Private) Limited
		Bartleet Asset Management (Private) Limited
		Strategic Research Limited
		Landmark Partners LLC
		Landmark Realty Advisors LLC
		Landmark Equity Advisors LLC
		Mill Pond Associates LLC
		Religare Bartleet Capital Markets (Private) Limited
		Religare Global Asset Management Inc.
		Religare Health Trust Trustee Manager Pte Ltd.
		Big Vision Consultants Private Limited
		Empowers Expertise Private Limited
		Religare Portfolio Managers and Advisors Private Limited
LMK Services Inc		
Religare Wealth Management Limited		
Religare Credit Advisors LLP		
Ceresstra Capital Advisors LLP		
Religare Heal Fund Advisors LLP		
4	Associates and joint ventures	AEGON Religare Life Insurance Company Limited
		IBDF Investment Management Private Limited
		Milestone Religare Capital Management Limited
		India Buildout Fund II Limited
5	Individuals owning, directly or indirectly, interest in the voting power that gives them control:	Mr. Malvinder Mohan Singh Mr. Shivinder Mohan Singh
6	Key management personnel	Mr. Anuj Gulati
7	Enterprises over which key(5) and (6) are able to exercise significant influence with whom transactions have taken place	Finserve Shared Services Limited
		Healthfore Technologies Limited
		Ligare Travels Limited
		Dion Global Solutions Limited
		SRL limited
		RHC Holding Private Limited
		Fortis Clinical Research Ltd
		RHC IT Solutions Private Limited
		RWL Health World Limited
		Escorts Heart Institute & Research Centre
		Escorts Hospitals and Research Centre Ltd
		Fortis Health Management (Pvt) Ltd
		Fortis Healthcare Limited
		Fortis Hospital Limited
		Fortis Malar Hospital
		Hiranandani Healthcare Private Limited
		FORTIS C-DOC HEALTHCARE LIMITED
		Ligare Voyages Limited
International Hospital Limited		
Fortis Health Management Ltd		



Schedules forming part of financial statements

22.a Summary of significant related party transactions
(As per AS-18 issued by ICAI)

S. No	Name of the Related Party	Nature of Relationship with the Company	Description of Transactions / Categories	(RS. '000)	
				As at 31st March, 2015	As at 31st March, 2014
1	Religare Enterprises Limited	Holding Company	Allocation of Equity Shares	900,000.00	675,000.00
			Expense Reimbursement by Religare Enterprises Limited	83.25	36.70
			Expense Reimbursement to Religare Enterprises Limited	31,756.56	8,877.30
			Receipt of Premium	1,179.00	1,289.10
			Payable	2,697.50	490.40
			Other Advances	400.00	21.50
			Premium Received in Advance / Cash Deposit	213.82	246.99
			Purchase of Fixed Assets	-	17.60
			Refund of Premium	-	6,034.20
2	Religare Finvest Limited	Fellow Subsidiary	Expense Reimbursement by Religare Finvest Limited	61.90	248.70
			Expense Reimbursement to Religare Finvest Limited	1,085.93	616.70
			Receipt of Premium	9,859.64	11,505.70
			Purchase of Fixed Assets	-	1,505.40
			Commission Expenses	29,545.65	6,422.40
			Commission Payable	199.96	1,543.48
			Payable	234.09	-
			Receivable	-	54.80
			Premium Received in Advance / Cash Deposit	253.06	733.50
			Proceeds from Sale of Assets	-	14.20
3	REI InfraFacilities Limited	Fellow Subsidiary	Reimbursement of Expenses to (Allocation of Expenses by) REI InfraFacilities Limited	59,595.47	41,465.40
			Expense Reimbursement by REI InfraFacilities Limited	-	21.50
			Purchase of Fixed Assets	-	1,240.50
			Payable	8,799.42	4,458.20
4	Religare Securities Limited	Fellow Subsidiary	Expense Reimbursement by Religare Securities Limited	720.80	710.10
			Expense Reimbursement to Religare Securities Limited	1,189.16	5,124.90
			Purchase of Fixed Assets	-	1,565.40
			Receipt of Premium	16,474.23	22,468.00
			Commission Expenses	8,167.94	2,842.10
			Commission Payable	1,277.06	428.60
			Payable	330.73	426.10
			Premium Received in Advance / Cash Deposit	1,267.28	2,501.40
			Proceeds from Sale of Assets	1,254.75	46.60
			Premium Refund	1,119.08	-
5	Religare Commodities Limited	Subsidiary of Fellow Subsidiary	Expense Reimbursement by Religare Commodities Limited	16.12	20.30
			Expense Reimbursement to Religare Commodities Limited	19.44	25.30
			Purchase of Fixed Assets	-	6.20
			Receipt of Premium	4,148.54	4,635.40
			Payable	8.00	17.50
6	Religare Capital Markets Limited	Fellow Subsidiary	Expense Reimbursement to Religare Capital Markets Limited	108.20	39.30
			Expense Reimbursement by Religare Capital Markets Limited	22.12	2.50
			Receipt of Premium	2,171.96	3,041.00
			Payable	59.51	24.80
			Premium Received in Advance / Cash Deposit	483.97	603.00
7	Religare Housing Development Finance Corporation Limited	Subsidiary of Fellow Subsidiary	Receipt of Premium	1,125.97	547.60
			Premium Received in Advance / Cash Deposit	-	33.80
			Other Receivable	4.91	-
			Reimbursement of Expenses to Other Companies	0.44	-
			Reimbursement of Expenses by Religare Housing Development Finance Corporation Limited	9.90	-
8	Religare Invesco Asset Management Company Private Limited	Subsidiary of Fellow Subsidiary	Expense Reimbursement to Religare Invesco Asset Management Company Private Limited	489.03	471.20
			Reimbursement of Expenses by Other Companies	478.51	-
			Receipt of Premium	2,662.35	2,881.50
			Receivable	143.52	-
			Premium Received in Advance / Cash Deposit	125.84	46.40
9	Religare Comtrade Limited	Subsidiary of Fellow Subsidiary	Receipt of Premium	72.36	95.09
			Premium Received in Advance / Cash Deposit	1.30	-
10	Finserve Shared Services Limited	Enterprises over which Key Management Personnel / Relatives thereof are having Significant influence	Expense Reimbursement by Finserve Shared Services Limited	128.11	361.60
			Reimbursement of Expenses to (Allocation of Expenses by) Finserve Shared Services Limited	66,778.62	55,114.50
			Purchase of Fixed Assets	-	1,282.80
			Receipt of Premium	2,461.80	5,311.70
			Payable	3,879.63	2.10
			Premium Received in Advance / Cash Deposit	405.64	2,045.20



Schedules forming part of financial statement:

22.a Summary of significant related party transactions
 [As per AS-18 issued by ICAI]

S. No	Name of the Related Party	Nature of Relationship with the Company	Description of Transaction / Category	(RS. '000)	
				As at 31st March, 2015	As at 31st March, 2014
11	Healthcare Technologies Limited	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Advance for Software		28,432.80
			Receipt of Premium		1,669.00
			Premium Received in Advance / Cash Deposit	32.31	184.40
			Receivable		7.50
				363.90	
12	Luxe Travels Limited	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Travelling and Business Promotion Expenses	39,804.57	63,760.00
			Payable		1,974.60
13	Dhan Global Solutions Limited	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Technical and Professional Expenses	17.87	12.40
			Receipt of Premium	4,793.58	2,796.00
			Advance for Software		67,370.00
			Payable		12.49
			367.61	318.00	
14	SIC Limited	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Medical Charges	151.78	522.30
			Receipt of Premium		13,058.00
			Client Payment	5,117.83	2,785.40
			Payable	74.00	57.90
			0.00	70.40	
15	Religare Wealth Management Limited	Subsidiary of Fellow Subsidiary	Receipt of Premium	1,798.48	2,419.20
			Premium Received in Advance / Cash Deposit	30 / 57	467.30
			Commission Expenses	50.53	72.10
			Commission Payable	14.65	20.90
16	NHC Housing Private Limited	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	RLF	2,314.70	
			Travelling Expenses	800.00	800.00
			Client Payment	618.27	727.90
			Premium Received	86.29	
17	Fidelis Global Reso. Co. Ltd	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Receipt of Premium		10.00
			Client payment		100.00
			Premium Received in Advance / Cash Deposit	39.06	33.60
18	RHC IT Solutions Private Limited	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Receipt of Premium	958.14	169.40
			Premium Received in Advance / Cash Deposit	102.63	19.00
19	RWL Health World Limited	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Receipt of Premium		3,261.50
			Premium Received in Advance / Cash Deposit	53.70	95.00
20	Efforts Heart Institute & Research Centre	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Claim Payment	2,398.28	1,016.00
21	Efforts Hospital and Research Centre	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Claim Payment		2,631.70
22	Forus Health Management System Ltd	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Claim Payment		7,767.90
23	Forus Healthcare Funda	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Claim Payment	3,986.21	846.00
24	Forus Hospital Limited	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Claim Payment	24,201.97	13,319.70
25	Forus Main Hospital	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Claim Payment	1,178.68	1,453.40



Schedules forming part of financial statements

22.a Summary of significant related party transactions
 (As per AS-18 issued by ICAI)

(RS '000)

S. No	Name of the Related Party	Nature of Relationship with the Company	Description of Transactions / Categories	As at 31st March	
				2015	2014
26	Straxandini Healthcare Private Limited	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Claims Payment	1,166.54	1,512.20
27	Religare Health Insurance Company Limited	Associates	Claims Payment	-	174.60
			Receipt of Premium	16,734.85	-
			Premium Received in Advance / Cash Deposits	445.11	665.40
28	FORTIS C-DOC HEALTHCARE PRIVATE LIMITED	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Claims Payment	177.43	74.50
29	Religare Venture Capital Ltd	Subsidiary of Fellow Subsidiary	Proceeds from Sale of Assets	-	18.50
			Reimbursement of Expenses by Religare Venture Capital Ltd	0.72	-
30	Ugate Voyages Limited	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Receipt of Premium	2,055.61	1,828.50
			Premium Received in Advance / Cash Deposits	130.85	134.50
31	Mr. Ajay Gujar	Key Management Personnel	Reimbursement	14,637.45	12,735.03
			Receipt of Premium	9.59	-
			Refund of Premium	1.11	-
32	International Hospital India	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Claims Payment	469.26	-
33	Fortis Health Management Ltd	Enterprises over which Key Management Personnel / Relatives thereof are having Significant Influence	Claims Payment	7.27	-
34	Religare Credit Advisors LLP	Subsidiaries of Fellow Subsidiaries	Reimbursement of Expenses by Other Companies	7.67	-
			Other Receivables	2.56	-



Schedules forming part of financial statements

23 Employee Benefits

Employee's Benefits - Gratuity and Leave Encashment

The following Tables summarize the components of the net employee benefit expenses recognized in the Profit and Loss Account, the fund status and amount recognized in the balance sheet for the gratuity and leave encashment.

(RS. '000)

Disclosures relating to actuarial valuation of Leave encashment and gratuity liability:

	Leave Encashment		Gratuity	
	2014-15	2013-14	2014-15	2013-14
I Assumptions				
Mortality	Indian Assured Lives Mortality (2006-08) Modified Ultimate*	Indian Assured Lives Mortality (2006-08) Modified Ultimate*	Indian Assured Lives Mortality (2006-08) Modified Ultimate*	Indian Assured Lives Mortality (2006-08) Modified Ultimate*
Discount Rate	7.75%	8.50%	7.75%	8.50%
Rate of increase in compensation	6%	6%	6%	6%
Rate of return (expected) on plan assets	NA	NA	8%	8%
Withdrawal rates	18-35: 65% p.a., 36-45: 45% p.a., 46 and above: 25% p.a. and for CEO & +	18-35: 65% p.a., 36-45: 45% p.a., 46 and above: 25% p.a. and for CEO & +	18-35: 65% p.a., 36-45: 45% p.a., 46 and above: 25% p.a. and for CEO & +	18-35: 65% p.a., 36-45: 45% p.a., 46 and above: 25% p.a. and for CEO & + 10%
Expected average remaining working lives of employees	2	2	2	2
II Changes in present value of obligations				
PBO at beginning of year	13,457.0	7,424.6	8,558.0	4,723.1
Interest Cost	883.0	487.2	719.0	356.2
Current Service Cost	8,274.0	4,613.4	1,699.0	939.7
Benefits Paid	6,132.0	2,417.1	198.0	371.3
Actuarial gain/(loss) on obligation	(2,071.0)	(3,359.0)	(1,930.0)	(2,910.4)
PBO at end of year	18,553.0	13,457.0	12,708.0	8,558.0
III Changes in fair value of plan assets				
Fair Value of Plan Assets at beginning of year			5,163.0	3,519.2
Expected Return of Plan Assets			541.0	315.0
Contributions made	N.A	N.A	3,395.0	1,207.4
Benefits paid			198.0	371.3
Actuarial gain / (loss) on plan assets			1,712.0	492.6
Fair Value of Plan Assets at end of year			10,613.0	5,163.0
IV Fair Value of Plan Assets				
Fair Value of Plan Assets at beginning of year			5,163.0	3,519.2
Actual Return of plan assets			2,253.0	607.6
Contributions made			3,395.0	1,207.4
Benefit paid			198.0	371.3
Fair Value of Plan Assets at end of year			10,613.0	5,163.0
Funded Status	18,553.0	13,457.0	2,095.0	3,395.0
Excess of actual over estimated return on Plan Assets			1,712.0	492.6
V Actuarial Gain/(loss) Recognised				
Actuarial Gain/(loss) for the year (Obligation)	(2,071.0)	(3,359.0)	(1,930.0)	(2,910.4)
Actuarial Gain/(loss) for the year (Plan Assets)	N.A	N.A	1,712.0	492.6
Total Gain/(Loss) for the year	(2,071.0)	(3,359.0)	(218.0)	(2,417.7)
Actuarial Gain/(loss) Recognised for the year	(2,071.0)	(3,359.0)	(218.0)	(2,417.7)
Unrecognised Actuarial Gain/(Loss) at the end of year	NIL	NIL	NIL	NIL
VI Amounts to be recognised in the balance sheet				
PBO at the end of year	18,553.0	13,457.0	12,708.0	8,558.0
Fair Value of Plan Assets at end of year	N.A	N.A	10,613.0	5,163.0
Funded Status deficit/(surplus)	18,553.0	13,457.0	2,095.0	3,395.0
Unrecognised Actuarial Gain/(Loss)	NIL	NIL	NIL	NIL
Net (Asset)/Liability recognised in the balance sheet	18,553.0	13,457.0	2,095.0	3,395.0
VII Expense Recognised				
Current Service Cost	8,274.0	4,613.4	1,699.0	939.7
Interest Cost	883.0	487.2	719.0	356.2
Expected Return on Plan Assets	N.A	N.A	541.0	315.0
Net Actuarial Gain/(Loss) recognised for the year	(2,071.0)	(3,359.0)	(218.0)	(2,417.7)
Expense recognised in the statement of P&L A/c	11,228.0	8,459.5	2,095.0	3,398.6
VIII Movements in the liability recognised in Balance Sheet				
Opening Net Liability	13,457.0	7,414.5	3,395.0	1,203.8
Expenses as above	11,228.0	8,459.5	2,095.0	3,398.6
Benefits paid/Contribution made	6,132.0	2,417.1	3,395.0	1,207.4
Closing Net Liability	18,553.0	13,457.0	2,095.0	3,395.0
IX Current liability	15,600.0	10,995.0	2,095.0	3,395.0
Non current liability	2,953.0	2,462.0	-	-
Closing Net Liability	18,553.0	13,457.0	2,095.0	3,395.0

* As published by IRDA and adopted as Standard Mortality Table as recommended by Institute of Actuaries of India effective 01 April, 2013

Schedules forming part of financial statements

A Employee's Benefits – Gratuity Experience Adjustment (RS. '000)

	Financial Year Ending 31.03.2011	Financial Year Ending 31.03.2012	Financial Year Ending 31.03.2013	Financial Year Ending 31.03.2014	Financial Year Ending 31.03.2015
Benefit obligation	1,946.7	3,223.5	4,723.1	8,558.0	12,708.0
Fair Value of Plan Assets	1,946.0	1,847.4	3,519.2	5,163.0	10,613.0
Funded Status Deficit / (Surplus)	0.7	1,376.0	1,203.8	3,395.0	2,095.0
Experience Adjustment on plan liabilities (loss)	853.5	686.4	457.1	(3,063.4)	(1,681.0)
% of plan liabilities	44%	21.29%	9.68%	-35.80%	-13.23%
Experience Adjustment on plan Assets (loss)	NA	(236.6)	200.5	492.6	1,712.0
% of plan Assets	NA	13%	5.70%	9.54%	16.13%
Actuarial Gain / Loss due to change in Assumptions	NA	NA	NA	153	(249)

B Employee's Benefits – Leave Encashment Experience Adjustment (RS. '000)

	Financial Year Ending 31.03.2011	Financial Year Ending 31.03.2012	Financial Year Ending 31.03.2013	Financial Year Ending 31.03.2014	Financial Year Ending 31.03.2015
Benefit obligation	1,899.7	3,641.8	7,414.6	13,457.0	18,553.0
Fair Value of Plan Assets	-	-	-	-	-
Funded Status Deficit / (Surplus)	1,899.7	3,641.8	7,414.6	13,457.0	18,553.0
Experience Adjustment on plan liabilities (loss)	(562.0)	(499.3)	2,980.0	(3,517.0)	(1,821.0)
% of plan liabilities	-29.58%	-13.71%	40.19%	-26.13%	-9.82%
Experience Adjustment on plan Assets (loss)	NA	NA	NA	NA	NA
% of plan Assets	NA	NA	NA	NA	NA
Actuarial Gain / Loss due to change in Assumptions	NA	NA	NA	158.0	(250.0)

C Contribution to Provident Fund

Employee Provident Fund for all eligible employees is contributed by the Company to the Regional Provident Fund Commissioner in line with the Provident Fund and Miscellaneous Provisions Act, 1952. The funds are managed by the Regional Provident Fund Commissioner and the benefits vests immediately on rendering of the services by the employee/member with Regional Provident Fund Commission.

24 Deferred Tax

The Company has accumulated losses which though is available for set off against profits in future years, is not considered for creation of net deferred tax asset (DTA) as a matter of prudence.

25 Earnings Per Share

Basic earnings per equity share have been computed by dividing net profit (loss) after tax by the weighted average number of equity shares outstanding for the year.

	Particulars	Units	Year ended 31.03.15	Year ended 31.03.14
a	Net profit/(loss) after tax	Rs. in '000s	(992,585.6)	(796,260.0)
	Weighted average of number of equity shares used in computing basic earnings per share			
b	No. of shares in	No. of Shares in '000s	287,602.7	198,493.2
c	Basic/Diluted earnings per share (a/b)	Rs.	(3.45)	(4.01)

Impact of ESOPs has not been considered to calculate diluted earning per share as fair market value and Exercisable price per option is same as on 31st March 2014

26 In pursuant to circular 067 dated 28th March, 2008 issued by IRDA, following operating expenses are separately disclosed

	(RS. '000)	
Operating expenses	Year ended 31.03.15	Year ended 31.03.14
Electricity and Water	15,080.4	8,615.5
Medical Charges-Policy Issuance	22,777.0	24,147.9

27 Expenses of Management

As per the IRDA's Order No.: IRDA/F&A/ORD/EMT/042/03/2013 dated 04-Mar-2013, the Company has been exempted from necessary compliances required u/s 40C(1) of the Insurance Act, 1938 read with Rule 17E of the Insurance Rules, 1939 for the first five years of its operations.



Schedules forming part of financial statements

28 Sector Wise Business

Disclosure of Sector wise business based on Gross Direct Written Premium (GWP) as per Insurance Regulatory and Development Authority (Obligations of Insurers to Rural or Social Sectors) Regulations 2002 is as under:

Business Sector Year ended 31.03.2015	Year ended 31.03.15					
	GWP (Rs. '000s)	No. of Lives	No. of Policies	% of GWP	% of No. of Lives	% of No. of policies
Rural	204,368.9	1,916,458.0	10,296.0	7.41%	69.93%	6.88%
Social	81,106.2	1,861,596.0	8.0	2.94%	67.93%	0.01%
Total	2,758,002.1	2,740,518.0	149,547.0	100.00%	100.00%	100.00%

Business Sector Year ended 31.03.2014	Year ended 31.03.14					
	GWP (Rs. '000s)	No. of Lives	No. of Policies	% of GWP	% of No. of Lives	% of No. of policies
Rural	99,105.0	1,719,336.0	5,648.0	6.51%	67.55%	8.24%
Social	44,534.0	1,741,830.0	8.0	2.92%	68.43%	0.01%
Total	1,523,073.0	2,545,412.0	58,514.0	100.00%	100.00%	100.00%

29 Disclosure of Fire and Marine Revenue accounts:

As the Company operates in single Insurance business class viz. Health Insurance Business, the reporting requirements as prescribed by IRDA with respect to presentation of Fire and Marine Insurance revenue accounts are not applicable.

30 Premium Deficiency Reserve

The Appointed Actuary has reviewed the expected claims ratio including claims related expense. As the expected claims ratio are well within 100%, no premium deficiency reserve has been created.

31 Actuarial valuation of claims where claims period exceeds four years

Currently the Company does not offer any product where the claim payment term exceeds four years. Hence, no actuarial assumptions have been disclosed.

32 Micro Small and Medium Enterprises

There is no Micro, Small and Medium Enterprise to which the Company owes dues, which are outstanding for more than 45 days during the year ended March 31, 2015 and March 31, 2014. This information as required to be disclosed under Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

33 Share Capital

During the year the Company has increased its authorized share capital from Rs. 300 Crores to Rs. 400 Crores. The Company has allotted Rs. 100 crores worth of equity shares as per below details:

Allotment dated 9th July, 2014

Name of Shareholder	No. of shares	Price per share	Amount (Rs. '000)	Proportion of holding
Religare Enterprises Limited	22,500,000.0	10.0	225,000.0	90%
Corporation Bank	1,250,000.0	10.0	12,500.0	5%
Union Bank of India	1,250,000.0	10.0	12,500.0	5%

Allotment dated 9th October, 2014

Name of Shareholder	No. of shares	Price per share	Amount (Rs. '000)	Proportion of holding
Religare Enterprises Limited	22,500,000.0	10.0	225,000.0	90%
Corporation Bank	1,250,000.0	10.0	12,500.0	5%
Union Bank of India	1,250,000.0	10.0	12,500.0	5%

Allotment dated 22nd December, 2014

Name of Shareholder	No. of shares	Price per share	Amount (Rs. '000)	Proportion of holding
Religare Enterprises Limited	22,500,000.0	10.0	225,000.0	90%
Corporation Bank	1,250,000.0	10.0	12,500.0	5%
Union Bank of India	1,250,000.0	10.0	12,500.0	5%

Allotment dated 23rd March, 2015

Name of Shareholder	No. of shares	Price per share	Amount (Rs. '000)	Proportion of holding
Religare Enterprises Limited	22,500,000.0	10.0	225,000.0	90%
Corporation Bank	1,250,000.0	10.0	12,500.0	5%
Union Bank of India	1,250,000.0	10.0	12,500.0	5%

34. Penal Actions Details by Various Government Authorities

IRDA circular no 005/IRDA/F&A/CIR/MAY-09 requires disclosure as per given format in respect of penal actions taken by various Government Authorities.

(Rs. In Lacs)

S.No	Authority	Non-Compliance/ Violation	Penalty Awarded	Penalty Paid	Penalty Waived/ Reduced
1	Insurance Regulatory and Development Authority				
2	Service Tax Authorities				
3	Income Tax Authorities				
4	Any Other Tax Authorities				
5	Enforcement Directorate / Adjudicating Authority / Tribunal or any Authority under FEMA				
6	Registrar of Companies/ NCLT/ CLB/ Department of Corporate Affairs or any Authority under Companies Act, 1956				
7	Penalty awarded by any Court/ tribunal for any matter including claim settlement but excluding Compensation				
8	Securities and Exchange Board of India				
9	Competition Commission of India				
10	Any other Central/State/Local Government/Statutory Authority				



Schedules forming part of financial statements

35 Summary of Financial Statements:

S.No.	Particulars	2014-15	2013-14	2012-13
(RS. in Lacs)				
OPERATING RESULTS				
1	Gross Premium Written	27,580.0	15,230.7	3,879.5
2	Net Earned Premium Income	15,372.3	8,164.4	1,308.0
3	Income from Investments (net)	1,266.1	557.3	84.2
4	Other Income	-	-	-
5	Total income	16,638.4	8,721.7	1,392.1
6	Commission (Net) - Including Brokerage	1,989.8	1,274.7	219.7
7	Operating Expenses	15,720.7	9,731.6	4,602.4
8	Net Incurred Claims	9,396.7	6,524.8	1,318.6
9	Change in Unexpired Risk Reserve	7,532.5	4,157.7	2,154.9
10	Operating Profit/Loss	(10,468.7)	(8,809.4)	(4,748.5)
NON-OPERATING RESULTS				
11	Total Income under Shareholders Account	543.4	847.9	932.7
12	Profit / (loss) before tax	(9,925.3)	(7,961.5)	(3,815.8)
13	Provision for Tax	0.5	1.1	22.2
14	Profit/(Loss) after tax	(9,925.9)	(7,962.6)	(3,838.0)
Miscellaneous				
15	Policyholder's Account:			
	a) Total funds	20,980.10	8,095.3	2,826.1
	b) Total Investments			
	c) Yield on Investments	9.2%	9.0%	9.1%
16	Shareholder's Account:			
	a) Total funds	9,515.69	10,661.2	13,303.3
	b) Total Investments			
	c) Yield on Investments	8.8%	9.6%	9.1%
17	Paid Up Equity Capital	35,000.0	25,000.0	17,500.0
18	Net Worth *	12,480.9	12,421.0	12,882.9
19	Total Assets(Net)	39,952.0	26,135.5	22,508.5
20	Yield on total investments	9.1%	9.2%	9.1%
21	Earning Per Share (Rs.)	(3.45)	(4.01)	(2.19)
22	Book value per Share (Rs.)	3.57	4.97	7.36
23	Total Dividend	-	-	-
24	Dividend Per share	-	-	-

* Including Fair Value Change Account

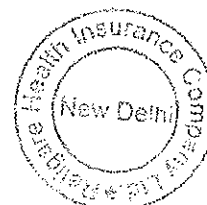


Schedules forming part of financial statements

36 Employee Stock Option Plan issued by the Company

Type of Scheme	Employee Stock Option Scheme 2010			Employee Stock Option Scheme 2014
	Series-I	Series-II	Series-III	Series-I
Date of grant	December 29, 2010	March 14, 2011	August 5, 2011	July 28, 2014
Number Granted	1,856,250	12,368,750	1,300,000	7,575,000
Contractual Life	4 yrs	4 yrs	4 yrs	3 yrs
Vesting Conditions	20% on expiry of 12 months from grant date	20% on expiry of 12 months from grant date	20% on expiry of 12 months from grant date	33% on expiry of 12 months from grant date
	20% on expiry of 24 months from grant date	20% on expiry of 24 months from grant date	20% on expiry of 24 months from grant date	33% on expiry of 24 months from grant date
	20% on expiry of 36 months from grant date	20% on expiry of 36 months from grant date	20% on expiry of 36 months from grant date	34% on expiry of 36 months from grant date
	40% on expiry of 48 months from grant date	40% on expiry of 48 months from grant date	40% on expiry of 48 months from grant date	
Method of Option Valuation	Black Scholes Option Pricing Method	Black Scholes Option Pricing Method	Black Scholes Option Pricing Method	Black Scholes Option Pricing Method
Exercise Price per option	10	10	10	10
Estimated fair value of share granted	10	10	10	10

Type of Scheme	CEO Scheme 2014			
	Category-1 (in lieu of surrender of Options granted under 2010 Scheme)	Category-1 (new Grant)	Category-2	Category-3
Date of grant	July 28, 2014	July 28, 2014	July 28, 2014	July 28, 2014
Number Granted	2,000,000	2,285,714	1,331,250	7,500,000
Contractual Life	1 yr	3 yrs	1 yr	
Vesting Conditions	100% on expiry of 12 months from grant date	33% on expiry of 12 months from grant date	100% on expiry of 12 months from grant date	31 Mar'16
		33% on expiry of 24 months from grant date		
		34% on expiry of 36 months from grant date		
Method of Option Valuation	Black Scholes Option Pricing Method	Black Scholes Option Pricing Method	Black Scholes Option Pricing Method	Black Scholes Option Pricing Method
Exercise Price per option	10	10	10	
Estimated fair value of share granted	10	10	10	



Schedules forming part of financial statements

Scheme	Number of Options Outstanding as on April 1, 2014	Issued During the year	Cancellation of Options due to resignations	Options Exercised	Number of Options outstanding as on March 31, 2015	Exercisable as at March 31, 2015
ESOP Scheme 2010						
- Series-I	1,833,750.0	-	330000.0	-	1,503,750.0	1,503,750.0
- Series-II	11,841,250.0	-	1870000.0	-	9,971,250.0	9,971,250.0
- Series-III	1,300,000.0	-	-	-	1,300,000.0	780,000.0
ESOP Scheme 2014	-	7,575,000.0	-	-	7,575,000.0	-
CEO Scheme 2014	-	13,116,964.0	-	-	13,116,964.0	-
TOTAL	14,975,000.0	20,691,964.0	2,200,000.0	-	33,466,964.0	12,255,000.0

As the fair value of the shares at the date of grant of options is equal to the exercise price no amount has been charged to the Profit and Loss Account.

37 Accounting Ratios prescribed by the IRDA

Performance Ratios	2014-15 (In Times / %)	2013-14 (In Times / %)
Gross Premium Growth Rate - Health	72%	291%
Gross Premium Growth Rate - PA	584%	462%
Gross Direct Premium to Net Worth	2.21	1.23
Growth Rate of Net Worth	0%	-4%
Net Retention Ratio - Health	83%	81%
Net Retention Ratio - PA	79%	74%
Net Retention Ratio - Others	86%	NA
Net Commission ratio - Health	8%	10%
Net Commission ratio - PA	18%	16%
Net Commission ratio - Others	5%	NA
Expenses of Management to Gross Direct Premium	69%	73%
Expenses of Management to Net Written Premium	83%	91%
Net Incurred claims to Net Earned Premium	61%	80%
Combined Ratio	138%	169%
Technical Reserves to Net Premium Ratio	0.74	0.65
Underwriting Balance Ratios	(0.76)	(1.15)
Operating Profit Ratio	-68%	-108%
Liquid Assets to Liability Ratio	0.52	0.83
Net Earning Ratio	-43%	-65%
Return on Net Worth	-80%	-64%
Available Solvency Margin (ASM) to Required Solvency Margin (RSM) ratio	2.04	2.10
NPA Ratio	NA	NA



Schedules forming part of financial statements

38 Following Expense has been booked for various activities being carried out by Statutory auditors

Particulars	(RS. '000)	
	For the Year Ended 31st March 2015	For the Year Ended 31st March 2014
Statutory Audit Fees	1,400.00	1,200.00
Tax Audit	75.00	75.00
Out of Pocket Expenses	65.81	36.10
Certification	173.00	65.00
Total	1,713.81	1,376.10

39 Reinsurance ceded premium in Treaties with Net Premium rate (Net of Commission and Expense) is calculated by applying risk proportion on gross written premium. Difference between treaty rate and rate as arrived by applying risk proportion is recognised as Reinsurance Commission.

40 Allocation of Expenses

All Operating Expenses except for Medical charges policy issuance as mentioned in Schedule 4 - " Operating Expenses related to Insurance business" have been allocated between Health, PA and Other in the proportion of Net Premium of respective business

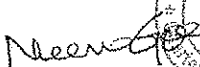
41 Previous Year Figures

Previous year figures have been regrouped, reclassified in the respective schedule and notes wherever necessary to conform to the current year classifications

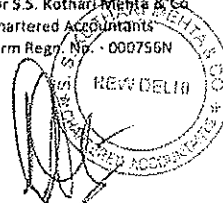
42 The figures have been rounded off to the nearest thousand.

43 There is no other additional material information required to be disclosed pursuant to the provisions of the Companies Act, 1956, The Insurance Act 1938, the Insurance Regulatory and Development Authority Act 1999 and applicable regulation / circular / Orders etc.

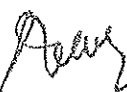
For T.R. Chadha & Co.
Chartered Accountants
Firm Regn No. : 006711N

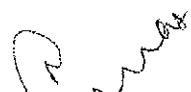

Neena Goel
Partner
Membership No.: 057986


For S.S. Kothari Mehta & Co.
Chartered Accountants
Firm Regn. No. - 000756N



K.K. Talshan
Partner
Membership No. 085033

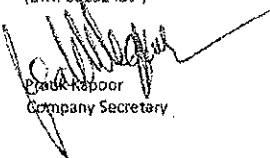
For and on behalf of the Board of Directors


Shamsheer Singh Mehta
Director
(DIN: 02201929)


Anuj Gulati
Managing Director & CEO
(DIN: 00278955)


Kamlesh Rajaninath Dangi
Director
(DIN: 05152439)


Pankaj Gupta
Chief Financial Officer


Pratik Kapoor
Company Secretary

Place : New Delhi

28th April, 2015

Religare Health Insurance Company Limited



IRDA Registration number 148 dated 26 April, 2012

Management Report

In accordance with the provisions of the Insurance Regulatory and Development Authority (IRDA) (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002 (the Regulation) Management Report is submitted for the year ended 31st March 2015 :

1. Section 3A of the Insurance Act, 1938 has been amended by the Insurance Laws (Amendment) Act, 2015 to remove the process of annual renewal of the Certificate of Registration issued to Insurers under Section 3 of the Insurance Act, 1938. However, it has been stated that Insurers shall continue to pay such annual fee as may be prescribed by the Regulations. Insurance Regulatory Development Authority of India ("IRDAI") in line with the above amendment issued a general circular stating that Certificate of Registration of the Insurers renewed in 2014, expiring in March 2015, shall continue to be in force from April 1, 2015 subject to payment of renewal fee.
It is confirmed that renewal fees for FY 2015-16 has been paid.
2. It is certified that all the dues payable to the statutory authorities up to 31st March 2015 have been duly paid.
3. It is confirmed that the shareholding pattern during the year ended 31st March 2015 is in accordance with the statutory and regulatory requirements.
4. It is hereby declared that management has not directly or indirectly invested outside India the funds of the holders of policies issued in India.
5. The Company is maintaining the required solvency margins under the Insurance Act, 1938.
6. It is certified that the values of all the assets have been reviewed on the date of Balance Sheet and in management's belief, the assets set forth in the Balance sheet are shown in the aggregate at amounts not exceeding their realizable or market value under the heading – "Loans", "Investments", (wherever applicable) "Agents Balances", "Outstanding Premiums", "Interest, Dividend and Rents Outstanding", "Interest", "Dividends and Rents accruing but not due", "Amounts due from other persons or Bodies carrying on insurance business", "Sundry Debtors", "Bills Receivable", "Cash" and several items specified under "other Accounts".
7. The Investment Risk is managed by creating a portfolio of different asset classes and of varied maturities so as to spread the risk across a wide category of Investee companies. The Company has constituted an Investment Committee, which acts as the policy making body for the Investment operations. The Investment Committee lays down various internal policies and norms governing the functioning of the Investment Department. The Investment Committee periodically discusses the investment strategy, portfolio structures, performance of the portfolio and related issues. The Investment policy is reviewed regularly in order to align the same with the Company business plans.



Religare Health Insurance Company Limited



IRDA Registration number 148 dated 26 April, 2012

8. It is confirmed that there were no operations of the Company outside India during the year ended 31st March 2015.

9. Ageing of claims outstanding and trends in settlement of claims are given below:-

a) Ageing of Claims Outstanding.*

Financial Year 2013-14:

Age	Number of Claims	Amount (₹ in Lakhs)
1 Month	15,147	1,102.4
1-3 Months	381	137.3
3-6 Months	102	44.8

Financial Year 2014-15:

Age	Number of Claims	Amount (₹ in Lakhs)
1 Month	14,149	1393.2
1-3 Months	313	168.8
3-6 Months	192	182.6
6-12 Months	7	5.0

* Excluding IBNR provisions, amounts payable to third party administrators.

b) Trend in Settlement of Claims:

Period	2014-15		2013-14		2012-13		Total	
	No. of Claims	₹ in Lakhs	No. of Claims	₹ in Lakhs	No. of Claims	₹ in Lakhs	No. of Claims	₹ in Lakhs
30 Days	78,547	8,878	45,396	7,448.9	4,897	762	128,840	17,089
30 Days to 6 Months	3,078	1,019	3,847	145.1	-	-	6,925	1,164
6 Months to 1 Year	18	8	-	-	-	-	18	8
1 Year to 5 Years	-	-	-	-	-	-	-	-
5 Years and Above	-	-	-	-	-	-	-	-
	81,643	9,905	49,243	7,594	4,897	762	134,783	18,261

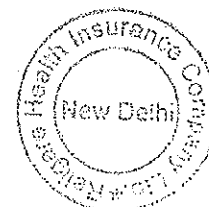


Religare Health Insurance Company Limited



IRDA Registration number 148 dated 26 April, 2012

10. As at 31st March 2015, the investments of the Company are mainly in Debt Securities, Bank Deposits, and Mutual Funds. As per the IRDA guidelines, all debt securities are considered as held to maturity and valued at historical cost subject to amortization and Mutual Fund investments are stated at their fair value, being the closing Net Asset Value as at balance sheet date and investments other than those mentioned above are valued at cost. Further, the market value for debt securities as at 31st March 2015 has been calculated as per guidelines issued by Fixed Income Money Market & Derivatives Association (FIMMDA).
11. Investments are in accordance with the Insurance Act, 1938 and Insurance Regulatory & Development Authority (Investment) Regulations, 2000. Investment Portfolio consists of Government Securities & State Government Securities (Sovereign Guarantee), State Govt. Guaranteed Loan, Infrastructure Bonds (AAA), Housing Sector Bonds (AAA), Debt Mutual Funds and Deposits with various Scheduled Banks. There is no Non Performing Asset as at 31st March 2015.
12. It is hereby confirmed:
 - a. That the Financial Statements have been prepared in accordance with generally accepted accounting principles and policies, applicable accounting standards and current practices prevailing in the insurance industry and there are no material departures.
 - b. That the management has adopted accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the operating Profit or Loss of the Company for the year.
 - c. That the management has taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the applicable provisions of the Insurance Act 1938 (4 of 1938) and Companies Act 2013 (erstwhile Companies Act 1956) for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
 - d. That the management has prepared the financial statements on a going concern basis.
 - e. That the management has ensured that the internal audit system is in commensurate with the size and nature of business and is operating effectively.
 - f. That the Company has a separate function called Fraud and Risk Investigation, to safeguard the assets for preventing and detecting fraud and other irregularities.



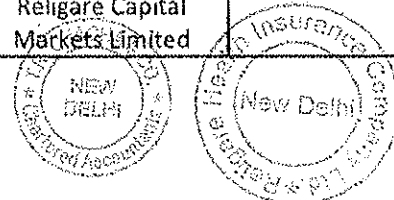
Religare Health Insurance Company Limited



IRDA Registration number 148 dated 26 April, 2012

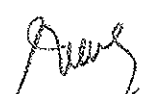
13. Payments made to companies and organizations in which directors are interested are as under:

Name of the Director	Entity in which Director is interested	Interested As	Nature of Payment	Amount of payment during the financial year (₹ in Lakhs)
Mr. Sunil Godhwani	SRL Limited	Director	Claims payment	51.18
			Medical Charges	1.51
Mr. Sunil Godhwani	Religare Commodities Limited	Director	Expense Reimbursement by Religare Commodities Limited	0.16
			Expense Reimbursement to Religare Commodities Limited	0.39
			Receipt of Premium	41.49
Mr. Sunil Godhwani	Ligare Voyages Limited	Director	Receipt of Premium	20.56
Mr. Sunil Godhwani / Mr. Ravi Mehrotra	Religare Enterprises Limited	Director	Allocation of Equity Shares	9000.00
			Expense Reimbursement by Religare Enterprises Limited	0.83
			Expense Reimbursement to Religare Enterprises Limited	317.57
			Receipt of Premium	11.79
Mr. Sunil Godhwani / Mr. Ravi Mehrotra	Fortis Healthcare Limited	Director	Claims Payment	39.86
Mr. Sunil Godhwani / Mr. Ravi Mehrotra	Religare Capital Markets Limited	Director	Expense Reimbursement to Religare Capital Markets Limited	1.08

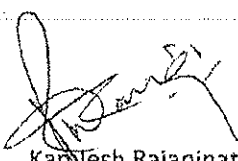


			Expense Reimbursement by Religare Capital Markets Limited	0.22
			Receipt of Premium	21.72
Mr. Ravi Mehrotra /Mr. Kamlesh Rajaninath Dangi	Aegon Religare Life Insurance Company Limited	Director	Receipt of Premium	167.32

For and on behalf of the Board of Directors


Shansher Singh Mehta
Director
(DIN: 02201929)


Anuj Gulati
Managing Director & CEO
(DIN: 00278955)


Kamlesh Rajaninath Dangi
Director
(DIN: 05152439)


Pankaj Gupta
Chief Financial Officer


Pratik Kapoor
Company Secretary

Place : New Delhi

Date : 28th April 2015