

An abstract graphic featuring three blue circles of varying sizes. The largest circle is in the top right, a medium one in the bottom right, and a small one in the center. Two thin, light blue diagonal lines intersect at the top left, extending towards the circles. The text 'ANNUAL REPORT' is positioned in the lower-left area.

ANNUAL REPORT

2007 - 08

BOARD OF DIRECTORS

Chairman

Mr. O. P. Bhatt

Managing Director and CEO

Mr. U. S. Roy

Directors

Mr. K. Sitaramam

Ms. Bharti Rao

Mr. Eric Lombard

Mr. Gerard Binet

Mr. L. Ravi Sankar

Mr. R.S. Lodha

Ms. Chitra Ramkrishna

Committees of the Board

Audit Committee

Mr. L. Ravi Sankar	Chairman
Mr. U.S. Roy	Member
Ms. Bharati Rao	Member
Mr. K. Sitaramam	Member
Mr. Gerard Binet	Member
Ms. Chitra Ramkrishna	Member

Investment Committee

Mr. U. S. Roy	Chairman
Ms. Bharati Rao	Member
Mr. L. Ravi Sankar	Member
Mr. I. Sambasiva Rao	Member
Mr. Anuj Agarwal	Member

Company Secretary

Ms. Manju D Anand

Statutory Auditors

M/s. B. K. Khare & Company
M/s. M. P. Chitale & Company

Internal Auditors

M/s Dalal & Shah,
Chartered Accountants

Registered Office

State Bank Bhavan,
Madame Cama Road,
Nariman Point,
Mumbai - 400 021

Corporate Office

Turner Morrison Building,
G.N. Vaidya Marg,
Fort,
Mumbai - 400 023

SBI Life Corporate website: www.sbilife.co.in

SBI Life Insurance Company Limited

Regd Office : State Bank Bhavan, Madame Cama Road,
Nariman Point, Mumbai – 400 021

Corporate Office: 2nd Floor, Turner Morrison Building, G.N. Vaidya Marg,
Fort, Mumbai 400 023

DIRECTORS' REPORT

Dear Shareholders,

Your Directors take pleasure in presenting the Eighth Annual Report on the business and operations of the Company together with the Audited Financial Statements for the year ended March 31, 2008.

FINANCIAL RESULTS:

The Directors are pleased to inform that the Company is the first private life insurance company in the Indian life insurance sector to make profits for three consecutive financial years. The Company has made a net profit of Rs 34.38 Crores for the financial year 2007-2008.

The highlights of the financial performance are

- Growth in gross premium from Rs. 2,928.49 Cr. to Rs. 5,622.14 Cr.
- Growth in net profits from 3.82 Cr. to Rs. 34.38 Cr.
- Growth in AUM to Rs.10,494 Crores as against Rs.4,742 Crores in 06-07

The financial performance is summarized below:

Policyholders' Account

(Rs.'000)

Particulars	Year ended March 31, 2008	Year ended March 31, 2007
(a) Premium Earned (net)	56,112,047	29,234,387
(b) Contribution from Shareholders A/c	997,464	437,469
© Total Income [incl (a) & (b) above]	57,109,511	29,671,856
(d) Expenditure	9,505,749	5,206,440
(e) Benefits paid	3,508,480	1,400,635
(f) Bonus allocated to policyholders	356,150	371,166

Shareholders' Account

(Rs.'000)

Particulars	Year ended March 31, 2008	Year ended March 31, 2007
(a) Total income	737,368	480,729
(b) Total expenditure	1,197,720	442,332
(c) Profit/ (Loss) after tax	343,846	38,283
(f) (Loss) carried to the Balance Sheet	47,262	(296,584)

DIVIDEND

In view of the accumulated losses brought forward from the previous year, your Directors do not recommend any dividend for the current year.

BUSINESS

The Company witnessed a substantial growth in the number of lives insured and premium income booked during the Financial Year 2007-08. The premium income during the year grew from about Rs 2,928.49 Crores in the previous year to Rs. 5,622.14 Crores during the year under review. 20,62,100 additional lives were insured during the year 2007-08.

As at 31st March 2008, the Company had about 40,643 insurance advisors.

During the course of the year, the Company successfully launched 14 new products, viz., Golden Group Gratuity, Dhanraksha Plus SP, Dhanraksha Plus LPPT, CapAssure Gratuity Scheme, CapAssure Superannuation Scheme, CapAssure Leave Encashment Scheme, Sampoorana Suraksha, Grameen Shakti, Grameen Super Suraksha, Nidhi Raksha RP, Unit Plus Child, Unit Plus Elite and Unit Plus Saral, Traditional Ladli. A new Equity Optimizer Fund was launched in January 2008.

During the year under review, the Company concentrated its marketing efforts on group corporate products, wherein mandates were solicited from large employers for managing their Gratuity, Superannuation and Leave Encashment liabilities. The responses to the products offered were encouraging.

The Company has also initiated suitable Risk Management measures and has implemented a Risk Management Policy to identify and mitigate the risks faced by the Company across its entire operations.

ACCOLADES:

- Ranked No.1 Trusted Brand among Private Life Insurance Companies as per the Economic Times and AC Nielsen Org Marg Survey.
- First Indian life insurer to be rated "AAA" for financial strength by CRISIL
- First Indian life insurer to achieve CMMI Level 3 certification.
- Ranks No.1 on the parameter of "Ethics and Transparency" as per the survey of Business World.
- Ranked 1st in India and 5th across the world terms of MDRT qualifiers.
- Clocked an ABBY Award, the most coveted awards in the advertising industry for financial advertising.

OPERATIONS

A major restructuring of the Operations department was accomplished last year with the creation of Mini Processing Centers (MPC) at branches reporting to Processing centers (PC) at nodal points which in turn are monitored by Central Processing Center (CPC) at Navi Mumbai, segregating the operations from the sales activities.

98 MPCs and 27 PCs were set up during the year with development of re-engineered work flow processes, reporting and monitoring tools and empowerment with adequate training to the newly recruited / existing employees and leadership group with assigned roles and responsibilities. Operations in CPC was also successfully restructured to effectively deal with the new structure at PC and MPC and standardization of operational work flow processes was achieved at all levels for enhanced implementation of vendorisation. Scanning of proposals and uploading of images for vendorised data entry was implemented in all PCs and in house data entry of individual proposals at our offices was stopped. A mail management software for document flow between offices was successfully piloted at Chennai region and is being implemented all over the country. Further decentralization has led to more than 80 % of proposal underwriting being done from PCs including partial medical underwriting, MPCs handle policy servicing activities.

The largest micro insurance scheme so far done in the country was successfully and cost effectively completed through the SBI Bhubaneswar circle insuring 2.52 lakh lives from the self help groups. A revival campaign for lapsed policies was launched whereby 14500 policies for Rs 18.5 cr premium was revived. Customer friendly measures like ECS, ATM facility for renewal premium payment, SMS for policy issuance and renewal premium due remainder etc were introduced.

The Complaint handling and monitoring process was streamlined with root cause analysis of complaints becoming a source of process improvements and training inputs. A legal dept was set up to handle and monitor legal cases all over the country resulting in improvement in legal cases won at the Obudsman and Consumer complaint redressal forums.

The Claims dept received the ISO 9000 certification for claims process quality.

Collection of renewal premium at all branch locations has now been facilitated through internet, drop boxes and through State Bank of India ATM Center's.

INFORMATION TECHNOLOGY

1. Network and Infrastructure

Performance of portal had been improved significantly by introducing additional multi-core processors, servers & redistributing the load on the servers for optimum performance. The migration of the databases from 32 bit to 64 bit also resulted in better performance. Multiprotocol label switching (MPLS) in some of the branches and CPC was also implemented to improve the network performance and remove the dependability on broadband. CPC is now capable of handling the branches that would be opened this year and the security levels in the system has also been improved significantly

2. New Products in the system

The system for Processing of Micro Insurance Grameen Shakti, a low premium protection product was developed in house and the Micro Insurance maiden launch initiated at SBI Bhubhaneswar circle wherein 2.52 lakhs lives were insured was processed using this system. System support was enabled for new products - Ulip Child, Ulip Elite, Ulip Saral, Golden Gratuity & Micro Insurance. The Company has launched three new funds -Equity Optimizer, Equity Elite and Golden Gratuity fund during the year.

3. Portals for Customers and Partners

(i) Banc Assurance - BAOnline

CIF at SBI & Associate Banks, through BAOnline, can view their customer's Policy In-Force Value for ULIPs. Custom homepage was developed that presented specific information for SBI Circles of Chandigarh, Chennai, Delhi & Bengal & Associate State Bank of Patiala, State Bank of Hyderabad.

(ii) Agency portal

Soft launch of Agency Online - a content portal targeted to provide product, process & company related updates for Agency team & agents has been completed.

(iii) Call center

In line with the group synergy, in February 2008, it was decided to outsource the Contact center to Mphasis in Bangalore. The existing in-house call center activity was transitioned smoothly ahead of planned schedule before the year end.

4. Enhancement of applications

- (i) Automated underwriting has been enhanced to a wider scope with Clear FMR cases going through Black Box Underwriting and issuance rate increased to 85% contributing to faster completion of business
- (ii) Enhancement has been made in the system for ATM collections for ULIPS and Pension products
- (iii) Modules have been built to enable the collections (Group Swadan First Premium -EFT) at SBI CBS branches to be transferred through EFT for processing at SBI Life system
- (iv) Provision for disinvestments for Claims & Surrenders to avoid financial risk
- (v) Vital MIS for the branches were provided for New business follow-up for New Business & policy Issuance

5. Complaint management system

Complaint management system has been implemented to enable the branches to log in their complaints for resolution and monitoring with following features:

- Tracking of all complaints
- Automatic escalation of complaints to the next higher office.
- Generation of MIS
- Exception tracking
- Monitoring the TAT for each complaint
- Transparency; by facilitating all to view the status of the complaint at any given point of time.

RURAL & SOCIAL SECTOR OBLIGATIONS

The Company has met its rural and social sector obligation for the year under review. As against the minimum 18%, we have achieved a percentage of 27.9% in the rural sector. 282723 lives were insured under the social sector against the required 35,000.

LICENCE

The Insurance Regulatory and Development Authority has renewed the license of the Company to carry on Life Insurance Business for the Financial Year 2007-08.

INVESTMENTS

The Company has invested the available corpus in various classes of investments comprising mainly of fixed income yielding instruments, equity and money market instruments. The debt instruments comprise securities issued by the Government of India and blue chip companies. The investment activities of the Company are carried out in accordance with the Company's Investment Policy. The Investment Policy complies with the regulatory framework provided by IRDA for Indian Life Insurance companies.

The Company's Investment philosophy is to maintain an appropriate risk return balance. The ALCO plays a key role in risk management and minimizing the mismatches between assets and liabilities.

As on March 31, 2008, the total Assets under Management of the Company stood at Rs. 10,493.78 Crores. The equity markets were volatile during the year. The total capital gain during the year was Rs. 447.52 Crores.

The Company's Bond Fund has consistently outperformed the benchmark since inception. It has given a return of 8.62% since inception against CRISIL Composite Index return of 5.43%

The Company's flagship Horizon Equity Fund performance continues to be good over the benchmark since inception i.e., 10/01/2005. It has given a return of 218.60% since inception against NIFTY return of 138.87%

CAPITAL

During the year under review, your Company has increased its paid up capital from Rs.500 Crores to Rs.1000 Crores. The existing shareholders have continued to remain committed to support the business operations of the Company and have infused capital to meet the requirements of the Company.

During the year under review, one of the promoter companies, Cardif SA, has changed its name to BNP Paribas Assurance SA.

PERSONNEL

During the year under review, the number of employees in the Company grew to 3738 as compared to 2324 as on March 31, 2007. A number of initiatives have been taken to attract new talent and also retain the existing staff. In a Campus Recruitment programme, offers of appointments have been made to 98 Management Trainees, 321 Executive Sales Trainees and 27 Graduate Sales Trainees.

The Company introduced new grade structures during the year. A Loyalty Bonus award Scheme to the employees who has completed 3 years of service was also introduced. The Group Term Life Insurance plan for employees was revised with higher sum assured. The Group Mediclaim plan for employees was revised to enable higher coverage as well as extending it to cover more family members.

During the year, the Company focused on Training and Development initiatives through internal and external employee training programmes. Around 2300 employees attended the training programmes. A Sales and Product training was organized for 32780 participants.

CORPORATE GOVERNANCE

Your Company continues to remain committed to good corporate governance practices. Your Company has consciously endeavoured to follow the policy of transparency, accountability and has held the interest of all its stakeholders to be of paramount importance.

BOARD OF DIRECTORS

The Board of Directors consists of nine directors, eight of whom are non-executive Directors. The Chairman of the Board is a non executive Director

Members of the Board of Directors		Audit Committee	Investment Committee
Mr. O P Bhatt	Chairman	-	-
Mr. U S Roy	MD & CEO	Member	Chairman
Ms. Bharati Rao	Director	Member	Member
Mr. Eric Lombard	Director	-	-
Mr. Gerard Binet	Director	Member	-
Mr. K Sitaramam	Director	Member	-
Mr. L Ravi Sankar	Independent Director	Member	Member
Mr. R S Lodha	Independent Director	-	-
Ms. Chitra Ramkrishna	Independent Director	Member	-

During the year under review, Mr. Y Vijayanand, Mr. Yogesh Agarwal and Ms. Rajshree Pathy ceased to be directors with effect from 31.8.2007, 30.6.2007 and 25.7.2007 respectively.

The Board places on record its sincere appreciation for the invaluable service and guidance provided by Mr. Y Vijayanand, Mr. Yogesh Agarwal and Ms. Rajshree Pathy during their tenure as Directors of the Company.

Consequent to the resignation of Mr. Yogesh Agarwal, Mr. K Sitaramam was nominated to the Board of Directors by State Bank of India. On the resignation of Mr. Y Vijayanand, again representing State Bank of India, Ms. Bharati Rao was nominated on the Board. Ms. Bharati Rao has since resigned from the Board with effect from 10th April 2008 .

In accordance with Section 256 of the Companies Act, 1956 Mr. Gerard Binet and Ms. Chitra Ramkrishna are liable to retire by rotation at the ensuing Annual general meeting and being eligible, have offered themselves for re-appointment.

Details of meetings of the Board of Directors

During the year under review, the Board of directors of the Company met 6 times. The attendance of the Directors at the meetings were as follows

Board Meetings	Category	30.4.07	25.7.07	28.8.07	22.10.07	6.12.07	23.1.08
Board of Directors							
Mr. O P Bhatt	Appointed by SBI	√	-	√	-	√	√
Mr. U S Roy	Appointed by SBI	√	√	√	√	√	√
Ms. Bharati Rao (appointed wef 6.12.07 & resigned wef 10.4.08)	SBI Nominee	-	-	-	-	-	√
Mr. Gerard Binet	Appointed by BNP Paribas Assurance SA	√	√	√	√	-	√
Mr. Eric Lombard	Appointed by BNP Paribas Assurance SA	√	-	√	-	-	-
Mr. K Sitaramam (appointed wef 25.7.07)	SBI Nominee	-	√	√	-	√	-
Mr. L Ravi Sankar	Independent	√	-	√	√	√	√
Mr. R S Lodha	Independent	-	√	√	√	-	√
Ms. Chitra Ramkrishna	Independent	-	-	√	√	√	-
Ms. Rajshree Pathy (ceased to be director wef 25.7.2007)	Independent	-	-	-	-	-	-
Mr. Y Vijayanand (ceased to be director wef 31.8.2007)	SBI Nominee	√	√	√	-	-	-
Mr. Yogesh Agarwal (ceased to be director wef 25.7.2007)	SBI Nominee	-	-	-	-	-	-

AUDIT COMMITTEE

The Audit Committee has been constituted pursuant to the provisions of Section 292A of the Companies Act, 1956. The Audit Committee comprises of Mr. L Ravi Sankar, Chairman of the Committee, Mr. U S Roy, Managing Director, Mr. Gerard Binet, Director, Mr. K Sitaramam (wef 25.7.07) and Ms. Bharati Rao (wef 6.12.07). Mr. Y Vijayanand ceased to be a member of the Audit Committee since his resignation from the Board on 31.8.07.

The Statutory Auditors, Internal Auditors, Appointed Actuary, Chief Operating Officer, Chief Financial Officer, Chief Audit Officer and the VP – Risk Management attend the meetings of the Committee as invitees.

The Committee has reviewed the audited financial statements and satisfied itself with the accuracy and correctness of these statements. During the year under review, the Audit Committee met 6 times. The attendance of the Directors at the Committee Meetings is as follows:

Audit Committee Meetings	30.4.07	9.6.07	24.07.07	22.10.07	27.11.07	23.1.08	20.2.08
Members of Committee							
Mr. L Ravi Sankar,	√	√	√	√	√	√	√
Mr. U S Roy	√	√	√	√	√	√	-
Mr. Gerard Binet	√	-	-	√	-	√	-
Mr. Y Vijayanand (ceased to be member wef 31.8.07)	√	√	√		-	-	-
Mr. K Sitaramam (apptd wef 23.1.08)	-	-	-		-	-	√
Ms. Chitra Ramkrishna	-	√	-	-	√	-	√
Ms. Bharati Rao (apptd wef 6.12.07 and resigned on 10.4.08)	-	-	-	-	-	-	-

REMUNERATION COMMITTEE

The Remuneration Committee met on 24th July 2007. Mr Y Vijayanand, Mr L Ravi Sankar and Ms Chitra Ramkrishna were present at the meeting

INVESTMENT COMMITTEE

The Investment Committee has been constituted pursuant to Regulation 9 of the IRDA (Investment) Regulations 2000. The Company's Investment Committee consists of Mr. U S Roy, Managing Director, Mr. L Ravi Sankar, Director, Ms. Bharati Rao, Director, Appointed Actuary and Chief Financial Officer.

During the year, the Investment Committee met twice on 9.6.07 and 23.1.08. The attendance of the Directors at the Committee Meetings is as follows:

Investment Comm Meetings Members of Committee	9th June 2007	23rd January 2008
Mr. U S Roy, Chairman	√	√
Mr. L Ravi Sankar, Member	√	√
Mr. Y Vijayanand	√	-
Ms. Bharati Rao, Member (appted wef 6.12.07 & resigned wef 10.4.08)	-	-
Appointed Actuary	√	√
Chief Financial Officer	√	√

GENERAL MEETINGS

The details of the last 3 Annual General Meetings held are given below:

Meeting	Location	Date	Time
7 th Annual General Meeting	State Bank Bhavan Madame Cama Road Nariman Point Mumbai 400 021	April 30, 2007	1.15 p.m
6 th Annual General Meeting	State Bank Bhavan Madame Cama Road Nariman Point Mumbai 400 021	May 29, 2006	12.30 p.m
5 th Annual General Meeting	State Bank Bhavan Madame Cama Road Nariman Point Mumbai 400 021	June 17, 2005	3.30.p.m

In addition, during the year 2 Extraordinary General Meetings of the Company were held on 25th July 2007 and 23rd January, 2008.

ATTENDANCE OF DIRECTORS AT LAST AGM

Mr. O P Bhatt, Mr. U S Roy, Mr. L Ravi Sankar, Mr. Eric Lombard, Mr. Gerard Binet and Mr. Y Vijayanand, Directors of the Company attended the last Annual General Meeting.

SPECIAL RESOLUTION AT THE LAST AGM

The shareholders had at the last AGM approved a special resolution for transfer of funds from the Shareholders account to the Policyholders Account pursuant to IRDA Circular dated March 23, 2004.

MANAGEMENT REPORT

Pursuant to the provisions of Regulation 3 of the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations 2000, the Management Report forms part of the financial statements.

DEPOSITS

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

PARTICULARS OF EMPLOYEES

Particulars of employees as required under the provisions of Section 217(2A) read with the Companies (Particulars of employees) Rules 1975, as amended is given in the Annexure

COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES 1988

The particulars required to be disclosed under the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules 1988 are not applicable since the Company is not a manufacturing company.

FOREIGN CURRENCY EARNINGS & OUTGO

During the year ended March 31, 2008, the expenditure in foreign currencies amounted to Rs. 7.60 Crores on account of traveling expenses.

DIRECTORS RESPONSIBILITY STATEMENT

In terms of Section 217(2A) of the Companies Act, 1956, the Directors confirm that

- a) in the preparation of the annual accounts for the year ended March 31, 2008, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) we have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2008 and of the profit of the Company for the period ended on that date;
- c) we have taken proper and sufficient care for the maintenance of the adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- d) we have prepared the accounts for the financial year ended March 31, 2008 on a going concern basis."

AUDITORS REPORT

The observations made in the Auditors' Report, read together with the relevant notes thereon, are self explanatory and hence do not call for any comments u/s 217 of the Companies Act, 1956.

AUDITORS

M/s M P Chitale & Co., Chartered Accountants and M/s B K Khare & Co., Chartered Accountants, the Joint Statutory Auditors of the Company retire at the conclusion of the 8th Annual General Meeting and are eligible for re-appointment.

The Company has obtained certificate as required under Section 224(1B) of the Companies Act, 1956 to the effect that their re-appointment, if made would be in conformity with the limits specified in that section.

M/s Dalal & Shah, Chartered Accountants, Mumbai have been retained as the Internal Auditors of the Company.

FUTURE OUTLOOK

The Company has ambitious plans to accelerate growth in the coming period and become the number one Private Life Insurance Company in India and the proposed strategy includes

- Stabilization of the new Corporate Structure with each of the region having Profit & Loss responsibilities.
- Creation of new region for the North East states.
- Opening of 250 new branches and Satellite Offices.
- Increase of penetration among SBG branches, especially MLG/CAG branches.

GENERAL SHAREHOLDER INFORMATION

- (i) The time, date and venue for the 8th Annual General Meeting is as follows:

Time : 5.30 pm

Date: 26th April 2008

Venue: 19th Floor, State Bank Bhavan, Madame Cama Road, Nariman Point, Mumbai 400 021.

DISTRIBUTION OF SHAREHOLDING:

S No	Name of shareholders	No of shares held	% to paid up capital
1	State Bank of India, including : <ul style="list-style-type: none"> • jointly with Mr. U S Roy - 1 • jointly with Mr. Salil Saha - 1 • jointly with Mr. Nilesh Kothari- 1 • jointly with Mr. S R Muralidharan- 1 • jointly with Mr. Kiran Shah - 1 • jointly with Mr. Chandrajit Ranavde - 1 	74,00,00,000	74%
2	BNP Paribas Assurance SA	26,00,00,000	26%

ADDRESS FOR CORRESPONDENCE:

SBI Life Insurance Co Ltd
Turner Morrison Building
G N Vaidya Marg
Fort
Mumbai 400 023

ACKNOWLEDGEMENTS

The Directors are grateful to the Insurance Regulatory and Development Authority for their continued support and guidance. The Directors would like to place on record their appreciation to State Bank of India and BNP Paribas Assurance, the Shareholders of the Company for their continued support. The Directors also acknowledge the support extended by its policyholders and employees

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

PLACE : MUMBAI
DATE: 26TH APRIL 2008

O P BHATT
CHAIRMAN

AUDITORS' REPORT TO THE MEMBERS OF SBI LIFE INSURANCE COMPANY LIMITED

1. We have audited the attached Balance Sheet of SBI Life Insurance Company Limited ('the Company') as at March 31, 2008, the related Revenue Account, the Profit & Loss Account and the Receipts and Payments Account of the Company for the year ended on that date, annexed thereto which we have signed under reference to this report. These financial statements are the responsibility of the management of the Company. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We report that:
 - (a) We have obtained all the information and explanation, which, to the best of our knowledge and belief were necessary for the purposes of our audit and have found them satisfactory;
 - (b) As the Company's accounting system is centralized, no returns relating to the financial statements are prepared at the branches of the Company;
 - (c) The Balance Sheet, Revenue Account, Profit and Loss Account and the Receipts and Payments Account referred to in this report are in agreement with the books of account;
 - (d) The actuarial valuation of liabilities for life policies in force is the responsibility of the Company's Appointed Actuary. The actuarial valuation of these liabilities as at March 31, 2008 has been certified by the Appointed Actuary, and in his opinion, the assumptions for such valuation are in accordance with the guidelines and norms issued by the Insurance Regulatory and Development Authority (IRDA) and the Actuarial Society of India in concurrence with the Authority. We have relied upon the Appointed Actuary's certificate for forming our opinion on the financial statements of the Company;
 - (e) On the basis of written representations received from State Bank of India with regard to its nominee directors and also from other directors and taken on record by the Board of Directors of the Company, no Director is disqualified, as at March 31, 2008, from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;

- (f) In our opinion, and to the best of our information and according to the explanations given to us, proper books of account as required by law have been maintained by the Company so far as appears from our examination of those books;
- (g) In our opinion, and to the best of our information and according to the explanations given to us, the investments have been valued in accordance with the provisions of the Insurance Act, 1938 and the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditors Report of Insurance Companies) Regulations, 2002 ('the Regulations') and orders/directions issued by IRDA in this behalf;
- (h) In our opinion, and to the best of our information and according to the explanations given to us, the accounting policies selected by the Company are appropriate and are in compliance with applicable accounting standards referred to under sub-section (3C) of Section 211 of the Companies Act, 1956 and with accounting principles as prescribed in the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations, 2002 and orders/directions issued by Insurance Regulatory and Development Authority in this behalf;
- (i) In our opinion and to the best of our information and according to the explanations given to us, the Balance Sheet, Revenue Account, Profit and Loss Account and the Receipts and Payments Account together with the notes thereon and attached thereto are prepared in accordance with the provisions of the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations 2002, Insurance Act, 1938, the Insurance Regulatory and Development Act, 1999 and the Companies Act, 1956, to the extent applicable and in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India:
 - i. of the state of affairs of the Company in so far as it relates to the Balance Sheet as at March 31, 2008;
 - ii. of the results of activities in so far as it relates to the Revenue Account for the year ended March 31, 2008;
 - iii. of the profit in so far as it relates to the Profit and Loss Account for the year ended March 31, 2008;
 - iv. of the receipts and payments in so far as it relates to the Receipts and Payments Account for the year ended March 31, 2008.

4. Further, we certify to the best of our knowledge and belief that:

- i). On the basis of our examination of books and records of the Company and according to the information and explanations given to us, we have reviewed the management report and have found no apparent mistake or material inconsistencies with the financial statements;
- ii) On the basis of our audit procedure we certify that the Company has complied with the terms and conditions of registration as per subsection 4 of section 3 of the Insurance Act, 1938.
5. 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 Regulations.

For B. K Khare & Co
Chartered Accountants

For M P Chitale & Co.
Chartered Accountants

Padmini Khare Kaicker
Partner
Membership No. 44784

Ashutosh Pednekar
Partner
Membership No. 41037

Mumbai
April 26, 2008

Annexure to the Auditors' Report

(Referred to in paragraph 5 of the Auditors' Report of even date to the members of SBI Life Insurance Company Limited on the financial statements for the year ended March 31, 2008)

In accordance with the information and explanations given to us to the best of our knowledge and belief and based on our examination of the books of account and other records maintained by SBI Life Insurance Company Limited ('the Company for the year ended March 31, 2008, we certify that:

1. We have verified the cash/cheques in hand balances, to the extent considered necessary, and securities relating to the Company's investments as at March 31, 2007, by actual inspection or on the basis of certificates/confirmations received from the depository participant appointed by the Company, as the case may be. As at 31 March 2007, the Company had no secured loans, reversions and life interests;
2. The Company is not the trustee of any trust; and
3. No part of the assets of the policyholders' funds has been directly or indirectly applied in contravention to the provisions of the Insurance Act, 1938, relating to the application and investments of the policyholders funds.

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

For B K Khare & Co.
Chartered Accountants

For M P Chitale & Co.
Chartered Accountants

Padmini Khare Kaicker
Partner
Membership No. 44784

Ashutosh Pednekar
Partner
Membership No. 41037

Mumbai, April 26, 2008

FORM A-RA

Name of the Insurer: SBI LIFE INSURANCE COMPANY LIMITED

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

REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2008

Policyholders' Account (Technical Account)

(Amount in Rs.'000)

Particulars	Schedule	Year ended March 31, 2008	Year ended March 31, 2007
Premiums earned - Net	1		
(a) Premium		56,221,372	29,284,856
(b) (Reinsurance ceded)		(109,325)	(50,469)
(c) Reinsurance accepted		-	-
		56,112,047	29,234,387
Income from Investments			
(a) Interest, Dividends & Rent - Net of Amortisation		2,417,463	1,260,250
(Gross for year ended March 2008 Rs.2,401,694 thousand, previous year ended March 2007 Rs.1,329,293 thousand)			
(b) Profit on sale / redemption of investments		4,821,924	892,814
(c) (Loss on sale / redemption of investments)		(675,907)	(189,441)
(d) Transfer /Gain on revaluation / change in Fair value*		(1,531,030)	233,020
Other Income			
(a) Contribution from the Shareholders' A/c		997,464	437,469
(b) Others		-	-
- Miscellaneous Income		25,266	17,329
		6,055,181	2,651,441
TOTAL (A)		62,167,228	31,885,828
Commission	2	3,653,544	1,959,727
Operating Expenses related to Insurance Business	3	4,869,627	3,223,895
Provision for doubtful debts		-	-
Bad debts written off		-	-
Provision for Tax			
(a) Income Tax		196,500	-
(b) Fringe Benefit Tax		33,804	22,817
Provisions (other than taxation)			
(a) For diminution in the value of investments (net)		752,275	-
(b) Others		-	-
TOTAL (B)		9,505,749	5,206,440
Benefits Paid (Net)	4	3,508,480	1,400,635
Interim Bonuses Paid		-	-
Change in valuation of liability against life policies			
(a) Gross **		48,408,671	25,308,349
(b) (Amount ceded in Re-insurance)		(71,285)	(29,595)
(c) Amount accepted in Re-insurance		-	-
TOTAL (C)		51,845,866	26,679,389
SURPLUS/ (DEFICIT) (D) = (A) - (B) - (C)		815,613	-
APPROPRIATIONS			
Transfer to Shareholders' Account		807,894	-
Transfer to Other Reserves		-	-
Balance being Funds for Future Appropriations		7,719	-
Total (D)		815,613	-

Details of Total Surplus :-

a) Interim Bonuses Paid	-	-
b) Allocation of Bonus to policyholders*	356,150	371,166
c) Surplus shown in the revenue account	-	-
d) Total Surplus: [(a) + (b) + (c)]	356,150	371,166

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

** represents Mathematical Reserves after allocation of bonus

Notes to Accounts

16

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

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

For and on behalf of
B.K. Khare & Co.
Chartered AccountantsFor and on behalf of
M.P.Chitale & Co.
Chartered Accountants

We hereby certify that all expenses of management in respect of life insurance bu been fully debited in this Revenue Account as expenses.

For and on behalf of the Board of Directors

Chairman

Director

Padmini Khare Kaicker

Ashutosh Pednekar

Partner

Partner

Managing Director &
Chief Executive Officer

Director

Membership No : 44784

Membership No : 41037

Chief Financial Officer

Appointed Actuary

Place: Mumbai

Dated : April 26, 2008

Company Secretary

Form A-PL

Name of the Insurer: SBI LIFE INSURANCE COMPANY LIMITED

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

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2008

Shareholders' Account (Non-technical Account)

(Amount in Rs.'000)

Particulars	Schedule	Year ended March 31, 2008	Year ended March 31, 2007
Surplus/(Deficit)from Policyholders Accounts		807,894	-
Income from Investments			
(a) Interest, Dividend & Rent - Net of Amortisation (Gross for year ended March 2008 Rs.432,464 thousand, previous year ended March 2007 Rs.332,295 thousand)		420,830	307,440
(b) Profit on sale / redemption of investments		389,239	183,596
(c) (Loss on sale / redemption of investments)		(72,892)	(10,306)
Other Income		192	-
TOTAL(A)		1,545,262	480,730
Expenses other than those directly related to the insurance business			
(a) Rates and Taxes		741	20
(b) Directors' Sitting Fees		143	135
(c) Board Meeting Related Expenses		2,887	1,720
(d) Other Expenses		508	2,238
(e) Stamp duty on issue of shares		5,000	750
Bad debts written off		-	-
Provisions (Other than taxation)		-	-
(a) Contribution to the Policyholders' Fund		997,464	437,469
(b) For diminution in the value of investment (net)		190,979	-
(c) Provision for doubtful debts		-	-
TOTAL(B)		1,197,720	442,332
Profit / (Loss) before tax		347,543	38,399
Provision for Taxation			
(a) Income Tax		3,500	-
(b) Fringe Benefit Tax		196	116
Profit / (Loss) after tax		343,846	38,283
APPROPRIATIONS			
(a) Balance at the beginning of the period/year		(296,584)	(334,867)
(b) Interim dividends paid during the period/year		-	-
(c) Proposed final dividend		-	-
(d) Dividend distribution tax		-	-
(e) Transfer to reserves / other accounts		-	-
Profit / (Loss) carried to the Balance Sheet		47,262	(296,584)
EARNINGS PER EQUITY SHARE (in Rs.) (Face Value Rs 10/- per share)			
Basic		0.59	0.09
Diluted		0.59	0.09
Notes to Accounts	16		
Schedule referred to above forms an integral part of the Profit and Loss Account			

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

For and on behalf of
B.K. Khare & Co.
Chartered Accountants

For and on behalf of
M.P.Chitale & Co.
Chartered Accountants

For and on behalf of the Board of Directors

Chairman Director

Padmini Khare Kaicker
Partner
Membership No : 44784

Ashutosh Pednekar
Partner
Membership No : 41037

Managing Director &
Chief Executive Officer Director

Chief Financial Officer Appointed Actuary

Place : Mumbai
Dated : April 26, 2008

Company Secretary

Form A-BS

Name of the Insurer: SBI LIFE INSURANCE COMPANY LIMITED

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

BALANCE SHEET AS AT MARCH 31, 2008

(Amount in Rs.'000)				
Particulars	Schedule	As at March 31, 2008	As at March 31, 2007	
<u>SOURCES OF FUNDS</u>				
Shareholders' Funds				
Share Capital	5	10,000,000	5,000,000	
Reserves and Surplus	6	47,262	-	
Credit/(Debit) Fair Value Change Account		20,459	(93,579)	
Sub-total		10,067,721	4,906,421	
Borrowings	7	-	-	
Policyholders' Funds				
Credit/(Debit) Fair Value Change Account		54,666	(207,914)	
Policy Liabilities		37,115,702	24,135,912	
Insurance Reserves		-	-	
Total Linked Liabilities		52,852,952	17,495,356	
Fair Value Change		(1,071,427)	459,603	
Linked Liabilities		53,924,378	17,035,752	
Sub-total		90,023,320	41,423,354	
Funds for Future Appropriation		7,719	-	
TOTAL		100,098,760	46,329,775	
<u>APPLICATION OF FUNDS</u>				
Investments				
- Shareholders'	8	10,058,618	5,915,180	
- Policyholders'	8A	38,575,116	23,180,650	
Assets Held to Cover Linked Liabilities	8B	52,852,952	17,495,355	
Loans	9	-	-	
Fixed Assets	10	448,849	378,917	
Current Assets				
Cash and Bank Balances	11	1,168,998	1,504,223	
Advances and Other Assets	12	1,674,308	1,483,649	
Sub-total (A)		2,843,306	2,987,872	
Current Liabilities				
Provisions	13	4,428,645	3,909,781	
	14	251,437	15,003	
Sub-total (B)		4,680,081	3,924,785	
Net Current Assets (C) = (A - B)		(1,836,775)	(936,912)	
Miscellaneous Expenditure (to the extent not written off or adjusted)	15	-	-	
Debit Balance in Profit and Loss Account (Shareholders' Account)			296,584	
TOTAL		100,098,760	46,329,775	
Notes to Accounts	16			
Schedules referred to above form an integral part				

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

For and on behalf of
B.K. Khare & Co.
Chartered Accountants

For and on behalf of
M.P.Chitale & Co.
Chartered Accountants

For and on behalf of the Board of Directors

Chairman Director

Managing Director &
Chief Executive Officer Director

Chief Financial Officer Appointed Actuary

Company Secretary

Padmini Khare Kaicker
Partner
Membership No : 44784

Ashutosh Pednekar
Partner
Membership No : 41037

Place : Mumbai
Dated : April 26, 2008

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 1
PREMIUM

(Amount in Rs.'000)

	PARTICULARS	Year ended March 31, 2008	Year ended March 31, 2007
1	First year Premiums	33,354,569	17,175,719
2	Renewal Premiums	8,293,213	3,646,437
3	Single Premiums	14,573,590	8,462,700
	TOTAL PREMIUM	56,221,372	29,284,856

Note :- All the premium income relates to business in India.

SCHEDULE - 2
COMMISSION EXPENSES

(Amount in Rs.'000)

PARTICULARS	Year ended March 31, 2008	Year ended March 31, 2007
Commission Paid		
Direct - First year premiums	3,163,525	1,759,782
- Renewal premiums	327,252	121,903
- Single premiums	168,967	83,851
TOTAL (A)	3,659,744	1,965,535
Add: Commission on Re-insurance Accepted	-	-
Less: Commission on Re-insurance Ceded	6,200	5,808
NET COMMISSION	3,653,544	1,959,727
Break-up of the Commission expenses (Gross) incurred to procure business:		
Agents	2,817,590	1,599,614
Brokers	8,833	4,392
Corporate Agency	179,675	42,275
Bancassurance	653,646	319,212
Referral	-	42
TOTAL (B)	3,659,744	1,965,535

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE -3
OPERATING EXPENSES RELATED TO INSURANCE BUSINESS

(Amount in Rs.'000)

	Particulars	Year ended March 31, 2008	Year ended March 31, 2007
1	Employees' remuneration & welfare benefits	1,673,760	1,002,722
2	Travel, conveyance and vehicle running expenses	172,936	102,636
3	Training expenses	111,572	81,061
4	Rent, rates & taxes	174,217	108,882
5	Repairs	52,425	23,647
6	Printing & Stationery	120,741	58,540
7	Communication expenses	203,387	111,972
8	Legal & professional charges	113,621	53,156
9	Medical Fees	54,301	42,108
10	Auditors' Fees, expenses, etc.		
	(a) as auditor	1,375	1,100
	(b) as adviser or in any other capacity, in respect of		
	(i) Taxation Matters	-	-
	(ii) Insurance Matters	-	-
	(iii) Management Services - Certification	150	25
	(c) in any other capacity	1,290	1,000
	(d) Out of pocket expenses	162	79
11	Advertisement, Publicity and Marketing	389,369	324,158
12	Interest & Bank Charges	32,055	16,042
13	Recruitment expenses (including for Agents' recruitment for year ended March 2008 Rs.4,947 thousand, previous year ended March 2007 Rs. 3,106 thousand)	18,639	14,670
14	Information Technology expenses	188,652	101,727
15	Service Tax on Premium A/c	11	5,976
16	Administration Fees for Group Insurance	899,922	765,394
17	Stamp Duty on Policies	76,820	107,606
18	Depreciation	206,087	151,945
19	Sales Promotion Contest	231,786	68,374
20	Other Expenses	146,349	81,075
	TOTAL	4,869,627	3,223,895

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 4
BENEFITS PAID (NET)

(Amount in Rs.'000)

	Particulars	Year ended March 31, 2008	Year ended March 31, 2007
	1. Insurance Claims		
	(a) Claims by Death	1,602,079	1,118,482
	(b) Claims by Maturity	685,180	155,112
	(c) Annuities / Pension payment	27,818	525
	(d) Others		
	- Survival	97,742	1,325
	- Surrender	1,116,135	143,816
	- Others	3,130	3,669
	2. (Amount ceded in reinsurance)		
	(a) Claims by Death	(23,604)	(22,294)
	(b) Claims by Maturity	-	-
	(c) Annuities / Pension payment	-	-
	(d) Other Benefits	-	-
	3. Amount accepted in reinsurance		
	(a) Claims by Death	-	-
	(b) Claims by Maturity	-	-
	(c) Annuities / Pension payment	-	-
	(d) Other Benefits	-	-
	Total	3,508,480	1,400,635

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 5
SHARE CAPITAL

(Amount in Rs.'000)

	PARTICULARS	As at March 31, 2008	As at March 31, 2007
1	Authorised Capital 1,000,000,000 (Previous year - 1000,000,000) Equity Shares of Rs. 10/- each	10,000,000	10,000,000
2	Issued Capital 1,000,000,000 (Previous year - 500,000,000) Equity Shares of Rs. 10/- each	10,000,000	5,000,000
3	Subscribed Capital 1,000,000,000 (Previous year - 500,000,000) Equity Shares of Rs. 10/- each	10,000,000	5,000,000
4	Called-up Capital 1,000,000,000 (Previous year - 500,000,000) Equity Shares of Rs. 10/- each Less : Calls unpaid Add : Shares forfeited (Amount Originally paid up) Less : Par value of Equity Shares bought back Less : Preliminary Expenses Expenses including commission or brokerage on Underwriting or subscription of shares	10,000,000 - - - - -	5,000,000 - - - - -
	Total	10,000,000	5,000,000

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

Shareholder	As at March 31, 2008		As at March 31, 2007	
	Number of Shares	% of Holding	Number of Shares	% of Holding
Promoters :				
Indian - State Bank of India (Holding Company and its Nominees)	740,000,000	74	370,000,000	74
Foreign - BNP Paribas Assurance S.A.	260,000,000	26	130,000,000	26
Others	-	-	-	-
TOTAL	1,000,000,000	100	500,000,000	100

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 6
RESERVES AND SURPLUS

(Amount in Rs.'000)

	Particulars	As at March 31, 2008	As at March 31, 2007
1	Capital Reserve	-	-
2	Capital Redemption Reserve	-	-
3	Share Premium	-	-
4	Revaluation Reserve	-	-
5	General Reserves	-	-
	Less : Debit balance in Profit and Loss Account, If any	-	-
	Less : Amount utilized for Buy-back	-	-
6	Catastrophe Reserve	-	-
7	Other Reserves	-	-
8	Balance of profit in Profit and Loss Account	47,262	-
	TOTAL	47,262	-

SCHEDULE - 7
BORROWINGS

(Amount in Rs.'000)

	Particulars	As at March 31, 2008	As at March 31, 2007
1	Debentures / Bonds	-	-
2	Banks	-	-
3	Financial Institutions	-	-
4	Others	-	-
	TOTAL	-	-

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 8
INVESTMENTS - SHAREHOLDERS'

(Amount in Rs.'000)			
	Particulars	As at March 31, 2008	As at March 31, 2007
	LONG TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds	3,273,003	2,300,624
2	Other Approved Securities	1,832,953	589,323
3	Other Investments	-	-
	(a) Shares		
	(aa) Equity	507,332	601,665
	(bb) Preference	1,434	-
	(b) Mutual fund	-	-
	(c) Derivative instruments	-	-
	(d) Debentures / Bonds	225,609	238,185
	(e) Other Securities	-	-
	(f) Subsidiaries	-	-
	(g) Investment Properties - Real Estate	-	-
4	Investment in Infrastructure and Social Sector	1,642,857	663,599
5	Other than Approved Investments	255,569	418,098
		7,738,758	4,811,494
	SHORT TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds including Treasury Bills	1,143,811	396,516
2	Other Approved Securities	-	-
3	Other Investments		
	(a) Shares		
	(aa) Equity	-	-
	(bb) Preference	-	-
	(b) Mutual Funds	6,328	193,751
	(c) Derivative instruments	-	-
	(d) Debenture / Bonds	206,583	49,190
	(e) Other Securities	902,435	304,862
	(f) Subsidiaries	-	-
	(g) Investment Properties - Real Estate	-	-
4	Investment in Infrastructure and Social Sector	60,704	159,367
5	Other than Approved Investments	-	-
		2,319,860	1,103,686
	TOTAL	10,058,618	5,915,180

Notes :

a) Aggregate cost of investments other than listed equity securities as at March 31,2008 was Rs. 9,339,414 thousand and as at March 31,2007 was Rs. 4,925,963 thousand.

b) Aggregate market value of investments other than listed equity securities as at March 31,2008 was Rs. 9,164,290 thousand and as at March 31, 2007 was Rs.4,718,688 thousand.

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 8A
INVESTMENTS - POLICYHOLDERS'

		(Amount in Rs.'000)	
	Particulars	As at March 31, 2008	As at March 31, 2007
	LONG TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds	12,256,457	8,916,950
2	Other Approved Securities	5,078,290	2,047,911
3	Other Investments	-	-
	(a) Shares		
	(aa) Equity	2,208,175	2,145,124
	(bb) Preference	-	-
	(b) Mutual fund	-	-
	(c) Derivative Instruments	-	-
	(c) Debentures / Bonds	3,221,006	2,435,389
	(e) Other Securities	-	-
	(f) Subsidiaries	-	-
	(g) Investment Properties - Real Estate	-	-
4	Investments in Infrastructure and Social Sector	6,041,055	3,473,483
5	Other than Approved Investments	935,762	664,670
		29,740,746	19,683,527
	SHORT TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds including Treasury Bills	2,555,574	2,922
2	Other Approved Securities	59,600	-
3	Other Investments	-	-
	(a) Shares		
	(aa) Equity	-	-
	(bb) Preference	-	-
	(b) Mutual Funds	573,131	806,235
	(c) Derivative Instruments	-	-
	(d) Debenture / Bonds	264,048	456,754
	(e) Other Securities	4,818,113	2,014,320
	(f) Subsidiaries	-	-
	(g) Investment Properties - Real Estate	-	-
4	Investments in Infrastructure and Social Sector	513,912	216,893
5	Other than Approved Investments	49,993	-
		8,834,370	3,497,123
	TOTAL	38,575,116	23,180,650

Notes :

a) Aggregate cost of investments other than listed equity securities as at March 31,2008 was Rs. 35,709,483 thousand and as at March 31,2007 was Rs. 19,810,532 thousand.

b) Aggregate market value of investments other than listed equity securities as at March 31,2008 was Rs. 34,970,057 thousand and as at March 31, 2007 was Rs.19,003,390 thousand.

c) Aggregate cost of Investments in Debentures issued by State Bank of India (Holding Company)as at March 31,2008 was Rs. 400,000 thousand and as at March 31, 2007 was Rs. 400,000 thousand.

d) Aggregate cost of Investments in Fixed Deposit issued by State Bank of India (Holding Company)as at March 31,2008 was Rs.10,000 thousand and as at March 31, 2007 was Rs. Nil thousand.

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 8B
ASSETS HELD TO COVER LINKED LIABILITIES

(Amount in Rs.'000)			
	Particulars	As at March 31, 2008	As at March 31, 2007
	LONG TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds	150,678	100,192
2	Other Approved Securities		243,822
3	Other Investments	-	-
	(a) Shares		
	(aa) Equity	26,901,771	9,550,380
	(bb) Preference	86,074	-
	(b) Mutual fund	-	-
	(c) Derivative Instruments	-	-
	(d) Debentures / Bonds	506,362	189,128
	(e) Other Securities (represents Fixed Deposit with a Scheduled Bank)	-	-
	(f) Subsidiaries	-	-
	(g) Investment Properties - Real Estate	-	-
4	Investments in Infrastructure and Social Sector	6,872,190	869,109
5	Other than Approved Investments	9,912,148	3,184,308
		44,429,224	14,136,938
	SHORT TERM INVESTMENTS		
1	Government securities and Government guaranteed bonds including Treasury Bills	2,402	3,565
2	Other Approved Securities	-	-
3	Other Investments		
	(a) Shares		
	(aa) Equity	-	-
	(bb) Preference	-	-
	(b) Mutual fund	52	114
	(c) Derivative Instruments	-	-
	(d) Debentures / Bonds	99,646	-
	(e) Other Securities (includes Fixed Deposit with Scheduled Bank)	4,734,025	1,767,708
	(f) Subsidiaries	-	-
	(g) Investment Properties - Real Estate	-	-
4	Investments in Infrastructure and Social Sector	294,827	99,411
5	Other than Approved Investments	-	-
6	Net Current Assets [Refer Note 23 - Schedule16]	3,292,774	1,487,620
		8,423,728	3,358,417
	TOTAL	52,852,952	17,495,355

Notes :

a) Aggregate cost of investments other than listed equity securities as at March 31,2008 was Rs. 7,137,602 thousand and as at March 31,2007 was Rs. 3,447,002 thousand.

b) Aggregate market value of investments other than listed equity securities as at March 31,2008 was Rs. 7,132,089 thousand and as at March 31, 2007 was Rs.3,443,660 thousand.

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 9
LOANS

(Amount in Rs.'000)

	Particulars	As at March 31, 2008	As at March 31, 2007
1	SECURITY WISE CLASSIFICATION		
	<i>Secured</i>		
	(a) On mortgage of property		
	(aa) In India	-	-
	(bb) Outside India	-	-
	(b) On Shares, Bonds, Govt Securities etc	-	-
	(c) Loans against policies	-	-
	(d) Others	-	-
	<i>Unsecured</i>	-	-
	TOTAL	-	-
2	BORROWER - WISE CLASSIFICATION		
	(a) Central and State Governments	-	-
	(b) Banks and Financial institutions	-	-
	(c) Subsidiaries	-	-
	(d) Companies	-	-
	(e) Loans against policies	-	-
	(f) Others	-	-
	TOTAL	-	-
3	PERFORMANCE - WISE CLASSIFICATION		
	(a) Loans classified as standard		
	(aa) In India	-	-
	(bb) Outside India	-	-
	(b) Non - standard loans less provisions		
	(aa) In India	-	-
	(bb) Outside India	-	-
	TOTAL	-	-
4	MATURITY - WISE CLASSIFICATION		
	(a) Short Term	-	-
	(b) Long Term	-	-
	TOTAL	-	-

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 10
FIXED ASSETS

(Amount in Rs.'000)

Particulars	Cost / Gross Block				Depreciation / Amortisation				Net Block	
	As at 1st April 2007	Additions	Deductions	As at March 31, 2008	As at 1st April 2007	For the year	On Sales / adjustments	As at March 31, 2008	As at March 31, 2008	As at March 31, 2007
Goodwill	-	-	-	-	-	-	-	-	-	-
Intangibles - Software	220,125	65,558	78	285,604	134,174	62,767	-	196,940	88,664	85,951
Land-Freehold	-	-	-	-	-	-	-	-	-	-
Leasehold Property	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Furniture & Fittings	72,341	54,270	4,788	121,823	20,170	23,719	35	43,854	77,969	52,171
Information Technology Equipment	293,684	128,118	778	421,023	132,476	96,809	11	229,275	191,749	161,208
Vehicles	1,000	-	-	1,000	141	201	-	342	658	859
Office Equipment	33,420	17,890	1,284	50,027	11,593	8,765	36	20,322	29,705	21,828
Leasehold Improvements	57,102	8,590	-	65,692	42,839	13,826	-	56,666	9,026	14,263
Total	677,672	274,425	6,928	945,169	341,393	206,087	83	547,399	397,771	336,280
Capital Work in Progress and Capital Advances	-	-	-	-	-	-	-	-	51,078	42,637
Grand Total	677,672	274,425	6,928	945,169	341,393	206,087	83	547,399	448,849	378,917
Previous year ended March 31, 2007	474,216	211,458	8,002	677,672	190,427	151,945	980	341,393	336,280	

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 11
CASH AND BANK BALANCES

(Amount in Rs.'000)

	Particulars	As at March 31, 2008	As at March 31, 2007
1	Cash (including cheques,drafts and stamps)	597,260	623,123
2	Bank Balances		
	(a) Deposit Accounts		
	(aa) Short-term (due within 12 months of the date of Balance Sheet)	10,000	110,805
	(bb) Others	-	-
	(b) Current Accounts	561,738	770,295
	(c) Others	-	-
3	Money at call and short notice		
	(a) With banks	-	-
	(b) With other Institutions	-	-
4	Others		
	Total	1,168,998	1,504,223
	Balances with non-scheduled banks included in 2 and 3 above	Nil	Nil
	Cash and Bank Balances		
1	In India	1,168,998	1,615,090
2	Outside India	-	-
	Total	1,168,998	1,504,223

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULE FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE - 12
ADVANCES AND OTHER ASSETS

(Amount in Rs.'000)

	Particulars	As at March 31, 2008	As at March 31, 2007
	ADVANCES		
1	Reserve deposits with ceding companies	-	-
2	Application money for investments		21,294
3	Prepayments	59,293	25,439
4	Advances to Directors / Officers		-
5	Advance tax paid and taxes deducted at source (Net of provision for taxatic and Fringe Benefit Tax)		3,767
6	Advances to Suppliers	1,786	454
7	Advances to Employees	3,762	1,368
	Total (A)	64,842	52,322
	OTHER ASSETS		
1	Income accrued on Investments		
	a) Shareholders'	171,612	95,846
	b) Policyholders	665,431	401,944
2	Outstanding Premiums	211,232	156,452
3	Agents' Balances	4,316	1,339
4	Foreign Agents' Balances	-	-
5			
	Due from other entities carrying on insurance business (including reinsurers)		22,802
6	Due from subsidiaries/holding company	-	-
7	Deposit with Reserve Bank of India	100,680	100,748
	[Pursuant to section 7 of Insurance Act,1938] (Refer Note - 16 of Schedule 16)		
8	Security Deposit	121,226	51,961
9	Interest receivable on Income-tax refund	-	-
10	Receivables [Refer Note 21 (a) - Schedule 16]	127,072	488,241
11	Service tax unutilized credit	207,896	111,994
	Total (B)	1,609,466	1,431,328
	Total (A + B)	1,674,308	1,483,649

SBI LIFE INSURANCE COMPANY LIMITED
SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

SCHEDULE -13
CURRENT LIABILITIES

(Amount in Rs.'000)

	Particulars	As at March 31, 2008	As at March 31, 2007
1	Agents' Balances	483,019	319,339
2	Balances due to other insurance companies	72,804	63,803
3	Deposits held on re-insurance ceded	-	-
4	Premium received in advance	140,602	27,784
5	Unallocated Premium	-	-
6	Sundry Creditors	1,928,846	1,087,221
7	Due to subsidiaries/holding companies	90,926	77,885
8	Claims Outstanding	277,856	244,051
9	Annuities Due	175	-
10	Due to Officers/Directors	14	9
12	Others [Refer Note 21 (b) - Schedule 16]	1,434,402	2,089,688
	TOTAL	4,428,645	3,909,781

SCHEDULE -14
PROVISIONS

(Amount in Rs.'000)

	Particulars	As at March 31, 2008	As at March 31, 2007
1	For taxation [less payments and taxes deducted at source]	172,933	-
2	For proposed dividends	-	-
3	For dividend distribution tax	-	-
4	For gratuity	58,503	8,503
5	For leave encashment	20,000	6,500
	TOTAL	251,437	15,003

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

(Amount in Rs.'000)

	Particulars	As at March 31, 2008	As at March 31, 2007
1	Discount allowed in issue of shares / debentures	-	-
2	Others	-	-
	TOTAL	-	-

SBI LIFE INSURANCE COMPANY LIMITED

SCHEDULE 16

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2008 THE REVENUE ACCOUNT AND THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2008

1. Nature of Operations

The Company is registered with the Insurance Regulatory and Development Authority ('IRDA') and is carrying on the business of life insurance and annuity. The Company's life insurance business comprises of individual life and group business, including participating, non-participating, pension, group gratuity, group leave encashment, group superannuation, group immediate annuity and unit-linked insurance products and micro insurance. Some of these policies have riders such as accident and disability benefit, level term and critical illness.

2. Summary of Significant Accounting Policies

a) Basis of Presentation

The financial statements are prepared under the historical cost convention on accrual basis of accounting to comply in all material aspects with the applicable accounting standards issued by the Institute of Chartered Accountants of India, Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditors' Report of Insurance Companies) Regulations, 2002 ('the Accounting Regulations') and relevant regulations notified by the Insurance Regulatory and Development Authority, the Insurance Act, 1938, the Insurance Regulatory and Development Authority Act, 1999 and the Companies Act, 1956 of India and subsequent circulars, to the extent applicable. The significant accounting policies followed are consistent with those followed in the previous year.

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

b) Revenue Recognition

- (i) Premium (net of service tax) is recognised as income when due from policyholders. Uncollected premium from lapsed policies is not recognised as income until such policies are revived. In respect of linked business, premium income is recognised when the associated units are allotted.
- (ii) Dividend income is recognised when the right to receive dividend is established.
- (iii) Interest income is recognised on accrual basis. Accretion of discount and amortisation of premium in respect of debt securities is effected over the remaining term of such instruments on the basis of the related Yield-to-Maturity. Interest income is reflected after amortisation of premium/ accretion of discount. Realised gains and losses in respect of equity securities and units of mutual funds are calculated as the difference between the net sales proceeds and their cost. In

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

c) Reinsurance premium ceded

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

d) Claims

Claims by death are accounted when intimated. Intimations up to the end of the period are considered for accounting of such claims. Claims by maturity are accounted on the policy maturity date. Annuity benefits are accounted when due. Surrenders are accounted as and when notified. Claims cost consist of the policy benefit amounts and claims settlement costs, where applicable. Amounts recoverable from Re-insurers are accounted for in the same period as the related claim and are reduced from claims.

e) Acquisition costs

Acquisition costs such as commission, medical fees etc. are costs that are primarily related to the acquisition of new and renewal insurance contracts and are expensed as and when incurred.

f) Liability for Life Policies (Policy Liabilities)

The actuarial liability of all the life insurance policies has been calculated by the appointed actuary as per the guidelines prescribed by the Institute of Actuaries of India.

g) Fixed Assets

Fixed Assets are stated at cost, less accumulated depreciation. Cost includes the purchase price and any other cost which can be directly attributed to bringing the asset to its working condition for its intended use.

h) Intangibles

Expenditure incurred on major application software and their customisation/further development is recognised as an intangible asset and capitalised under fixed assets if such expenditure results in a benefit of enduring nature. Other software expenses are expensed as incurred. Intangible assets are stated at cost less accumulated amortisation.

i) Depreciation

Depreciation is provided pro-rata to the period of use, under the Straight Line Method, over the useful life of the assets determined as follows:

Nature of Asset	Useful Life(Months)
Furniture & Fittings	60
Information Technology Equipment	36
Capitalised Software	36
Office Equipments	60
Vehicles	60

Leasehold Improvements are amortised over the initial period of respective leases or 60 months, whichever is lower.

Assets individually costing less than Rs. 5,000 are fully depreciated in the year of acquisition.

j) Foreign Currency Transactions

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities in foreign currency as at the Balance Sheet date are converted at the exchange rates prevailing on that date.

Exchange differences either on settlement or on translation are recognised in the Revenue Account or Profit and Loss Account.

k) Investments

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

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

Classification

Investments intended to be held for a period of less than twelve months or those maturing within twelve months are classified as "Short Term Investments". Long Term Investments are those investments, which are not Short Term Investments.

Amortisation of fixed income security premiums and discounts

The premium or discount, which is paid or availed respectively, at the time of purchase of a fixed income security, is amortised over the life of the instrument on a Yield to Maturity (YTM) basis.

Valuation – Shareholders' investments and Non-Linked Policyholders' investments

Debt securities, including government securities are considered as "held to maturity" and are stated at historical cost subject to amortisation.

Investments in mutual funds are stated at the latest net asset value (NAV) declared by the respective funds as at the Balance Sheet date. Listed equity securities are measured at fair value on the Balance Sheet date. For the purpose of determining fair value, the lower of the last quoted closing prices at the National Stock Exchange of India Ltd. ('NSE') and Bombay Stock Exchange, Mumbai ('BSE') is considered. Unlisted equity securities are measured at historical cost. In respect of investments in equity shares and mutual funds, the corresponding unrealised investment gains or losses are reported in the Balance Sheet under "Fair Value Change Account". In case of diminution, other than temporary, the amount of diminution is recognised as an expense in the Revenue/Profit and Loss Account.

Valuation – Linked Business

Government securities with remaining maturity of more than one year are valued at prices obtained from Credit Rating Information Services of India Ltd. ('CRISIL'). Debt securities other than Government securities with remaining maturity of more than one year are valued on the basis of CRISIL Bond Valuer. The amortised/average cost of Government and other debt securities with remaining maturity of one year or less are amortised over the remaining life of the securities. Listed equity securities are measured at fair value on the Balance Sheet date. For the purpose of determining fair value, the last quoted closing price at the National Stock Exchange of India Ltd. ('NSE') is considered. Unrealised gains and losses are recognised in the scheme's Revenue Account.

Transfer of investments

Transfer of debt securities from shareholders' to policyholders' / unit-linked fund is done at the lower of net amortised cost and market value on the date of transfer. In the case of equity securities, such transfers are effected at lower of cost and market value on the date of transfer.

l) Employee Benefits

As per AS-15 (Revised), contributions to Provident Fund, a Defined Contribution Scheme, are made to a recognised Trust and are charged to Revenue Account as incurred. Provision for Gratuity and Leave Encashment to employees is made on the basis of an actuarial valuation carried out as at the year end by the independent actuaries.

m) Accounting for Operating Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership over the lease term are classified as Operating Leases. Operating lease rentals are recognised as an expense over the lease period.

n) Taxation

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

Deferred income tax is recognised for future tax consequences attributable to timing differences between income as determined by the financial statements and the recognition for tax purposes. The effect of deferred tax asset/ liability of a change in the tax rates are recognised using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date.

Deferred tax assets are recognised only to the extent that there is a virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

Deferred tax assets/liabilities are reviewed as at each Balance Sheet date and written down/ written up to reflect the amount that is reasonably or virtually certain to be realised.

o) Impairment of Fixed Assets

The carrying values of assets at each balance sheet date are reviewed for impairment. If any indication of such impairment exists, the recoverable amount of those assets are estimated and impairment is recognized, if the carrying amount of those assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived by discounting the estimated future cash flows to their present value based on an appropriate discount factor.

p) Provisions and contingent liabilities

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

q) Funds for Future Appropriation

The balance on this account represents funds, the allocation of which, either to policyholders or to shareholders, has not been determined at the balance sheet date. Transfers to and from the fund reflect the excess or deficiency of income over expenses and appropriations in each accounting period arising in the Company's policyholder fund.

Based on the IRDA's requirements on Funds for Future Appropriation (FFA), the Appointed Actuary has determined an amount of Rs. 7,719 thousand during the Financial year 07-08.

3. Actuarial Assumptions

The actuarial assumptions certified by the Appointed Actuary are as under:

- a. In the actuarial valuation all the policies, which were in the books of the Company as on March 31, 2008, have been taken into account.

The total portfolio is divided into two broad categories, namely Individual contracts and Group contracts. In respect of Individual contracts, further classification was done as Participating, Non-Participating, Individual Pension and Unit-linked products. Group contracts were classified as Non-Participating and Group Pension.

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

For mortality, mortality table viz. Indian Assured Lives Mortality (1994-96) Modified Ultimate has been used.

The Morbidity Table provided by re-insurer has been used for reinsurance.

The interest rate for valuation lies in the range of 5% to 8% per annum except for Pension products where an interest rate of 4% per annum has been assumed.

While allocating expenses for the current period, the entire policyholders' expenses have been allocated product-wise.

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

An expense inflation rate of 5.75% per annum has been assumed while estimating future expenses.

Vested bonuses are those which were distributed by the company consequent to last annual actuarial valuations dated March 31, 2002 to March 31, 2007. For pension product, special one-time bonus declared during financial year 2003-04, 2004-05 have been taken into account in current valuation.

Regarding the declared bonus rates and provision for future bonuses, the bonus earning capacity (BEC) has been estimated for participating products.

In accordance with the actuarial valuations in earlier years, Provision for Adverse Deviation (PAD) has been separately provided for traditional assurance products under Individual business. The PAD is calculated by assuming Margin for Adverse Deviation in the parameter values for mortality, expenses and interest rates, i.e. considering a scenario where future interest rates fall by a certain percentage points, future expenses increase by a certain percentage of the base expenses and future mortality increases by a certain percentage of the base mortality.

In the case of Group products, provisions are made for un-expired premium and claim reserves.

The above parameters have been observed to ensure prudence and are in accordance with rules and regulations issued by Insurance Regulatory and Development Authority (IRDA) from time to time and guidelines issued by Actuarial Society of India.

Particulars of Life Fund, Transfer From Shareholder Account to Policyholder Account And Surplus Declared (Rs. '000)

Year	Life Fund Before Transfer from Shareholder Account to Policyholder Account	Transfer from Shareholder Account to Policyholder Account	Life Fund After Transfer from Shareholder Account to Policyholder Account	Actuarial Surplus after transfer
2006-2007	40,822,635	437,469	41,260,104	371,165
2005-2006	15,610,891	455,921	16,066,812	285,702
2004-2005	6,745,215	217,033	6,962,248	140,887

4. Contingent Liabilities:**Rs. ('000)**

Sr No	Particulars	As on March 31, 2008	As on March 31, 2007
1	Partly paid – up investments	---	---
2	Claims, other than against policies, not acknowledged as debts by the Company	NIL	1,802
3	Underwriting commitments outstanding (in respect of shares and securities)	---	---
4	Guarantees given by or on behalf of the Company	---	---
5	Statutory demands/ liabilities in dispute, not provided: for: Service Tax demands Rs. 86,789 96,386 Income Tax demands Rs. 43,904 26,288	130,693	122,674
6	Reinsurance obligations to the extent not provided for in accounts	---	----
7	Insurance claims disputed by the Company, to the extent not provided / reserved	60,880	53,333
	TOTAL	191,573	177,809

Note : - SBI has issued Letter of Comfort to the major corporate clients that SBI Life Insurance Co. is under the management and control of SBI.

5. Encumbrances on Assets

There are no encumbrances on the assets of the Company, within and outside India, as at the Balance Sheet date.

6. Capital Commitments

Estimated amount of contracts remaining to be executed on capital account, to the extent not provided for (net of advances): Rs. 63,874 thousand (Previous year ended March 31, 2007 Rs. 38,257 thousand).

7. Claims

- Claims intimated to the Company and outstanding as at March 31, 2008 aggregate to Rs. 277,856 thousand (Previous Year ended March 31, 2007 Rs. 244,051 thousand).
- The Company does not have any claims, which are settled and unpaid for more than six months.
- All the claims are paid / payable in India.

8. Investments

- Investments have been made in accordance with the Insurance Act, 1938 and Insurance Regulatory and Development Authority (Investments) Regulations, 2000.
- All the investments of the Company are performing investments.
- Value of contracts in relation to investments for:

Sr No.	Particulars	Rs.('000)	
		Year Ended March 31, 2008	Year Ended March 31, 2007
1	Purchases where Deliveries are pending	652,764	1,755,177
2	Sales where payments are overdue	Nil	Nil

- iv. As at March 31, 2008, the aggregate cost and market value of investments, which are valued at fair value was Rs. 51,064,621 thousand (Previous year ended March 31, 2007 Rs. 18,751,178 thousand) and Rs. 49,101,977 thousand (Previous year ended March 31, 2007 Rs. 18,909,289 thousand) respectively.
- v. The Company has not made any investments in the Social Sector, since the securities of acceptable grade were not available in this category.

9. Managerial Remuneration

The Managing Director has been deputed from State Bank of India and his remuneration is included under "Employees remuneration and welfare benefits" under "Operating Expenses Related to Insurance business".

Sr No.	Particulars	Rs.('000)	
		Year Ended March 31, 2008	Year Ended March 31, 2007
1	Salary	631	663
2	Contribution to provident & pension funds	75	83
3	Perquisites	1,011	1,877
	Total	1,717	2,623

Notes:

The remuneration excludes gratuity, leave encashment and leave travel allowance which would have been accrued in the books of / funded by State Bank of India.

10. Percentage of business sector wise:

Sectors	Year ended March 31, 2008			Year ended March 31, 2007		
	Ordinary Life		Group Life	Ordinary Life		Group Life
	No. of Policies	% Of Policies	No. Of Lives	No. of Policies	% Of Policies	No. Of Lives
Social (for Group Life)	-	-	282,723	-	-	28,397
Rural	258,936	27.97	-	118,262	20.92	-
Others	666,593	72.03	853,848	447,127	79.08	1,524,124
Total	925,529	100.00	1,136,571	565,389	100.00	1,552,521

11. Investments of Funds and Assets Pertaining to Policyholders' Liabilities

(a) **Allocation of Investments between Policyholders' Funds and Shareholders' Funds**

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

(b) **Policyholders' Liabilities adequately backed by Assets**

The Policyholders' Liabilities aggregating Rs. 89,968,653 thousand (Previous Year Ended March 31st, 2007 – Rs. 41,631,268 thousand) as at 31st March, 2008 are adequately backed by the following assets as at 31st March, 2008.

- Investments aggregating Rs. 38,575,116 thousand (Previous Year Ended March 31st, 2007 Rs. 23,180,650 thousand) under Schedule 8A representing "Policyholders' Investments".
- Investments and Net Current Assets aggregating Rs. 52,852,652 thousand (Previous Year Ended March 31, 2007 – Rs. 17,495,355 thousand) under Schedule 8B representing "Assets Held to Cover Linked Liabilities".
- Income accrued on Policyholders' Investments and Outstanding Premiums aggregating Rs. 876,663 thousand (Previous Year Ended March 31st, 2007 – Rs. 558,396 thousand) under Schedule 12 representing "Advances and Other Assets".
- Deposit with the Reserve Bank of India, Rs. 100,680 thousand (Previous Year Ended March 31st, 2007 – Rs. 100,748 thousand) under Schedule 12 representing "Advances and Other Assets".
- Fixed Deposits, Bank Balances, and Cheques on hand aggregating Rs. 1,160,097 thousand (Previous Year ended March 31, 2007 – Rs. 1,246,468 thousand) under Schedule 11 representing "Cash and Bank Balances" on policies issued.

12. Policy Liabilities

(Forming part of Policyholders' Funds)

Rs. ('000)

Particulars	<u>Year Ended March 31, 2008</u>										
	Traditional							Unit Linked			Total
	Participating			Non Participating				Individual	Group	Pension	
	Individual Life	Individual Pension	Group Pension	Individual	Group Retirement	Other Group	Annuity				
At start of the year	4,399,099	2,535,116	31,666	1,884,161	6,039,745	8,851,906	270,981	14,520,862	-	3,097,732	41,631,267
Add: Change in valuation against policies in force (Net) [Refer (b) below]	2,620,007	531,562	7,746	(180,392)	7,711,785	2,297,907	(11,922)	19,504,430	14,967	15,841,296	48,337,386
At end of the period	7,019,106	3,066,678	39,412	1,703,769	13,751,530	11,149,813	259,059	34,025,292	14,967	18,939,028	89,968,653

* Includes Reversionary Bonus of Rs. 356,150 thousand.

Particulars	<u>Year Ended March 31, 2007</u>										
	Traditional							Unit Linked			Total
	Participating		Group Pension	Non Participating				Individual	Group	Pension	
	Individual Life	Individual Pension		Individual	Group Retirement	Other Group	Annuity				
At start of the year	2,752,521	1,785,083	22,080	1,667,566	1,403,606	6,271,521	150	2,449,986	-	-	16,352,514
Add: Change in valuation against policies in force (Net) [Refer (b) below]	1,646,578*	750,033*	9,586	216,595	4,636,139	2,580,385	270,831	12,070,876	-	3,097,732	25,278,753
At end of the period	4,399,099	2,535,116	31,666	1,884,161	6,039,745	8,851,906	270,981	14,520,862	-	3,097,732	41,631,267

* Includes Reversionary Bonus of Rs. 371,166 thousand.

13. Share Capital

Pursuant to the resolutions passed in the Extraordinary General Meetings held on July 25, 2007 & January 23, 2008, the Company has further allotted 370,000,000 Equity Shares of Rs.10 each at par to State Bank of India (the Holding Company) and 130,000,000 Equity Shares of Rs. 10 each at par to BNP Paribas Assurance S.A. This has resulted in the increase in the Paid-up Equity Share Capital during the year by Rs. 5,000,000 thousand to Rs. 10,000,000 thousand.

14. Reinsurance / Risk Retention

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

Particulars	Year Ended March 31,2008	Year Ended March 31, 2007
Risk Retained	95.7%	97.4%
Risk Reinsured	4.3%	2.6%

15. Taxation

The Company carries on life insurance business and hence the provisions of Section 44 and the First Schedule of Income Tax Act, 1961, are applicable for computation of Profits and Gains of its business. Provision for taxation made during the current year is Rs. 200,000 thousands which includes estimated tax liability for earlier years to the tune of Rs. 91,000 thousands.

16. Assets required to be deposited under Section 7 of the Insurance Act, 1938

The Company has earmarked 10.47% Government of India, 2015 Inscribed stock amounting to Rs. 100,680 thousand (Previous Year Ended March 31, 2007 – Rs. 100,748 thousand) towards deposit with the Reserve Bank of India, pursuant to Section 7 of the Insurance Act, 1938, and has accordingly intimated to the Insurance Regulatory and Development Authority.

17. Operating Lease Commitments

The Company has entered into agreements in the nature of lease/leave and licence with different lessors /licensors for residential premises and office premises. These are in the nature of operating lease. Some of these lease arrangements contain provisions for renewal and escalation. Lease payments aggregating Rs. 146,577 thousand (Previous year ended March 31, 2007 - Rs. 96,707 thousand) are recognised in the Revenue Account under 'Rent, Rates and Taxes' and 'Employees' remuneration & welfare benefits'. The future minimum lease payments under non – cancellable operating leases as at the Balance Sheet date are as follows:

(Rs in '000)

Particulars	Year Ended March 31, 2008	Year Ended March 31, 2007
Not later than 1 year	120,860	107,456
Later then 1 year and not later than 5 years	236,490	156,788
Later than 5 years	79,849	47,050

18. Segment Reporting

In accordance with the Accounting Regulations read with Accounting Standard – 17 on “Segment Reporting” issued by the Institute of Chartered Accountants of India, life insurance companies are required to prepare Segmental Revenue Account and Segmental Balance Sheet. The Company's business is segmented into Traditional -Par business, Non- Par business and Unit-Linked business. Since the Company has conducted business only in India, the same is considered as one geographical segment. The accounting policies used in segmental reporting are same as those used in the preparation of the financial statements.

(a) Segmental Revenue Account

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

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

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

- i. Channels used for the business segments
- ii. Cost centres identified by the Management
- iii. Gross Premium, New Business Premium, Annualised premium and Renewal Premium
- iv. New lives/ portfolio lives added during the period
- v. Total number of lives covered as at the end of the period
- vi. Average number of employees in the Company

(b) Balance Sheet

Investments are effected from the respective funds and have been reflected accordingly. Fixed Assets have been allocated to Life business and Pension business in the ratio of respective policy liabilities as at the year-end. Where specifically identifiable, Net Current Assets have been directly allocated among Shareholders, Life Business, Pension Business, Group Gratuity, and Unit – Linked Business segments. Other Net Current Assets have been allocated to Life Business and Pension Business in the ratio of the respective policy liabilities as at the year-end.

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

SBI LIFE INSURANCE COMPANY LIMITED
SEGMENTAL REVENUE ACCOUNT FOR YEAR ENDED MARCH 31, 2008

(Aomunt in Rs.'000)

Particulars	Participating				Non Participating					Unit Linked				TOTAL
	Individual Life	Individual Pension	Group Pension	TOTAL	Individual	Group Retirement	Group Other	Annuity	Total	Individual	Group	Pension	Total	
Premiums earned - Net														
(a) Premium														
Direct - First year premiums	351,621	156,319	42	507,982	63,418	7,140,995	879,848	5,434	8,089,695	14,833,380	10,991	9,912,571	24,756,942	33,354,619
- Renewal premiums	1,713,261	408,884	5,309	2,127,454	106,062	127,644	1,532,741	-	1,766,447	3,906,276	-	493,068	4,399,344	8,293,245
- Single premiums	29,004	37,099	-	66,103	148,613	-	2,465,104	-	2,613,717	4,280,267	-	7,613,421	11,893,688	14,573,508
(b) Reinsurance ceded	(4,022)	-	-	(4,022)	(22,266)	-	(45,825)	-	(68,091)	(37,212)	-	-	(37,212)	(109,325)
(c) Reinsurance accepted	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	2,089,864	602,302	5,351	2,697,517	295,827	7,268,639	4,831,868	5,434	12,401,768	22,982,711	10,991	18,019,060	41,012,762	56,112,047
Income from Investments														
(a) Interest, Dividends & Rent - Net of amortisation	324,553	187,979	2,385	514,917	177,675	527,531	679,650	20,654	1,405,510	346,677	361	149,998	497,036	2,417,463
(b) Profit on sale / redemption of investments	243,713	152,486	1,935	398,134	79,639	415,331	439,511	-	934,481	2,452,450	5,602	1,031,257	3,489,309	4,821,924
(c) (Loss on sale / redemption of investments)	(98,614)	(35)	-	(98,649)	(11,035)	(29,660)	(61,442)	-	(102,137)	(384,633)	(668)	(89,820)	(475,121)	(675,907)
(d) Transfer /Gain on revaluation / change in fair value*	-	-	-	-	(114)	-	-	-	(114)	(102,849)	(1,529)	(1,426,538)	(1,530,916)	(1,531,030)
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contribution from the Shareholders' A/c	843,301	6,526	907	850,734	-	106,976	-	-	106,976	-	39,754	-	39,754	997,464
Others	7,105	3,485	-	10,590	2,232	-	12,446	-	14,678	1,256,538	121	299,532	1,556,191	1,581,459
TOTAL	1,320,058	350,441	5,227	1,675,726	248,397	1,020,178	1,070,165	20,654	2,359,394	3,568,183	43,641	(35,571)	3,576,253	7,611,373
TOTAL (A)	3,409,922	952,743	10,578	4,373,243	544,224	8,288,817	5,902,033	26,088	14,761,162	26,550,894	54,632	17,983,489	44,589,015	63,723,421
Commission														
Direct - First year premiums	110,395	3,077	-	113,472	11,188	16,000	103,903	585	131,676	2,333,277	55	585,047	2,918,379	3,163,527
- Renewal premiums	88,696	7,155	-	95,851	4,838	-	8,332	-	13,170	209,776	-	8,454	218,230	327,251
- Single premiums	292	462	-	754	2,597	-	-	-	2,597	64,887	-	100,729	165,616	168,967
Less: Commission on Re-insurance Ceded	(191)	-	-	(191)	(1,081)	-	(3,021)	-	(4,102)	(1,908)	-	-	(1,908)	(6,201)
Operating Expenses related to Insurance Business (Refer Note 1)	163,793	111,223	1,708	276,724	70,178	12,264	1,623,039	4,812	1,710,293	3,154,082	39,394	1,245,326	4,438,802	6,425,819
Provision for doubtful debts	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bad debts written off	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Provision for Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(a) Income Tax	142,000	-	-	142,000	6,900	-	47,600	-	54,500	-	-	-	-	196,500
(b) Fringe Benefit Tax	848	606	9	1,463	378	67	8,858	26	9,329	16,243	215	6,553	23,011	33,804
Provisions (other than taxation)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(a) For diminution in the value of investments (net)	71,976	75,456	957	148,389	66,208	251,187	286,492	-	603,887	-	-	-	-	752,276
(b) Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total (B)	577,809	197,979	2,674	778,462	161,206	279,518	2,075,203	5,423	2,521,350	5,776,357	39,664	1,946,109	7,762,130	11,061,943
Benefits Paid (Net)	212,106	223,202	158	435,466	478,131	297,514	1,323,376	24,869	2,123,890	933,392	-	15,732	949,124	3,508,480
Interim Bonuses Paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in valuation of liability in respect of life policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(a) Gross**	2,621,976	531,562	7,746	3,161,284	(170,535)	7,711,785	2,337,407	(11,922)	9,866,735	19,528,718	14,968	15,836,966	35,380,652	48,408,671
(b) Amount ceded in Re-insurance	(1,969)	-	-	(1,969)	(9,857)	-	(39,501)	-	(49,358)	(19,851)	-	(107)	(19,958)	(71,285)
(c) Amount accepted in Re-insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total (C)	2,832,113	754,764	7,904	3,594,781	297,739	8,009,299	3,621,282	12,947	11,941,267	20,442,259	14,968	15,852,591	36,309,818	51,845,866
SURPLUS/ (DEFICIT) (D) = [(A)-(B)-(C)]	-	-	-	-	85,279	-	205,548	7,718	298,545	332,278	-	184,789	517,067	815,612
Amount transferred from Shareholder's Account														
APPROPRIATIONS														
Transfer to Shareholders' Account	-	-	-	-	85,279	-	205,548	-	-	332,278	-	184,789	-	807,894
Transfer to Other Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance being Funds for Future Appropriations	-	-	-	-	-	-	-	7,718	7,718	-	-	-	-	7,718
Total (D)	-	-	-	-	85,279	-	205,548	7,718	7,718	332,278	-	184,789	-	815,612
a) Interim Bonuses Paid														
b) Allocation of Bonus to policyholders														
c) Surplus shown in the revenue account														
d) Total Surplus: [(a) + (b) + (c)]	-	-	-	-	-	-	-	-	-	-	-	-	-	-

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

** represents Mathematical Reserves after allocation of bonus

SBI LIFE INSURANCE COMPANY LIMITED

SEGMENTAL BALANCE SHEET AS AT MARCH 31, 2008

(Amount in Rs.'000)

Particulars	Shareholders' Funds	Policyholders' Fund									Unit Linked			Total
		Participating			Non-Participating									
		Individual Life	Individual Pension	Group Pension	Total	Individual	Group Retirement	Group Other	Annuity	Total	Individual	Group	Pension	
SOURCES OF FUNDS														
SHAREHOLDERS' FUNDS														
SHARE CAPITAL	10,000,000	-	-	-	-	-	-	-	-	-	-	-	-	10,000,000
RESERVES AND SURPLUS	47,262	-	-	-	-	-	-	-	-	-	-	-	-	47,262
CREDIT/(DEBIT) FAIR VALUE CHANGE ACCOUNT	20,459	-	-	-	-	-	-	-	-	-	-	-	-	20,459
Sub-total	10,067,721	-	-	-	-	-	-	-	-	-	-	-	-	10,067,721
BORROWINGS	-	-	-	-	-	-	-	-	-	-	-	-	-	-
POLICYHOLDERS' FUNDS														
CREDIT/(DEBIT) FAIR VALUE CHANGE ACCOUNT	-	1,268	23,469	289	25,026	21,481	14,367	(6,208)	-	29,640	-	-	-	54,666
POLICY LIABILITIES	-	7,019,106	3,066,677	39,412	10,125,195	1,703,769	13,751,530	11,149,813	259,059	26,864,171	-	-	-	36,989,366
INSURANCE RESERVES	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Linked Liabilities	-	-	-	-	-	-	-	-	-	-	34,025,292	14,968	18,939,028	52,979,288
Fair Value Change	-	-	-	-	-	-	-	-	-	-	335,894	(1,529)	(1,405,792)	(1,071,427)
Linked Liabilities	-	-	-	-	-	-	-	-	-	-	33,589,486	16,492	20,318,401	53,924,379
Sub-total	-	7,020,374	3,090,146	39,701	10,150,221	1,725,250	13,765,897	11,143,605	259,059	26,893,811	34,025,292	14,968	18,939,028	52,979,288
FUNDS FOR FUTURE APPROPRIATIONS	-	-	-	-	-	-	-	-	7,719	7,719	-	-	-	7,719
TOTAL	10,067,721	7,020,374	3,090,146	39,701	10,150,221	1,725,250	13,765,897	11,143,605	266,778	26,901,530	34,025,292	14,968	18,939,028	52,979,288
APPLICATION OF FUNDS														
INVESTMENTS														
Shareholders'	10,058,618	-	-	-	-	-	-	-	-	-	-	-	-	10,058,618
Policyholders'	-	6,129,895	3,180,607	40,888	9,351,390	4,221,206	12,097,792	12,641,198	263,530	29,223,726	-	-	-	38,575,116
ASSETS HELD TO COVER LINKED LIABILITIES	-	-	-	-	-	-	-	-	-	-	33,925,380	14,963	18,912,609	52,852,952
LOANS	-	-	-	-	-	-	-	-	-	-	-	-	-	-
FIXED ASSETS (Refer Note 1 below)	448,849	-	-	-	-	-	-	-	-	-	-	-	-	448,849
CURRENT ASSETS (A)														
Cash and Bank Balances	1	611,106	854	-	611,960	482	477,271	4	-	477,757	53,672	-	25,608	1,168,998
Advances and Other Assets	352	288,049	137,510	1,002	426,561	1,099	1,190,841	74	8,270	1,200,284	46,279	13	819	1,674,308
Sub-total (A)	353	899,155	138,364	1,002	1,038,521	1,581	1,668,112	78	8,270	1,678,041	99,951	13	26,427	2,843,306
CURRENT LIABILITIES (B)														
PROVISIONS	440,099	7,410	108,333	2,189	117,932	2,480,348	7	1,385,180	5,023	3,870,558	39	8	8	4,428,644
Sub-total (B)	440,099	8,675	228,825	2,189	239,689	2,497,537	7	1,497,671	5,023	4,000,238	39	8	8	4,680,081
NET CURRENT ASSETS (C) = (A - B)	(439,746)	890,480	(90,461)	(1,187)	798,832	(2,495,956)	1,668,105	(1,497,593)	3,247	(2,322,197)	99,912	5	26,419	(1,836,775)
MISCELLANEOUS EXPENDITURE(to the extent not written off or adjusted)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
DEBIT BALANCE IN PROFIT & LOSS ACCOUNT (Shareholders' Account)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	10,067,721	7,020,375	3,090,146	39,701	10,150,222	1,725,250	13,765,897	11,143,605	266,777	26,901,529	34,025,292	14,968	18,939,028	52,979,288
Net Capital Employed	10,067,721	-	-	-	-	-	-	-	-	-	-	-	-	10,067,721
Note 1:														
Cost incurred during the period to acquire the Fixed Assets:														
- Tangible	208,868	-	-	-	-	-	-	-	-	-	-	-	-	208,868
- Intangible	65,558	-	-	-	-	-	-	-	-	-	-	-	-	65,558
Depreciation and Amortisation included in operating expense related to insurance business	-	5,253	3,567	55	8,875	2,251	393	52,054	154	54,852	101,157	1,263	39,940	206,087

SBI LIFE INSURANCE COMPANY LIMITED

SEGMENTAL REVENUE ACCOUNT FOR YEAR ENDED MARCH 31, 2007

(Amount in Rs.'000)

Particulars	Participating			Non Participating				Annuity	Unit Linked				TOTAL
	Individual Life	Individual Pension	Group Pension	TOTAL	Individual	Group Retirement	Group Other		Total	Individual	Group	Pension	Total
Premiums earned - Net													
(a) Premium													
Direct - First year premiums	585,707	122,636	-	708,343	63,195	4,418,948	790,885	-	5,273,029	8,739,713	-	2,454,634	11,194,346
- Renewal premiums	1,276,662	462,948	9,828	1,749,438	65,369	65,640	1,195,776	-	1,326,786	570,214	-	-	570,214
- Single premiums	63,955	53,241	-	117,196	82,708	-	2,515,076	270,981	2,868,765	4,452,251	-	1,024,488	5,476,739
(b) Reinsurance ceded	(2,802)	-	-	(2,802)	(10,366)	-	(21,813)	-	(32,179)	(15,487)	-	-	(15,487)
(c) Reinsurance accepted													
TOTAL	1,923,522	638,824	9,828	2,572,175	200,908	4,484,588	4,479,925	270,981	9,436,401	13,746,690	-	3,479,122	17,225,812
29,234,388													
Income from Investments													
(a) Interest, Dividends & Rent - Net of amortisation	189,078	132,534	1,649	323,262	169,546	170,277	394,642	-	734,465	192,770	-	9,753	202,523
(b) Profit on sale / redemption of investments	86,285	40,724	507	127,516	55,364	68,088	170,400	-	293,852	450,073	-	21,373	471,446
(c) (Loss on sale / redemption of investments)	(1,162)	(1,358)	(17)	(2,537)	(1,594)	(5,143)	(6,791)	-	(13,528)	(169,042)	-	(4,334)	(173,376)
(d) Transfer /Gain on revaluation / change in fair value*	-	-	-	-	114	-	-	-	114	232,906	-	-	232,906
Other Income													
Contribution from the Shareholders' A/c	50,162	61,857	(1,990)	110,029	65,861	54,140	(79,441)	2,873	43,433	274,067	-	9,939	284,006
Others	4,084	2,498	-	6,581	2,856	-	8,643	-	11,499	442,822	-	-	442,822
TOTAL	328,447	236,255	149	564,850	292,146	287,363	487,453	2,873	1,069,835	1,423,596	-	36,730	1,460,326
3,095,011													
TOTAL (A)	2,251,969	875,079	9,977	3,137,025	493,054	4,771,951	4,967,378	273,854	10,506,237	15,170,286	-	3,515,852	18,686,139
32,329,400													
Commission													
Direct - First year premiums	179,005	4,606	-	183,612	10,436	1,613	-	-	12,049	1,407,972	-	156,149	1,564,121
- Renewal premiums	76,497	8,455	-	84,952	3,000	-	220	-	3,220	33,729	-	-	33,729
- Single premiums	1,400	927	-	2,327	1,417	-	-	-	1,417	66,579	-	13,527	80,106
Less: Commission on Re-insurance Ceded	(356)	-	-	(356)	(2,275)	-	(3,176)	-	(5,452)	-	-	-	-
Operating Expenses related to Insurance Business (Refer Note 1)	276,422	49,086	354	325,862	268,396	55,941	1,367,084	2,912	1,694,333	1,457,453	-	239,764	1,697,216
Provision for doubtful debts	-	-	-	-	-	-	-	-	-	-	-	-	-
Bad debts written off	-	-	-	-	-	-	-	-	-	-	-	-	-
Provision for Tax	2,065	375	2	2,443	1,085	437	9,324	19	10,865	8,141	-	1,368	9,509
Provisions (other than taxation)	-	-	-	-	-	-	-	-	-	-	-	-	-
(a) For diminution in the value of investments (net)	-	-	-	-	-	-	-	-	-	-	-	-	-
(b) Others	-	-	-	-	-	-	-	-	-	-	-	-	-
Total (B)	543,455	64,990	368	608,812	167,166	60,386	1,387,263	3,023	1,617,837	3,005,197	-	418,164	3,423,361
5,650,010													
Benefits Paid (Net)	61,993	60,214	25	122,232	108,600	79,421	995,876	-	1,183,897	94,501	-	5	94,506
Interim Bonuses Paid													
Change in valuation of liability in respect of life policies													
(a) Gross**	1,648,361	749,885	9,584	2,407,830	222,674	4,632,156	2,598,499	270,831	7,724,160	12,078,626	-	3,097,732	15,176,358
(b) Amount ceded in Re-insurance	(1,783)	-	-	(1,783)	(6,080)	-	(13,981)	-	(20,061)	(7,751)	-	-	(7,751)
(c) Amount accepted in Re-insurance													
Total (C)	1,708,571	810,099	9,609	2,528,279	325,194	4,711,577	3,580,394	270,831	8,887,996	12,165,376	-	3,097,737	15,263,113
26,679,387													
SURPLUS/ (DEFICIT) (D) = [(A)-(B)-(C)]	-	-	-	-	-	-	-	-	-	-	-	-	-
Amount transferred from Shareholder's Account													
APPROPRIATIONS													
Transfer to Shareholders' Account	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Other Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance being Funds for Future Appropriations	-	-	-	-	-	-	-	-	-	-	-	-	-
Total (D)	-	-	-	-	-	-	-	-	-	-	-	-	-
a) Interim Bonuses Paid													
b) Allocation of Bonus to policyholders	278,334	92,832	-	371,166	-	-	-	-	-	-	-	-	371,166
c) Surplus shown in the revenue account													
d) Total Surplus: [(a) + (b) + (c)]	278,334	92,832	-	371,166	-	-	-	-	-	-	-	-	371,166

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

** represents Mathematical Reserves after allocation of bonus

SBI LIFE INSURANCE COMPANY LIMITED

SEGMENTAL BALANCE SHEET AS AT MARCH 31, 2007

(Amount in Rs.'000)

Particulars	Shareholders'	Policyholders' Fund			Non-Participating					Unit Linked				Total	
	Funds	Participating			Non-Participating					Unit Linked				Total	
		Individual Life	Individual Pension	Group Pension	Total	Individual	Group Retirement	Group Other	Annuity	Total	Individual	Group	Pension	Total	
SOURCES OF FUNDS															
SHAREHOLDERS' FUNDS															
SHARE CAPITAL	5,000,000	-	-	-	-	-	-	-	-	-	-	-	-	-	5,000,000
RESERVES AND SURPLUS	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
CREDIT/(DEBIT) FAIR VALUE CHANGE ACCOUNT	(93,579)	-	-	-	-	-	-	-	-	-	-	-	-	-	(93,579)
Sub-total	4,906,421	-	-	-	-	-	-	-	-	-	-	-	-	-	4,906,421
BORROWINGS	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
POLICYHOLDERS' FUNDS															
CREDIT/(DEBIT) FAIR VALUE CHANGE ACCOUNT	-	(30,422)	(6,839)	(85)	(37,346)	4,675	(40,998)	(134,213)	-	(170,536)	(32)	-	-	(32)	(207,914)
POLICY LIABILITIES	-	4,399,099	2,535,116	31,666	6,965,881	1,884,161	6,031,177	8,860,474	270,981	17,046,793	-	-	-	-	24,012,673
INSURANCE RESERVES	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
PROVISION FOR LINKED LIABILITIES	-	-	-	-	-	-	-	-	-	-	14,409,007	-	3,086,349	17,495,355	17,495,355
Sub-total	-	4,368,677	2,528,277	31,581	6,928,535	1,888,836	5,990,179	8,726,261	270,981	16,876,256	14,408,975	-	3,086,349	17,495,324	41,300,115
FUNDS FOR FUTURE APPROPRIATIONS															
TOTAL	4,906,421	4,368,677	2,528,277	31,581	6,928,535	1,888,836	5,990,179	8,726,261	270,981	16,876,256	14,408,975	-	3,086,349	17,495,324	46,206,537
APPLICATION OF FUNDS															
INVESTMENTS															
Shareholders'	5,915,180	-	-	-	-	-	-	-	-	-	-	-	-	-	5,915,180
Policyholders'	-	3,845,331	2,365,226	29,544	6,240,101	1,876,743	5,151,901	8,783,698	-	15,812,341	218,855	-	-	218,855	22,271,297
ASSETS HELD TO COVER LINKED LIABILITIES	-	-	-	-	-	-	-	-	-	-	14,409,007	-	3,086,349	17,495,355	17,495,355
LOANS	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
FIXED ASSETS (Refer Note 1 below)	-	94,117	54,917	-	149,034	40,312	-	189,571	-	229,883	-	-	-	-	378,918
CURRENT ASSETS (A)															
Cash and Bank Balances	6	149,126	79,380	434	228,940	58,008	892,928	435,209	-	1,386,144	-	-	-	-	1,615,089
Advances and Other Assets	143,459	425,742	129,743	1,212	556,697	52,729	422,291	296,923	-	771,943	1,672	-	116	1,788	1,473,887
Sub-total (A)	143,465	574,868	209,123	1,646	785,637	110,737	1,315,219	732,132	-	2,158,087	1,672	-	116	1,788	3,088,976
CURRENT LIABILITIES (B)															
PROVISIONS	1,448,808	141,911	99,058	(635)	240,334	137,360	205,950	971,634	10	1,314,955	63,056	-	34,382	97,437	3,101,533
	-	3,733	2,174	-	5,908	1,596	-	7,506	-	9,102	-	-	-	-	15,009
Sub-total (B)	1,448,808	145,644	101,232	(635)	246,242	138,956	205,950	979,140	10	1,324,056	63,056	-	34,382	97,437	3,116,543
NET CURRENT ASSETS (C) = (A - B)	(1,305,343)	429,230	107,890	2,281	539,402	(28,219)	1,109,269	(247,008)	(10)	834,031	(61,384)	-	(34,266)	(95,650)	(27,567)
MISCELLANEOUS EXPENDITURE (to the extent not written off or adjusted)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
DEBIT BALANCE IN PROFIT & LOSS ACCOUNT (Shareholders' Account)	296,584	-	-	-	-	-	-	-	-	-	-	-	-	-	296,584
TOTAL	4,906,421	4,368,677	2,528,277	31,581	6,928,535	1,888,836	5,990,179	8,726,261	270,981	16,876,256	14,408,975	-	3,086,349	17,495,324	46,206,537
Net Capital Employed	4,609,837	-	-	-	-	-	-	-	-	-	-	-	-	-	4,609,837
Note 1:															
Cost incurred during the period to acquire the Fixed Assets:															
- Tangible	-	45,254	26,405	-	71,659	19,383	-	91,149	-	110,532	-	-	-	-	182,188
- Intangible	-	7,270	4,242	-	11,513	3,114	-	14,644	-	17,758	-	-	-	-	29,270
Depreciation and Amortisation included in operating expense related to insurance business	-	11,731	2,130	15	13,876	6,463	2,467	58,298	123	67,350	8,160	-	9,014	17,174	151,945

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111
Date of Registration with IRDA: 29th March, 2001

Policyholders' Account (Technical Account)											(Rs. In '000)
Particulars	Schedule	Linked Life			Linked Pension			Linked Group			Total Unit Linked
		Non-Unit	Unit	Total	Non-Unit	Unit	Total	Non-Unit	Unit	Total	
		(1)	(2)	(3)=(1) + (2)	(4)	(5)	(6)=(4) + (5)	(7)	(8)	(9)= (7) + (8)	
Premiums earned – net											
(a) Premium		3,698,723	19,321,199	23,019,922	1,542,537	16,476,524	18,019,061	-	10,991	10,991	41,049,974
(b) Reinsurance ceded		(37,212)	-	(37,212)	-	-	-	-	-	-	(37,212)
Income from Investments				-						-	
(a) Interest, Dividend & Rent - Gross		16,895	329,782	346,677	4,467	145,531	149,998	1	360	361	497,036
(b) Profit on sale/redemption of investments		2,608	2,449,842	2,452,450	690	1,030,568	1,031,258	-	5,601	5,601	3,489,309
(c) Loss on sale/redemption of investments			(2)	(384,632)	-	(89,820)	(89,820)	-	(668)	(668)	(475,122)
(d) Unrealised gain/(loss)		-	(102,849)	(102,849)	-	(1,426,538)	(1,426,538)	-	(1,529)	(1,529)	(1,530,916)
Other income:		-	-	-	-	-	-	-	-	-	
(a) Linked Income	UL1	1,256,538	-	1,256,538	299,532	-	299,532	(209)	330	121	1,556,191
(b) Contribution from the Shareholders' a/c		-	-	-	-	-	-	39,753	-	39,753	39,753
TOTAL (A)		4,937,550	21,613,342	26,550,892	1,847,226	16,136,265	17,983,491	39,545	15,085	54,630	44,589,013
Commission		2,606,033	-	2,606,033	694,229	-	694,229	55	-	55	3,300,317
Operating Expenses related to Insurance Business		1,894,785	1,259,297	3,154,082	944,193	301,134	1,245,327	39,270	123	39,393	4,438,802
Provision for Taxation		16,243	-	16,243	6,553	-	6,553	215	-	215	23,011
TOTAL (B)		4,517,061	1,259,297	5,776,358	1,644,975	301,134	1,946,109	39,540	123	39,663	7,762,130
Benefits Paid (Net)	UL2	100,157	833,235	933,392	2,424	13,308	15,732	-	-	-	949,124
Interim Bonus Paid		-	-	-	-	-	-	-	-	-	-
Change in valuation of liability in respect of life policies				-			-			-	-
Change in Valuation Liability		(11,943)	19,520,810	19,508,867	15,036	15,821,823	15,836,859	5	14,962	14,967	35,360,693
TOTAL (C)		88,214	20,354,045	20,442,259	17,460	15,835,131	15,852,591	5	14,962	14,967	36,309,817
SURPLUS/ (DEFICIT) (D) =(A)-(B)-(C)		332,275	-	332,275	184,791	-	184,791	-	-	-	517,066
APPROPRIATIONS											
Insurance reserve at the beginning of the year											
Transfer to Shareholders' a/c		-	-	-	-	-	-	-	-	-	-
Funds available for future appropriations		-	-	-	-	-	-	-	-	-	-
Funds available for future appropriations - Policyholders											
Funds available for future appropriations - Shareholders											
Total (D)		-	-	-	-	-		-	-	-	-

Schedules to Annexure to Revenue Account (UL) forming part of Financial Statements				
Name of the Insurer: SBI Life Insurance Co. Ltd.				
Registration No. 111				
Date of Registration with IRDA: 29th March, 2001				
Schedule-UL1				
Linked Income (recovered from linked funds)*				
				(Rs. In '000)
Particulars	Life Linked Unit	Pension Linked Unit	Linked Group Unit	Total
	(1)	(2)	(3)	(4)= (1)+(2)+(3)
Fund Administration charges	-	-	-	-
Fund Management charge	336,779	136,029	65	472,873
Policy Administration charge	453,901	149,487	48	603,436
Surrender charge	24,018	-	-	24,018
Switching charge	130	28	-	158
Mortality charge *	435,116	13,827	8	448,951
Rider Premium charge	6,595	160	-	6,755
Partial withdrawal charge	-	-	-	-
Miscellaneous charge	-	-	-	-
TOTAL (UL-1)	1,256,539	299,531	121	1,556,191
* (net of service tax, if any)				

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111
Date of Registration with IRDA: 29th March, 2001

Schedule-UL2
BENEFITS PAID [NET]

											(Rs. In '000)
Sl. No.	Particulars	Linked Life		Linked Pension			Linked Group			Total Unit Linked	
		Non Unit	Unit	Linked Life	Non-Unit	Unit	Linked Pension	Non-Unit	Unit	Linked Group	
		(1)	(2)	(3)=(1)+(2)	(4)	(5)	(6)=(4)+(5)	(7)	(8)	(9)=(7)+(8)	(10)=(3)+(6)+(9)
1	Insurance Claims										
(a)	Claims by Death	103,073	44,769	147,842	2,424	13,308	15,732	-	-	-	163,574
(b)	Claims by Maturity	-	-	-	-	-	-	-	-	-	-
(c)	Annuities / Pension payment	-	-	-	-	-	-	-	-	-	-
(d)	Other benefits	-	-	-	-	-	-	-	-	-	-
	- Surrender	-	788,466	788,466	-	-	-	-	-	-	788,466
	- Survival	-	-	-	-	-	-	-	-	-	-
	Sub Total (A)	103,073	833,235	936,308	2,424	13,308	15,732	-	-	-	952,040
2	Amount Ceded in reinsurance										
(a)	Claims by Death	2,916	-	2,916	-	-	-	-	-	-	2,916
(b)	Claims by Maturity	-	-	-	-	-	-	-	-	-	-
(c)	Annuities / Pension payment	-	-	-	-	-	-	-	-	-	-
(d)	Other benefits	-	-	-	-	-	-	-	-	-	-
	- Surrender	-	-	-	-	-	-	-	-	-	-
	- Survival	-	-	-	-	-	-	-	-	-	-
	Sub Total (B)	2,916	-	2,916	-	-	-	-	-	-	2,916
	TOTAL (A) - (B)	100,157	833,235	933,392	2,424	13,308	15,732	-	-	-	949,124
	Benefits paid to claimants:										
	In India	100,157	833,235	933,392	2,424	13,308	15,732	-	-	-	949,124
	Outside India	-	-	-	-	-	-	-	-	-	-
	TOTAL (UL2)	100,157	833,235	933,392	2,424	13,308	15,732	-	-	-	949,124

Form A-RA(UL)

Name of the Insurer: SBI Life Insurance Co. Ltd.

Registration No. 111

Date of Registration with IRDA: 29th March, 2001

Fund Revenue Account for the period ended 31st March 2008

Particulars	Schedule	Equity Fund Current Year	Bond Fund Current Year	MMF Fund Current Year	Balanced Fund Current Year	Growth Fund Current Year	Equity Elite Fund Current Year	Equity Optimiser Fund Current Year	Pension Equity Fund Current Year	Pension Bond Fund Current Year	Pension Balanced Fund Current Year	Pension Growth Fund Current Year	MMF Pension Fund Current Year	Golden Growth Current Year	Total Current Year
Income from investments															
Interest income		12,250	105,471	408	17,544	41,187	61	5,377	27,988	36,169	6,621	25,323	-	254	278,653
Dividend income		81,865	-	-	2,036	65,245	-	450	34,893	-	990	11,434	-	106	197,019
Profit/loss on sale of investment		1,235,990	37,067	3	92,031	674,584	111	14,989	345,472	13,487	35,612	556,622	-	4,923	3,010,891
Profit/loss on inter fund transfer/ sale of investment		-	16	-	55	15,795	-	-	(15,795)	(27)	-	(55)	-	10	(1)
Miscellaneous Income		-	-	-	-	-	-	-	-	-	-	-	-	330	330
Unrealised Gain/loss*		(276,298)	(2,224)	-	(21,892)	280,266	(641)	(128,695)	(397,687)	(4,123)	(30,052)	(948,041)	-	(1,529)	(1,530,916)
Total (A)		1,053,807	140,330	411	89,774	1,077,077	(469)	(107,879)	(5,129)	45,506	13,171	(354,717)	-	4,094	1,955,976
Fund management expenses		183,943	12,467	17	6,648	130,916	12	4,353	89,798	4,269	2,565	37,821	-	65	472,874
Fund administration expenses		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other charges:	F-5	537,608	72,164	503	12,912	332,979	251	29,543	119,508	11,372	1,975	31,697	-	60	1,150,572
Total (B)		721,551	84,631	520	19,560	463,895	263	33,896	209,306	15,641	4,540	69,518	-	125	1,623,446
Net Income for the year (A-B)		332,256	55,699	(109)	70,214	613,182	(732)	(141,775)	(214,435)	29,865	8,631	(424,235)	-	3,969	332,530
Add: Fund revenue account at the beginning of the year		322,018	(2,242)	(38)	12,431	193,650	-	-	(19,108)	405	889	4,850	-	-	512,855
Fund revenue account at the end of the year		654,274	53,457	(147)	82,645	806,832	(732)	(141,775)	(233,543)	30,270	9,520	(419,385)	-	3,969	845,385

Form A-BS(UL)															
Name of the Insurer: SBI Life Insurance Co. Ltd.															
Registration No. 111															
Date of Registration with IRDA: 29th March, 2001															

Fund Balance Sheet as at 31st March 2008															
(Rs. in '000)															
Particulars	Schedule	Equity Fund Current year	Bond Fund Current year	MMF Fund Current year	Balanced Fund Current year	Growth Fund Current year	Equity Elite Fund	Equity Optimiser Fund	Pension Equity Fund Current year	Pension Bond Fund Current year	Pension Balanced Fund Current year	Pension Growth Fund Current year	MMF Pension Fund	Golden Growth Current year	Total Current year
Sources of Funds															
Policyholders' Funds:															
Policyholder contribution	F-1	15,965,466	1,690,406	14,372	565,339	10,725,972	76,606	5,326,381	10,015,090	870,518	437,947	6,307,510	966	10,994	52,007,567
Revenue Account		654,274	53,457	(147)	82,645	806,832	(732)	(141,775)	(233,543)	30,270	9,520	(419,385)	-	3,969	845,385
Total		16,619,740	1,743,863	14,225	647,984	11,532,804	75,874	5,184,606	9,781,547	900,788	447,467	5,888,125	966	14,963	52,852,952
Application of Funds															
Investments	F-2	15,924,380	1,590,148	11,163	677,181	11,148,324	45,305	4,051,706	9,372,143	742,283	407,068	5,575,395	141	14,938	49,560,175
Current Assets	F-3	754,918	153,793	3,062	18,848	384,489	52,172	1,374,027	473,476	159,170	43,246	363,563	826	25	3,781,615
Less: Current Liabilities and Provisions	F-4	59,558	78	-	48,045	9	21,603	241,127	64,072	665	2,847	50,833	1	-	488,838
Net current assets		695,360	153,715	3,062	(29,197)	384,480	30,569	1,132,900	409,404	158,505	40,399	312,730	825	25	3,292,777
Total		16,619,740	1,743,863	14,225	647,984	11,532,804	75,874	5,184,606	9,781,547	900,788	447,467	5,888,125	966	14,963	52,852,952

Net Asset Value (NAV) per Unit:

(a) Net Asset as per Balance Sheet (Total Assets less Current Liabilities and Provisions) (Rs. In '000)		16,619,740	1,743,863	14,225	647,984	11,532,804	75,874	5,184,606	9,781,547	900,788	447,467	5,888,125	966	14,963	52,852,952
(b) Number of Units outstanding		521,649,090	136,452,504	1,254,409	41,670,997	578,375,326	7,475,271	509,794,100	813,772,629	79,927,950	32,614,213	429,476,659	96,503	1,130,136	
(c) NAV per Unit (a)/(b) (Rs.)		31.86	12.78	11.34	15.55	19.94	10.15	10.17	12.02	11.27	13.72	13.71	10.01	13.24	

Schedules to Fund Revenue Account

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111
Date of Registration with IRDA: 29th March, 2001

Schedule: F-1

POLICYHOLDERS' CONTRIBUTION

(Rs. in '000)														
	Equity Fund	Bond Fund	MMF Fund	Balanced Fund	Growth Fund	Equity Elite Fund	Equity Optimiser Fund	Pension Equity Fund	Pension Bond Fund	Pension Balanced Fund	Pension Growth Fund	MMF Pension Fund	Golden Growth	Total
Particulars	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	
Opening balance	6,662,481	796,293	3,914	353,360	6,062,703	-	-	2,297,721	179,212	42,542	584,275	-	-	16,982,501
Add: Additions during the year*	10,259,787	1,944,837	10,591	309,387	5,780,432	85,035	5,326,737	7,717,491	695,707	395,405	5,725,304	966	10,994	38,262,673
Less: Deductions during the year*	956,802	1,050,724	133	97,408	1,117,163	8,429	356	122	4,401	-	2,069	-	-	3,237,607
Closing balance	15,965,466	1,690,406	14,372	565,339	10,725,972	76,606	5,326,381	10,015,090	870,518	437,947	6,307,510	966	10,994	52,007,567

* Additions represents units creation and deductions represent unit cancellations

Schedules to Fund Revenue Account
Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111
Date of Registration with IRDA: 29th March, 2001
Schedule: F-2
INVESTMENTS

(Rs. in '000)														
	Equity Fund	Bond Fund	MMF Fund	Balanced Fund	Growth Fund	Equity Elite Fund	Equity Optimiser Fund	Pension Equity Fund	Pension Bond Fund	Pension Balanced Fund	Pension Growth Fund	MMF Pension Fund	Golden Growth	Total
Particulars	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
Approved Investments														
Government Bonds	-	2,631	-	60,180	-	-	-	-	50,150	40,120	-	-	-	153,081
Corporate Bonds	-	353,439	-	24,821	-	-	-	-	202,927	24,821	-	-	-	606,008
Infrastructure Bonds	-	1,001,969	-	91,830	-	-	-	-	383,642	60,406	-	-	4,224	1,542,071
Equity	11,514,758	-	-	265,235	8,026,344	24,970	1,891,496	6,754,803	-	177,150	3,967,646	-	5,277	32,627,679
Money Market	657,857	222,441	11,163	169,128	550,355	18,069	1,667,991	885,311	105,548	61,896	381,343	141	2,781	4,734,024
Mutual Funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	12,172,615	1,580,480	11,163	611,194	8,576,699	43,039	3,559,487	7,640,114	742,267	364,393	4,348,989	141	12,282	39,662,863
Other Investments														
Corporate Bonds	-	9,668	-	-	-	-	-	-	-	-	-	-	-	9,668
Infrastructure Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Equity	3,751,757	-	-	65,987	2,571,625	2,266	492,219	1,732,002	-	42,675	1,226,406	-	2,656	9,887,593
Money Market	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Mutual Funds	8	-	-	-	-	-	-	27	16	-	-	-	-	51
Total	3,751,765	9,668	-	65,987	2,571,625	2,266	492,219	1,732,029	16	42,675	1,226,406	-	2,656	9,897,312
GRAND TOTAL	15,924,380	1,590,148	11,163	677,181	11,148,324	45,305	4,051,706	9,372,143	742,283	407,068	5,575,395	141	14,938	49,560,175
% of Approved Investments to Total	76%	99%	100%	90%	77%	95%	88%	82%	100%	90%	78%	100%	82%	80%
% of Other Investments to Total	24%	1%	0%	10%	23%	5%	12%	18%	0%	10%	22%	0%	18%	20%

Schedule: F - 3
CURRENT ASSETS

(Rs. In '000)														
	Equity Fund	Bond Fund	MMF Fund	Balanced Fund	Growth Fund	Equity Elite Fund	Equity Optimiser Fund	Pension Equity Fund	Pension Bond Fund	Pension Balanced Fund	Pension Growth Fund	MMF Pension Fund	Golden Growth	Total
Particulars	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
Accrued Interest	159	34,962	3	3,246	133	4	347	214	17,307	2,608	92	-	23	59,098
Cash & Bank Balance	403,001	117,999	3,052	14,660	243,142	44,258	1,335,390	406,911	141,863	31,682	297,453	826	-	3,040,237
Dividend Receivable	-	-	-	-	645	-	25	855	-	-	-	-	-	1,525
Receivable for Sale of Investments	338,130	-	-	-	129,438	7,873	37,745	61,360	-	8,689	63,805	-	-	647,040
Unit Collection A/c#	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Current Assets (for Investments)	13,628	832	7	942	11,131	37	520	4,136	-	267	2,213	-	2	33,715
Total	754,918	153,793	3,062	18,848	384,489	52,172	1,374,027	473,476	159,170	43,246	363,563	826	25	3,781,615

Schedule: F - 4
CURRENT LIABILITIES

(Rs. In '000)														
	Equity Fund	Bond Fund	MMF Fund	Balanced Fund	Growth Fund	Equity Elite Fund	Equity Optimiser Fund	Pension Equity Fund	Pension Bond Fund	Pension Balanced Fund	Pension Growth Fund	MMF Pension Fund	Golden Growth	Total
Particulars	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
Payable for Purchase of Investments	59,540	1	-	48,036	-	21,603	241,061	57,288	-	2,537	46,749	-	-	476,815
Other Current Liabilities	18	77	-	9	9	-	66	6,784	665	310	4,084	1	-	12,023
Unit Payable a/c#	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	59,558	78	-	48,045	9	21,603	241,127	64,072	665	2,847	50,833	1	-	488,838

BREAK UP OF OTHER EXPENSES UNDER ULIP
Schedule: F- 5
OTHER EXPENSES*

(Rs. In '000)														
	Equity Fund	Bond Fund	MMF Fund	Balanced Fund	Growth Fund	Equity Elite Fund	Equity Optimiser Fund	Pension Equity Fund	Pension Bond Fund	Pension Balanced Fund	Pension Growth Fund	MMF Pension Fund	Golden Growth	Total
Particulars	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
Policy Administration charge	265,280	34,515	227	5,925	134,873	17	15,404	106,383	9,510	1,859	29,395	-	48	603,436
Surrender charge	9,950	2,068	2	512	11,486	-	-	-	-	-	-	-	-	24,018
Switching charge	44	62	-	2	21	-	-	3	14	1	10	-	-	157
Mortality charge (including service tax)	257,518	34,870	265	6,329	183,140	233	14,053	12,099	1,747	77	1,693	-	9	512,033
Rider Premium charge	3,421	463	4	84	2,433	-	-	124	18	1	17	-	-	6,565
Partial withdrawal charge	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous charge	1,395	186	5	60	1,026	1	86	899	83	37	582	-	3	4,363
Total	537,608	72,164	503	12,912	332,979	251	29,543	119,508	11,372	1,975	31,697	-	60	1,150,572

* Represents inter fund receivables or payables, if any

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111

Rs. '000

Expenses Charged to Funds							
As at 31.03.2008						Ratios	
Sl. No.	Fund Name	Avg Investments	Fund Management Charges	Investment expenses	Total Expenses	Excluding Investment Expenses	Including Investment Expenses
1	Balance Pension Fund	181,301	2,565	37	2,602	1.41	1.44
2	Bond Pension Fund	406,147	4,269	83	4,352	1.05	1.07
3	Child Plan Equity Optimiser Fund	1,560,564	4,353	86	4,439	0.28	0.28
4	Equity Pension Fund	5,080,167	89,798	899	90,697	1.77	1.79
5	Equity Elite Fund	12,396	12	1	13	0.10	0.10
6	Golden Gratuity Growth Fund	11,286	65	3	68	0.58	0.60
7	Growth Pension Fund	2,441,967	37,821	582	38,403	1.55	1.57
8	Equity Fund	9,848,767	183,943	1,395	185,338	1.87	1.88
9	Bond Fund	1,175,766	12,467	186	12,653	1.06	1.08
10	Money Market Fund	6,611	17	5	22	0.26	0.33
11	Money Market Pension Fund	227	-	-	-	-	-
12	Balance Fund	447,153	6,648	60	6,708	1.49	1.50
13	Growth Fund	7,623,476	130,916	1,026	131,942	1.72	1.73

Gross Income to Funds							
As at 31.03.2008							
Sl. No.	Fund Name	Avg Investments	Realised Income	Ratio	Unrealised	Gross Income	Ratio
(A)	(B)	(C)	(D)	(E)	(F)	(G=D+F)	(G/C*100)
1	Balance Pension Fund	181,301	43,060	23.75	(29,233)	13,827	7.63
2	Bond Pension Fund	406,147	49,588	12.21	(4,074)	45,514	11.21
3	Child Plan Equity Optimiser Fund	1,560,564	25,518	1.64	(128,696)	(103,178)	(6.61)
4	Equity Pension Fund	5,080,167	390,793	7.69	(427,303)	(36,510)	(0.72)
5	Equity Elite Fund	12,396	184	1.48	(641)	(457)	(3.69)
6	Golden Gratuity Growth Fund	11,286	5,291	46.88	(1,529)	3,762	33.33
7	Growth Pension Fund	2,441,967	581,931	23.83	(945,182)	(363,251)	(14.88)
8	Equity Fund	9,848,767	1,346,029	13.67	(29,292)	1,316,737	13.37
9	Bond Fund	1,175,766	143,506	12.21	(6,307)	137,199	11.67
10	Money Market Fund	6,611	408	6.17	-	408	6.17
11	Money Market Pension Fund	227	-	-	-	-	-
12	Balance Fund	447,153	112,135	25.08	(26,271)	85,864	19.20
13	Growth Fund	7,623,476	801,826	10.52	527,101	1,328,927	17.43

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111

Performance of the Fund (Absolute Growth %)
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As on 31.03.2008

Sl. No.	Fund Name	Financial Year of Inception	Year			Since inception
			Current Year 2007-08	2006-07	2005-06	
1	Horizon - Equity Fund	2004-05	22.59	10.13	124.31	218.60
2	Horizon - Bond Fund	2004-05	11.03	7.67	6.82	27.80
3	Horizon - Money Market Fund	2005-06	5.59	6.34	1.00	13.40
4	ULIP Growth Fund	2005-06	20.05	6.00	56.70	99.40
5	ULIP Balanced Fund	2005-06	22.83	4.71	20.90	55.50
6	Equity Pension Fund	2006-07	24.30	(3.30)	NA	20.20
7	Bond Pension Fund	2006-07	10.71	1.80	NA	12.70
8	Growth Pension Fund	2006-07	30.57	5.00	NA	37.10
9	Balanced Pension Fund	2006-07	32.95	3.20	NA	37.20
10	Group Growth Fund	2007-08	32.40	NA	NA	32.40
11	Child Plan Equity Optimiser Fund	2007-08	1.70	NA	NA	1.70
12	Equity Elite Fund	2007-08	1.50	NA	NA	1.50
13	MM PEN Fund	2007-08	0.10	NA	NA	0.10

Note: NA - refers to schemes not existing during the relevant period

Name of the Insurer: SBI Life Insurance Co. Ltd.

Registration No. 111

1 Investment Management as at March 31,2008

Activities Outsourced :

Custodial Services from State Bank of India, SBI DFHI Ltd. And Stock Holding Corporation of India : Custodial and depository services.

2 Particulars : (Please refer to annexure for "Expenses charged to Fund"

- Fee Paid for various activities

charged to Policy Holders'

Account

a) Policy Holders Unit Fund : Transaction Charges on sale and purchase of unit investments

b) Non Unit Fund : Transaction
Charges on sale and purchase of non
unit investments

c) Shareholders Fund : Transaction
Charges on sale and purchase of
investments

- Basis of payment of fees

Transaction charge is based on
actuals

3 Unclaimed redemption of Units as at March 31,2008

---NIL---

4 Provision for doubtful debts on assets as at March 31,2008

---NIL---

Name of the Insurer: SBI Life Insurance Co. Ltd.

Registration No. 111

Industry wise disclosure of investments (with exposure of 5% and above) as at March 31,2008

Industry	Group	BAL PEN Fund		Bond PEN Fund		Child Plan Equity Optimiser Fund		EQ PEN Fund		Equity Elite Fund		Golden Gratuity Growth Fund		GROWTH PEN Fund		Horizon - Equity Fund	
		Amount (Rs.)	% of Total	Amount (Rs.)	% of Total	Amount (Rs.)	% of Total	Amount (Rs.)	% of Total	Amount (Rs.)	% of Total	Amount (Rs.)	% of Total	Amount (Rs.)	% of Total	Amount (Rs.)	% of Total
All india development institutions (DFIs)	Central Govt. - Commercial Enterprises	-	0.00%	98,933	14.93%	-	0.00%	98,982	1.64%	-	0.00%	-	0.00%	-	0.00%	98,982	0.91%
All india development institutions (DFIs) Total		-	0.00%	98,933	14.93%	-	0.00%	98,982	1.64%	-	0.00%	-	0.00%	-	0.00%	98,982	0.91%
Banking Services	Bank of India Group	-	0.00%	-	0.00%	-	0.00%	12,863	0.21%	-	0.00%	-	0.00%	-	0.00%	29,301	0.27%
	Canara Bank Group	-	0.00%	-	0.00%	23,636	0.86%	53,960	0.90%	-	0.00%	-	0.00%	66,630	1.86%	22,510	0.21%
	Central Govt. - Commercial Enterprises	32,772	13.20%	-	0.00%	319,962	11.65%	78,243	1.30%	-	0.00%	-	0.00%	84,070	2.35%	117,183	1.08%
	HDFC Group	-	0.00%	-	0.00%	22,631	0.82%	158,119	2.62%	-	0.00%	-	0.00%	120,080	3.36%	309,024	2.85%
	I.C.I.C.I. Group	5,386	2.17%	-	0.00%	96,034	3.50%	485,438	8.06%	2,154	7.91%	-	0.00%	289,724	8.10%	487,566	4.50%
	I.D.B.I. Group	-	0.00%	-	0.00%	38,717	1.41%	80,190	1.33%	-	0.00%	-	0.00%	84,357	2.36%	112,266	1.04%
	Private (Indian)	7,109	2.86%	30,000	4.53%	55,376	2.02%	126,376	2.10%	-	0.00%	790	6.50%	65,689	1.84%	149,841	1.38%
	Punjab National Bank Group	-	0.00%	70,797	10.69%	40,820	1.49%	68,118	1.13%	-	0.00%	-	0.00%	33,870	0.95%	123,311	1.14%
	State Bank of India Group	-	0.00%	78,160	11.80%	749,860	27.31%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
Banking Services Total		45,266	18.24%	178,957	27.91%	1,347,036	49.06%	1,063,107	17.65%	2,154	7.91%	790	6.50%	744,421	20.82%	1,351,003	12.48%
Cement	Birla Aditya Group	-	0.00%	-	0.00%	-	0.00%	6,410	0.11%	-	0.00%	-	0.00%	149	0.00%	161,684	1.49%
	Birla B.K. Group	-	0.00%	-	0.00%	57,029	2.08%	118,217	1.96%	3,638	13.36%	-	0.00%	112,770	3.15%	148,642	1.37%
	Private (Foreign)	4,131	1.66%	-	0.00%	-	0.00%	63,993	1.06%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
Cement Total		4,131	1.66%	-	0.00%	57,029	2.08%	186,620	3.13%	3,638	13.36%	-	0.00%	112,919	3.16%	310,326	2.87%
Computer software	Mahindra & Mahindra Group	-	0.00%	-	0.00%	23,593	0.86%	35,263	0.59%	-	0.00%	-	0.00%	28,210	0.79%	60,036	0.55%
	Mphasis BFL (F) Group	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
	Patri Computers Group	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	24,693	0.23%
	Private (Foreign)	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
	Private (Indian)	-	0.00%	-	0.00%	64,796	2.36%	280,924	4.66%	-	0.00%	-	0.00%	135,107	3.78%	291,312	2.69%
	Satyam Computers Group	-	0.00%	-	0.00%	33,111	1.21%	74,077	1.23%	-	0.00%	-	0.00%	45,029	1.26%	92,249	0.85%
	Tata Group	-	0.00%	-	0.00%	35,670	1.30%	138,182	2.29%	-	0.00%	-	0.00%	55,769	1.56%	353,559	3.26%
	Computer software Total	-	0.00%	-	0.00%	157,170	5.72%	525,445	8.77%	-	0.00%	-	0.00%	264,115	7.39%	821,849	7.59%
Crude oil & natural gas	Central Govt. - Commercial Enterprises	9,665	3.89%	-	0.00%	93,871	3.42%	221,800	3.68%	4,903	18.00%	-	0.00%	70,771	1.98%	604,492	5.58%
	Crude oil & natural gas Total	9,665	3.89%	-	0.00%	93,871	3.42%	221,800	3.68%	4,903	18.00%	-	0.00%	70,771	1.98%	604,492	5.58%
Electricity distribution	Central Govt. - Commercial Enterprises	16,711	6.73%	-	0.00%	51,608	1.88%	201,515	3.34%	-	0.00%	590	4.85%	193,651	5.42%	392,016	3.62%
	Electricity distribution Total	16,711	6.73%	-	0.00%	51,608	1.88%	201,515	3.34%	-	0.00%	590	4.85%	193,651	5.42%	392,016	3.62%
Electricity generation	Central Govt. - Commercial Enterprises	8,002	3.22%	-	0.00%	104,198	3.79%	178,490	2.96%	3,932	14.44%	1,632	13.42%	80,482	2.25%	972,634	8.98%
	Reliance Group [Anil Ambani]	-	0.00%	-	0.00%	12,509	0.46%	112,445	1.87%	-	0.00%	-	0.00%	63,213	1.77%	200,894	1.86%
	Tata Group	5,621	2.26%	-	0.00%	11,715	0.43%	114,997	1.91%	-	0.00%	-	0.00%	65,235	1.82%	150,568	1.39%
	Electricity generation Total	13,622	5.49%	-	0.00%	128,422	4.68%	405,932	6.74%	3,932	14.44%	1,632	13.42%	208,929	5.84%	1,324,097	12.23%
Housing Finance Services	HDFC Group	35,900	14.46%	84,116	12.70%	99,950	3.64%	330,169	5.48%	6,221	22.84%	2,856	23.49%	208,937	5.84%	442,012	4.08%
	Housing Finance Services Total	35,900	14.46%	84,116	12.70%	99,950	3.64%	330,169	5.48%	6,221	22.84%	2,856	23.49%	208,937	5.84%	442,012	4.08%
Infrastructural construction	IVRCL Group	-	0.00%	-	0.00%	35,085	1.28%	75,643	1.26%	-	0.00%	-	0.00%	115,205	3.22%	134,270	1.24%
	Jaiprakash Group	-	0.00%	-	0.00%	47,876	1.74%	147,258	2.44%	2,266	8.32%	-	0.00%	189,373	5.30%	216,149	2.00%
	Infrastructural construction Total	-	0.00%	-	0.00%	82,960	3.02%	222,900	3.70%	2,266	8.32%	-	0.00%	304,578	8.52%	350,419	3.24%
Motors & generators	Thapar Group	-	0.00%	-	0.00%	34,343	1.25%	39,433	0.65%	-	0.00%	2,066	16.99%	32,586	0.91%	-	0.00%
	Motors & generators Total	-	0.00%	-	0.00%	34,343	1.25%	39,433	0.65%	-	0.00%	2,066	16.99%	32,586	0.91%	-	0.00%
Other financial institutions	Central Govt. - Commercial Enterprises	32,386	13.05%	200,593	30.28%	60,695	2.21%	191,333	3.18%	-	0.00%	4,224	34.75%	78,271	2.19%	421,778	3.89%
	Central Govt. - Statutory Bodies	24,821	10.00%	99,922	15.08%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
	Other financial institutions Total	57,207	23.05%	300,515	45.36%	60,695	2.21%	191,333	3.18%	-	0.00%	4,224	34.75%	78,271	2.19%	421,778	3.89%
Passenger cars & multi utility vehicles	Mahindra & Mahindra Group	8,365	3.37%	-	0.00%	15,383	0.56%	70,239	1.17%	-	0.00%	-	0.00%	15,236	0.43%	36,444	0.34%
	Private (Foreign)	10,751	4.33%	-	0.00%	49,620	1.81%	111,228	1.85%	-	0.00%	-	0.00%	68,950	1.93%	160,906	1.49%
	Passenger cars & multi utility vehicles Total	19,116	7.70%	-	0.00%	65,003	2.37%	181,467	3.01%	-	0.00%	-	0.00%	84,186	2.36%	197,350	1.82%
Prime Movers	Central Govt. - Commercial Enterprises	14,429	5.81%	-	0.00%	61,841	2.25%	242,621	4.03%	4,123	15.14%	-	0.00%	142,907	4.00%	629,408	5.81%
	Private (Foreign)	6,449	2.60%	-	0.00%	11,737	0.43%	38,362	0.64%	-	0.00%	-	0.00%	61,700	1.73%	44,573	0.41%
	Suzlon Group	-	0.00%	-	0.00%	-	0.00%	26,380	0.44%	-	0.00%	-	0.00%	-	0.00%	13,190	0.12%
	Thermax Ltd.	-	0.00%	-	0.00%	25,799	0.94%	-	0.00%	-	0.00%	-	0.00%	21,266	0.59%	37,005	0.34%
	Prime Movers Total	20,878	8.41%	-	0.00%	99,377	3.62%	307,363	5.10%	4,123	15.14%	-	0.00%	225,873	6.32%	724,176	6.69%
Refinery	Central Govt. - Commercial Enterprises	-	0.00%	-	0.00%	-	0.00%	17,863	0.29%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
	Refinance Group [Mukesh Ambani]	9,290	3.74%	-	0.00%	203,922	7.43%	956,930	15.88%	-	0.00%	-	0.00%	459,581	12.86%	1,724,791	15.93%
Refinery Total		9,290	3.74%	-	0.00%	203,922	7.43%	974,592	16.18%	-	0.00%	-	0.00%	459,581	12.86%	1,724,791	15.93%
Telephone Services	Bharti Telecom Group	6,197	2.50%	-	0.00%	81,348	2.96%	285,819	4.74%	-	0.00%	-	0.00%	186,644	5.22%	638,731	5.90%
	Birla Aditya Group	5,133	2.07%	-	0.00%	33,515	1.22%	55,729	0.92%	-	0.00%	-	0.00%	25,504	0.71%	133,321	1.23%
	Reliance Group [Anil Ambani]	5,098	2.05%	-	0.00%	110,000	4.01%	286,334	4.75%	-	0.00%	-	0.00%	168,404	4.71%	648,346	5.99%
	Telephone Services Total	16,427	6.62%	-	0.00%	224,864	8.19%	627,881	10.42%	-	0.00%	-	0.00%	380,551	10.65%	1,420,398	13.12%
Turnkey projects/erection contracts	Larsen & Toubro Group	-	0.00%	-	0.00%	39,467	1.44%	441,394	7.33%	-	0.00%	-	0.00%	205,282	5.74%	645,407	5.96%
	Turnkey projects/erection contracts Total	-	0.00%	-	0.00%	39,467	1.44%	441,394	7.33%	-	0.00%	-	0.00%	205,282	5.74%	645,407	5.96%
5% and Above Total		248,213	60.98%	662,521	89.25%	2,745,717	67.77%	6,024,934	64.29%	27,236	60.12%	12,157	81.38%	3,574,653	64.11%	10,829,094	68.00%
Others		158,855	39.02%	79,762	10.75%	1,305,989	32.23%	3,347,208	35.71%	18,069	39.88%	2,781	18.62%	2,000,743	35.89%	5,095,286	32.00%
GRAND TOTAL		407,068	100.00%	742,283		4,051,706		9,372,143		45,305		14,939		5,575,396		15,924,381	

Name of the Insurer: SBI Life Insurance Co. Ltd.

Registration No. 111

Industry wise disclosure of investments (with exposure of 5% and

		Horizon- Bond Fund		Horizon- Money Market Fund		MM PEN Fund		ULIP Balance Fund		ULIP Growth Fund		Amounts in Thousands	
Industry	Group	Amount (Rs.)	% of Total	Amount (Rs.)	% of Total	Amount (Rs.)	% of Total	Amount (Rs.)	% of Total	Amount (Rs.)	% of Total	Total Amount (Rs.)	Total % of Total
All india development institutions (DFIs)	Central Govt. - Commercial Enterprises	197,866	14.37%	-	-	-	-	-	0.00%	-	0.00%	494,763	1.48%
All india development institutions (DFIs) Total		197,866	14.37%	-	-	-	-	-	0.00%	-	0.00%	494,763	1.48%
Banking Services	Bank of India Group	-	0.00%	-	-	-	-	-	0.00%	13,001	0.18%	54,965	0.16%
	Canara Bank Group	-	0.00%	-	-	-	-	-	0.00%	32,617	0.44%	190,352	0.60%
	Central Govt. - Commercial Enterprises	-	0.00%	-	-	-	-	77,952	17.92%	34,760	0.47%	744,944	2.23%
	HDFC Group	49,900	3.62%	-	-	-	-	-	0.00%	231,657	3.12%	891,412	2.67%
	I.C.I.C. Group	9,668	0.70%	-	-	-	-	48,526	11.15%	350,693	4.73%	1,775,188	5.32%
	I.D.B.I. Group	9,750	0.71%	-	-	-	-	-	0.00%	26,730	0.36%	352,009	1.06%
	Private (Indian)	-	0.00%	-	-	-	-	5,023	1.15%	113,654	1.53%	553,858	1.66%
	Punjab National Bank Group	24,846	1.80%	-	-	-	-	-	0.00%	73,301	0.99%	435,063	1.30%
	State Bank of India Group	78,160	5.68%	-	-	-	-	-	0.00%	-	0.00%	906,180	2.72%
Banking Services Total		172,323	12.52%	-	-	-	-	131,501	30.22%	876,413	11.81%	5,912,971	17.73%
Cement	Birla Aditya Group	-	0.00%	-	-	-	-	7,645	1.76%	109,676	1.48%	285,564	0.86%
	Birla B.K. Group	-	0.00%	-	-	-	-	-	0.00%	145,565	1.96%	585,861	1.76%
	Private (Foreign)	-	0.00%	-	-	-	-	11,621	2.67%	39,057	0.53%	118,801	0.36%
Cement Total		-	0.00%	-	-	-	-	19,266	4.43%	294,298	3.97%	990,227	2.97%
Computer software	Mahindra & Mahindra Group	-	0.00%	-	-	-	-	-	0.00%	28,482	0.38%	175,583	0.53%
	Mphasis BFL (F) Group	-	0.00%	-	-	-	-	-	0.00%	14,889	0.20%	14,889	0.04%
	Patri Computers Group	-	0.00%	-	-	-	-	-	0.00%	36,955	0.50%	61,548	0.18%
	Private (Foreign)	-	0.00%	-	-	-	-	-	0.00%	6,150	0.08%	6,150	0.02%
	Private (Indian)	-	0.00%	-	-	-	-	11,519	2.65%	320,134	4.31%	1,103,793	3.31%
	Satyam Computers Group	-	0.00%	-	-	-	-	-	0.00%	41,022	0.55%	285,488	0.86%
	Tata Group	-	0.00%	-	-	-	-	4,052	0.93%	258,517	3.48%	845,749	2.54%
Computer software Total		-	0.00%	-	-	-	-	15,571	3.58%	706,150	9.52%	2,493,300	7.47%
Crude oil & natural gas	Central Govt. - Commercial Enterprises	-	0.00%	-	-	-	-	9,806	2.25%	400,100	5.39%	1,415,408	4.24%
Crude oil & natural gas Total		-	0.00%	-	-	-	-	9,806	2.25%	400,100	5.39%	1,415,408	4.24%
Electricity distribution	Central Govt. - Commercial Enterprises	-	0.00%	-	-	-	-	10,813	2.49%	228,702	3.08%	1,095,605	3.28%
Electricity distribution Total		-	0.00%	-	-	-	-	10,813	2.49%	228,702	3.08%	1,095,605	3.28%
Electricity generation	Central Govt. - Commercial Enterprises	-	0.00%	-	-	-	-	10,760	2.47%	607,643	8.19%	1,967,771	5.90%
	Reliance Group [Anil Ambani]	-	0.00%	-	-	-	-	-	0.00%	114,578	1.54%	503,638	1.51%
	Tata Group	-	0.00%	-	-	-	-	6,849	1.57%	118,087	1.59%	473,072	1.42%
Electricity generation Total		-	0.00%	-	-	-	-	17,608	4.05%	840,308	11.32%	2,944,481	8.83%
Housing Finance Services	HDFC Group	256,802	18.65%	-	-	-	-	40,405	9.29%	304,734	4.11%	1,812,101	5.43%
Housing Finance Services Total		256,802	18.65%	-	-	-	-	40,405	9.29%	304,734	4.11%	1,812,101	5.43%
Infrastructural construction	IVRCL Group	-	0.00%	-	-	-	-	-	0.00%	73,401	0.99%	433,604	1.30%
	Jaiprakash Group	-	0.00%	-	-	-	-	-	0.00%	141,445	1.91%	744,366	2.23%
Infrastructural construction Total		-	0.00%	-	-	-	-	-	0.00%	214,847	2.90%	1,177,970	3.53%
Motors & generators	Thapar Group	-	0.00%	-	-	-	-	-	0.00%	13,773	0.19%	122,201	0.37%
Motors & generators Total		-	0.00%	-	-	-	-	-	0.00%	13,773	0.19%	122,201	0.37%
Other financial institutions	Central Govt. - Commercial Enterprises	547,301	39.75%	-	-	-	-	67,691	15.56%	121,555	1.64%	1,725,827	5.17%
	Central Govt. - Statutory Bodies	199,662	14.50%	-	-	-	-	24,821	5.71%	-	0.00%	349,226	1.05%
Other financial institutions Total		746,963	54.25%	-	-	-	-	92,512	21.28%	121,555	1.64%	2,075,054	6.22%
Passenger cars & multi utility vehicles	Mahindra & Mahindra Group	-	0.00%	-	-	-	-	16,381	3.77%	33,976	0.46%	196,024	0.59%
	Private (Foreign)	-	0.00%	-	-	-	-	9,924	2.28%	110,439	1.49%	521,819	1.56%
Passenger cars & multi utility vehicles Total		-	0.00%	-	-	-	-	26,305	6.05%	144,416	1.95%	717,843	2.15%
Prime Movers	Central Govt. - Commercial Enterprises	-	0.00%	-	-	-	-	4,123	0.95%	440,552	5.84%	1,540,004	4.62%
	Private (Foreign)	-	0.00%	-	-	-	-	3,225	0.74%	-	0.00%	166,046	0.50%
	Suzlon Group	-	0.00%	-	-	-	-	-	0.00%	-	0.00%	39,570	0.12%
	Thermax Ltd.	-	0.00%	-	-	-	-	-	0.00%	9,600	0.13%	93,669	0.28%
Prime Movers Total		-	0.00%	-	-	-	-	7,347	1.69%	450,151	6.07%	1,839,289	5.51%
Refinery	Central Govt. - Commercial Enterprises	2,809	0.20%	-	-	-	-	-	0.00%	-	0.00%	20,472	0.06%
	Reliance Group [Mukesh Ambani]	-	0.00%	-	-	-	-	25,864	5.94%	1,320,167	17.79%	4,700,544	14.09%
Refinery Total		2,809	0.20%	-	-	-	-	25,864	5.94%	1,320,167	17.79%	4,721,016	14.15%
Telephone Services	Bharti Telecom Group	-	0.00%	-	-	-	-	-	0.00%	495,345	6.67%	1,694,084	5.08%
	Birla Aditya Group	-	0.00%	-	-	-	-	8,871	2.04%	61,278	0.83%	323,350	0.97%
	Reliance Group [Anil Ambani]	-	0.00%	-	-	-	-	13,060	3.00%	466,871	6.29%	1,698,112	5.09%
Telephone Services Total		-	0.00%	-	-	-	-	21,931	5.04%	1,023,494	13.79%	3,715,547	11.14%
Turnkey projects/erection contracts	Larsen & Toubro Group	-	0.00%	-	-	-	-	16,145	3.71%	481,866	6.49%	1,829,561	5.48%
Turnkey projects/erection contracts Total		-	0.00%	-	-	-	-	16,145	3.71%	481,866	6.49%	1,829,561	5.48%
5% and Above Total		1,376,764	86.58%	-	0.00%	-	0.00%	435,074	64.25%	7,420,972	66.57%	33,357,336	67.31%
Others		213,384	13.42%	11,163	100.00%	141	100.00%	242,107	35.75%	3,727,351	33.43%	16,202,842	32.69%
GRAND TOTAL		1,590,148	-	11,163	-	141	100.00%	677,182	100.00%	11,148,323	100.00%	49,560,177	100.00%

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111

Net Asset Value per unit (NAV) - Fund Wise

NAV - Highest, Lowest and Closing during the period ended March 31,2008

Sl. No.	Fund Name	Highest	Lowest	Closing
1	Equity Fund	43.71	25.21	31.86
2	Bond Fund	12.84	11.51	12.78
3	Money Market Fund	11.34	10.74	11.34
4	Growth Fund	27.18	16.08	19.94
5	Balance Fund	18.88	12.40	15.55
6	Equity Pension Fund	16.57	9.45	12.02
7	Bond Pension Fund	11.34	10.18	11.27
8	Growth Pension Fund	19.22	10.32	13.71
9	Balanced Pension Fund	16.45	10.20	13.72
10	Group Growth Fund	14.71	10.00	13.24
11	Child Plan Equity Optimiser Fund	11.22	9.75	10.17
12	Equity Elite Fund	10.47	10.00	10.15
13	Money Market Pension Fund	10.01	10.00	10.01

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111

Fund-wise disclosure of appreciation and/or depreciation in value of investments segregated class-wise as at 31/03/2008

Fund Name	Equity	Bonds & Debentures	Certificate of deposit	Fixed Term Deposits	Govt Securities	Mutual Fund
Balance Pension Fund	(28,668)	(179)	-	-	(386)	-
Bond Pension Fund	-	(2,773)	-	-	(1,302)	1
Child Plan Equity Optimiser Fund	(128,696)	-	-	-	-	-
Equity Pension Fund	(427,305)	-	-	-	-	2
Equity Elite Fund	(641)	-	-	-	-	-
Golden Gratuity Growth Fund	(1,553)	24	-	-	-	-
Growth Pension Fund	(945,182)	-	-	-	-	-
Equity Fund	(29,292)	-	-	-	-	-
Bond Fund	-	(6,311)	-	-	4	-
Money Market Fund	-	-	-	-	-	-
Money Market Pension Fund	-	-	-	-	-	-
Balance Fund	(25,468)	(223)	-	-	(580)	-
Growth Fund	527,101	-	-	-	-	-
Grand Total	(1,059,704)	(9,462)	-	-	(2,264)	3

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111

Related Party Transactions :

The following are the transactions of brokerage, custodial fee or any other payments and receipts made to / from related parties (as defined in AS 18 issued by ICAI) in the ordinary course of business :

Year Ended March 31, 2008							
Nature of Transactions		Fellow Subsidiaries					
	Fund Name	State Bank of India	SBI Capital Markets	SBI DFHI Ltd.	State Bank Of Mysore	SBI Mutual Fund	State Bank of Hyderabad
Brokerage & Custodial Charges	Balance Pension Fund	-	526	37			
	Bond Pension Fund	-	-	83			
	Child Plan Equity Optimiser Fund	-	241	86			
	Equity Pension Fund	-	1,474	899			
	Golden Gratuity Growth Fund	-	16	3			
	Growth Pension Fund	-	4,220	582			
	Equity Fund	-	3,625	1,395			
	Bond Fund	-	-	186			
	Balance Fund	-	527	60			
	Growth Fund	-	1,083	1,026			
	Money Market Fund	-		5			
	Equity Elite Fund	-		1			
	Sub Total (A)	-	11,712	4,363	-	-	-
	Purchases / Placed	Balance Pension Fund	-	103,134	-	-	-
Bond Pension Fund		131,225	-	179,005	-	-	-
Child Plan Equity Optimiser Fund		-	39,169	-	-	-	-
Equity Pension Fund		-	366,183	-	-	-	-
Golden Gratuity Growth Fund		-	4,638	-	-	-	-
Growth Pension Fund		-	721,305	-	-	-	-
Equity Fund		-	682,971	-	-	-	-
Bond Fund		185,050	-	733,400	50,048	-	-
Balance Fund		0	102,223	-	-	-	-
Growth Fund		0	241,718	-	-	-	-
		0	-	-	-	-	-
Sub Total (B)		316,275	2,261,341	912,405	50,048	-	-
Sales / Maturity	Balance Pension Fund	-	51,031	-	-	-	-
	Bond Pension Fund	52,549	-	51,545	-	-	-
	Child Plan Equity Optimiser Fund	-	31,480	-	-	-	-
	Equity Pension Fund	-	66,742	-	-	-	-
	Golden Gratuity Growth Fund	-	-	-	-	-	-
	Growth Pension Fund	-	514,692	-	-	-	-
	Equity Fund	-	379,117	-	-	-	-
	Bond Fund	106253	-	205,973	48,907	98,098	25,000
	Balance Fund	-	52,255	-	9,781	-	-
	Growth Fund	-	76,302	-	-	-	-
	Horizon- Money Market Fund	-	-	-	489	-	-
		-	-	-	-	-	-
Sub Total (C)	158,802	1,171,619	257,518	59,177	98,098	25,000	
Interest / Discount Income	Horizon - Equity Fund	-	-	-	-	-	-
	Horizon - Bond Fund	2,862	-	-	943	-	380
	Child Plan Equity Optimiser Fund	-	-	-	-	-	-
	Horizon - Money Market Fund	-	-	-	9	-	-
	ULIP Growth Fund	-	-	-	-	-	-
	ULIP Balanced Fund	-	-	-	189	-	-
	Equity Pension Fund	-	-	-	-	-	-
	Bond Pension Fund	2,329	-	-	-	-	-
	Growth Pension Fund	-	-	-	-	-	-
	Balanced Pension Fund	-	-	-	-	-	-
	Group Growth Fund	-	-	-	-	-	-
		-	-	-	-	-	-
Sub Total (D)	5,191	-	-	1,141	-	380	

ANNEXURE TO REVENUE ACCOUNT-Break up of Unit Linked Business (UL)

Name of the Insurer: SBI Life Insurance Co. Ltd.

Registration No. 111

Date of Registration with IRDA: 29th March, 2001

REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2007

Policyholders' Account (Technical Account)											(Rs. In '000)
Particulars	Schedule	Linked Life			Linked Pension			Linked Group			Total Unit Linked
		Non-Unit	Unit	Total	Non-Unit	Unit	Total	Non-Unit	Unit	Total	
		(1)	(2)	(3)=(1) + (2)	(4)	(5)	(6)=(4) + (5)	(7)	(8)	(9)=(7) + (8)	(10)=(3)+(6)+(9)
Premiums earned – net											
(a) Premium		2,075,636	11,686,542	13,762,177	374,027	3,105,095	3,479,122	-	-	-	17,241,299
(b) Reinsurance ceded		(15,487)	-	(15,487)	-	-	-	-	-	-	(15,487)
Income from Investments											
(a) Interest, Dividend & Rent - Gross		5,272	188,774	194,046	31	8,446	8,477	-	-	-	202,523
(b) Profit on sale/redemption of investments		21	450,052	450,073	-	21,373	21,373	-	-	-	471,446
(c) Loss on sale/redemption of investments		-	(169,042)	(169,042)	-	(4,334)	(4,334)	-	-	-	(173,376)
(d) Unrealised gain/(loss)		-	258,794	258,794	-	(25,888)	(25,888)	-	-	-	232,906
Other income:											
(a) Linked Income	UL1	430,242	-	430,242	12,580	-	12,580	-	-	-	442,822
(b) Contribution from the Shareholders' a/c		240,597	-	240,597	43,408	-	43,408	-	-	-	284,005
TOTAL (A)		2,736,282	12,415,119	15,151,401	430,046	3,104,692	3,534,738	-	-	-	18,686,138
Commission		1,508,281	-	1,508,281	169,675	-	169,675	-	-	-	1,677,956
Operating Expenses related to Insurance Business		1,081,852	392,902	1,474,754	247,244	13,901	261,145	-	-	-	1,735,899
Provision for Taxation		7,427	-	7,427	1,744	-	1,744	-	-	-	9,171
TOTAL (B)		2,597,560	392,902	2,990,462	418,663	13,901	432,563	-	-	-	3,423,026
Benefits Paid (Net)	UL2	37,090	57,410	94,500	-	5	5	-	-	-	94,505
Interim Bonus Paid		-	-	-	-	-	-	-	-	-	-
Change in Valuation Liability		101,632	11,964,806	12,066,438	11,383	3,090,786	3,102,169	-	-	-	15,168,608
TOTAL (C)		138,722	12,022,217	12,160,938	11,383	3,090,791	3,102,174	-	-	-	15,263,113
SURPLUS/ (DEFICIT) (D) =(A)-(B)-(C)		-	-	-	-	-	-	-	-	-	-
APPROPRIATIONS											
Transfer to Shareholders' a/c		-	-	-	-	-	-	-	-	-	-
Funds available for future appropriations		-	-	-	-	-	-	-	-	-	-
Total (D)		-	-	-	-	-	-	-	-	-	-

Note: Previous Year figures are not comparable.

Schedules to Annexure to Revenue Account (UL) forming part of Financial Statements**Name of the Insurer: SBI Life Insurance Co. Ltd.****Registration No. 111****Date of Registration with IRDA: 29th March, 2001****Schedule-UL1****Linked Income (recovered from linked funds)*****(Rs. In '000)**

Particulars	Life Linked Unit	Pension Linked Unit	Linked Group Unit	Total
	(1)	(2)	(3)	(4)= (1)+(2)+(3)
Fund Administration charges	-	-	-	-
Fund Management charge	95,117	2,373	-	97,490
Policy Administration charge	165,398	9,231	-	174,629
Surrender charge	1,519	-	-	1,519
Switching charge	17	-	-	17
Mortality charge	168,163	976	-	169,139
Rider Premium charge	29	-	-	29
Partial withdrawal charge	-	-	-	-
Miscellaneous charge	-	-	-	-
			-	-
TOTAL (UL-1)	430,242	12,580	-	442,822

* (net of service tax, if any)

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111
Date of Registration with IRDA: 29th March, 2001

Schedule-UL2
BENEFITS PAID [NET]

(Rs. In '000)

Sl. No.	Particulars	Linked Life			Linked Pension			Linked Group			Total Unit Linked
		Non Unit	Unit	Linked Life	Non-Unit	Unit	Linked Pension	Non-Unit	Unit	Linked Group	
		(1)	(2)	(3)=(1)+(2)	(4)	(5)	(6)=(4)+(5)	(7)	(8)	(9)=(7)+(8)	
1	Insurance Claims										
(a)	Claims by Death	40,240	6,243	46,482	-	5	5	-	-	-	46,487
(b)	Claims by Maturity	-	-	-	-	-	-	-	-	-	-
(c)	Annuities / Pension payment	-	-	-	-	-	-	-	-	-	-
(d)	Other benefits										
	- Surrender	-	51,168	51,168	-	-	-	-	-	-	51,168
	- Survival	-	-	-	-	-	-	-	-	-	-
	Sub Total (A)	40,240	57,410	97,650	-	5	5	-	-	-	97,655
2	Amount Ceded in reinsurance										
(a)	Claims by Death	3,150	-	3,150	-	-	-	-	-	-	3,150.00
(b)	Claims by Maturity	-	-	-	-	-	-	-	-	-	-
(c)	Annuities / Pension payment	-	-	-	-	-	-	-	-	-	-
(d)	Other benefits										
	- Surrender	-	-	-	-	-	-	-	-	-	-
	- Survival	-	-	-	-	-	-	-	-	-	-
	Sub Total (B)	3,150	-	3,150	-	-	-	-	-	-	3,150
	TOTAL (A) - (B)	37,090	57,410	94,500	-	5	5	-	-	-	94,505
	Benefits paid to claimants:										
	In India	37,090	57,410	94,500.01	-	5	5	-	-	-	94,505.05
	Outside India	-	-	-	-	-	-	-	-	-	-
	TOTAL (UL2)	37,090	57,410	94,500	-	5	5	-	-	-	94,505

Form A-RA(UL)

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111
Date of Registration with IRDA: 29th March, 2001

Fund Revenue Account for the year ended 31st March 2007

Particulars	Schedule	Equity Fund	Bond Fund	MMF Fund	Balanced Fund	Growth Fund	Pension Equity Fund	Pension Bond Fund	Pension Balanced Fund	Pension Growth Fund	Total
		Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
Income from investments											
Interest income		11,666	29,721	68	5,788	14,186	2,929	1,119	58	463	65,998
Dividend income		41,455	-	-	1,614	39,057	1,932	-	63	312	84,431
Profit/loss on sale of investment		207,260	5,521	-	15,520	52,709	14,628	274	-	2,137	298,049
Profit/loss on inter fund transfer/ sale of investment		-	-	-	-	-	-	-	-	-	-
Miscellaneous Income		12,798	1,526	-	735	11,898	1,498	170	-	85	28,710
Unrealised Gain/loss*		86,512	(3,778)		(6,917)	182,959	(29,616)	48	820	2,859	232,887
Total (A)		359,691	32,990	68	16,740	300,809	(8,629)	1,611	940	5,855	710,074
Fund management expenses		46,849	3,893	2	2,134	42,238	2,001	141	12	219	97,490
Fund administration expenses		-	-	-	-	-	-	-	-	-	-
Other charges:	F-5	181,746	32,599	104	5,386	136,773	8,478	1,065	39	786	366,976
Total (B)		228,595	36,492	106	7,520	179,011	10,480	1,206	51	1,005	464,466
Net Income for the year (A-B)		131,096	(3,503)	(38)	9,220	121,798	(19,108)	405	889	4,850	245,609
Add: Fund revenue account at the beginning of the year		190,922	1,261	0	3,211	71,852	-	-	-	-	267,246
Fund revenue account at the end of the year		322,018	(2,242)	(38)	12,431	193,650	(19,108)	405	889	4,850	512,855

* Net change in mark to market value of investments

Note: Previous Year figures are not comparable.

Form A-BS(UL)

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111
Date of Registration with IRDA: 29th March, 2001

Fund Balance Sheet as at 31st March 2007

Particulars	Schedule	Equity Fund	Bond Fund	MMF Fund	Balanced Fund	Growth Fund	Pension Equity Fund	Pension Bond Fund	Pension Balanced Fund	Pension Growth Fund	Total
		Current year	Current year	Current year	Current year	Current year	Current year	Current year	Current year	Current year	Current year
Sources of Funds											
Policyholders' Funds:											
Policyholder contribution	F-1	6,480,844	763,776	3,810	348,000	5,926,029	2,289,263	178,154	42,503	583,492	16,615,872
Revenue Account		322,018	(2,242)	(38)	12,431	193,650	(19,108)	405	889	4,850	512,855
Total		6,802,862	761,534	3,772	360,431	6,119,680	2,270,155	178,559	43,392	588,342	17,128,727
Application of Funds											
Investments	F-2	6,456,789	740,861	2,831	347,359	5,971,076	1,833,731	144,457	37,103	473,528	16,007,736
Current Assets	F-3	582,437	53,237	1,045	18,456	357,830	612,453	35,172	12,135	218,994	1,891,758
Less: Current Liabilities and Provisions	F-4	54,727	47	-	25	72,552	167,571	13	5,807	103,396	404,138
Net current assets		527,710	53,190	1,045	18,432	285,277	444,882	35,160	6,327	115,598	1,487,620
Total		6,984,499	794,051	3,875	365,790	6,256,354	2,278,613	179,617	43,431	589,125	17,495,356

Net Asset Value (NAV) per Unit:

(a) Net Asset as per Balance Sheet (Total Assets less Current Liabilities and Provisions) (Rs. In '000)		6,984,499	794,051	3,875	365,790	6,256,354	2,278,613	179,617	43,431	589,125	17,495,356
(b) Number of Units outstanding		268776430	68990138	360768	28889318	376745814	235677762	17643683	4207256	56116307	
(c) NAV per Unit (a)/(b) (Rs.)		25.99	11.51	10.74	12.66	16.61	9.67	10.18	10.32	10.50	

Note: Previous Year figures are not comparable.

Schedules to Fund Revenue Account	
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Registration No. 111

Date of Registration with IRDA: 29th March, 2001

POLICYHOLDERS' CONTRIBUTION	
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(Rs. in '000)

	Equity Fund	Bond Fund	MMF Fund	Balanced Fund	Growth Fund	Pension Equity Fund	Pension Bond Fund	Pension Balanced Fund	Pension Growth Fund	Total
Particulars	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
Opening balance	1,028,892	124,585	161	55,886	963,737	-	-	-	-	2,173,261
Add: Additions during the year*	5,611,873	1,001,939	3,660	314,050	5,257,739	2,289,268	178,154	42,503	583,492	15,282,678
Less: Deductions during the year*	159,921	362,748	11	21,936	295,446	5	-	-	-	840,067
Closing balance	6,480,844	763,776	3,810	348,000	5,926,029	2,289,263	178,154	42,503	583,492	16,615,872

* Additions represents units creation and deductions represent unit cancellations									
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Schedules to Fund Revenue Account

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111
Date of Registration with IRDA: 29th March, 2001

Schedule: F-2

INVESTMENTS

(Rs. in '000)

	Equity Fund	Bond Fund	MMF Fund	Balanced Fund	Growth Fund	Pension Equity Fund	Pension Bond Fund	Pension Balanced Fund	Pension Growth Fund	Total
Particulars	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
Approved Investments										
Government Bonds	-	264,707	-	58,500	-	-	24,374	-	-	347,580
Corporate Bonds	-	64,128	-	40,000	-	-	75,000	10,000	-	189,128
Infrastructure Bonds	-	169,659	-	-	-	-	39,830	-	-	209,489
Equity	4,495,817	-	-	177,780	4,330,771	1,038,335	-	14,654	252,166	10,309,523
Money Market	513,725	232,874	2,831	53,920	356,795	456,900	5,253	12,449	132,962	1,767,707
Mutual Funds	-	-	-	-	-	-	-	-	-	-
Total	5,009,541	731,367	2,831	330,199	4,687,566	1,495,235	144,457	37,103	385,128	12,823,428
Other Investments										
Corporate Bonds	-	9,494	-	-	-	-	-	-	-	9,494
Infrastructure Bonds	-	-	-	-	-	-	-	-	-	-
Equity	1,447,247	-	-	17,160	1,283,511	338,497	-	-	88,400	3,174,814
Money Market	-	-	-	-	-	-	-	-	-	-
Mutual Funds	-	-	-	-	-	-	-	-	-	-
Total	1,447,247	9,494	-	17,160	1,283,511	338,497	-	-	88,400	3,184,308
GRAND TOTAL	6,456,789	740,861	2,831	347,359	5,971,076	1,833,731	144,457	37,103	473,528	16,007,736
% of Approved Investments to Total	78%	99%	100%	95%	79%	82%	100%	100%	81%	80%
% of Other Investments to Total	22%	1%	0%	5%	21%	18%	0%	0%	19%	20%

Schedule: F - 3

CURRENT ASSETS

(Rs. In '000)

	Equity Fund	Bond Fund	MMF Fund	Balanced Fund	Growth Fund	Pension Equity Fund	Pension Bond Fund	Pension Balanced Fund	Pension Growth Fund	Total
Particulars	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
Accrued Interest	390	10,173	2	1,975	262	331	1,857	15	92	15,096
Cash & Bank Balance	495,838	43,065	1,043	16,134	346,824	611,584	33,316	12,057	218,834	1,778,694
Dividend Receivable	5,313	-	-	347	4,680	538	-	63	68	11,007
Receivable for Sale of Investments	17,015	(0)	-	(0)	6,064	-	-	-	-	23,079
Unit Collection A/c#	-	-	-	-	-	-	-	-	-	-
Other Current Assets (for Investments)	63,882	-	-	-	-	-	-	-	-	63,882
Total	582,437	53,237	1,045	18,456	357,830	612,453	35,172	12,135	218,994	1,891,758

Schedule: F - 4

CURRENT LIABILITIES

(Rs. In '000)

	Equity Fund	Bond Fund	MMF Fund	Balanced Fund	Growth Fund	Pension Equity Fund	Pension Bond Fund	Pension Balanced Fund	Pension Growth Fund	Total
Particulars	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
Payable for Purchase of Investments	54,176	(0)	-	(0)	72,104	167,411	0	5,805	103,362	402,858
Other Current Liabilities	551	47	-	25	449	159	13	2	35	1,280
Unit Payable a/c#	-	-	-	-	-	-	-	-	-	-
Total	54,727	47	-	25	72,552	167,571	13	5,807	103,396	404,138

BREAK UP OF OTHER EXPENSES UNDER ULIP

Schedule: F- 5

OTHER EXPENSES*

(Rs. In '000)

	Equity Fund	Bond Fund	MMF Fund	Balanced Fund	Growth Fund	Pension Equity Fund	Pension Bond Fund	Pension Balanced Fund	Pension Growth Fund	Total
Particulars	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
Policy Administration charge	91,410	16,418	49	2,457	55,064	7,583	900	37	712	174,629
Surrender charge	811	175	0	39	493	-	-	-	-	1,519
Switching charge	5	8	-	-	4	-	-	-	-	17
Mortality charge	89,397	15,914	54	2,862	81,101	876	159	2	71	190,436
Rider Premium charge	14	2	-	0	12	-	-	-	-	29
Partial withdrawal charge	-	-	-	-	-	-	-	-	-	-
Miscellaneous charge	109	82	0	26	99	20	7	0	3	347
Total	181,746	32,599	104	5,386	136,773	8,478	1,065	39	786	366,976

Represents inter fund receivables or payables, if any

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111

Rs. '000

Expenses Charged to Funds							
As on 31.03.2007						Ratios	
Sl. No.	Fund Name	Avg Investements	Fund Management Charges	Investment expenses	Total Expenses	Excluding Investment Expenses	Including Investment Expenses
1	Horizon - Equity Fund	2,614,558.29	46,849.07	109.01	46,958.08	1.79	1.80
2	Horizon - Bond Fund	377,790.97	3,893.25	82.19	3,975.44	1.03	1.05
3	Horizon - Money Market Fund	945.77	2.46	0.38	2.84	0.26	0.30
4	ULIP Growth Fund	2,685,616.45	42,238.10	98.90	42,337.00	1.57	1.58
5	ULIP Balanced Fund	161,772.48	2,134.01	26.30	2,160.31	1.32	1.34
6	Equity Pension Fund	662,267.62	2,001.33	19.98	2,021.31	0.30	0.31
7	Bond Pension Fund	68,131.60	140.79	6.67	147.46	0.21	0.22
8	Growth Pension Fund	148,796.46	218.90	3.00	221.90	0.15	0.15
9	Balanced Pension Fund	9,175.02	12.13	0.36	12.49	0.13	0.14

Gross Income to Funds							
As on 31.03.2007							
Sl. No.	Fund Name	Avg Investements	Realised Income	Ratio	Unrealised	Gross Income	Ratio
(A)	(B)	(C)	(D)	(E)	(F)	(G=D+F)	(G/C*100)
1	Horizon - Equity Fund	2,614,558.29	281,414.50	10.76	247,005.92	528,420.43	20.21
2	Horizon - Bond Fund	377,790.97	36,722.05	9.72	(4,083.43)	32,638.62	8.64
3	Horizon - Money Market Fund	945.77	68.24	7.21	-	68.24	7.21
4	ULIP Growth Fund	2,685,616.45	127,236.14	4.74	246,834.66	374,070.80	13.93
5	ULIP Balanced Fund	161,772.48	24,342.41	15.05	(4,379.19)	19,963.22	12.34
6	Equity Pension Fund	662,267.62	19,830.20	2.99	(29,615.72)	(9,785.52)	(1.48)
7	Bond Pension Fund	68,131.60	1,623.75	2.38	48.30	1,672.04	2.45
8	Growth Pension Fund	148,796.46	3,755.60	2.52	2,859.45	6,615.05	4.45
9	Balanced Pension Fund	9,175.02	275.52	3.00	819.68	1,095.20	11.94

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111

Performance of the Fund (Absolute Growth %)

Sl. No.	Fund Name	Financial Year of Inception	Year			Since inception
			Current Year (2006-07)	2005-06	2004-05	
1	Horizon - Equity Fund	2004-05	10.13	115.72	9.94	159.90
2	Horizon - Bond Fund	2004-05	7.67	5.63	9.12	15.10
3	Horizon - Money Market Fund	2005-06	6.34	1.00	NA	7.40
4	ULIP Growth Fund	2005-06	6.00	56.70	NA	66.10
5	ULIP Balanced Fund	2005-06	4.71	20.90	NA	26.60
6	Equity Pension Fund	2006-07	(3.30)	NA	NA	(3.30)
7	Bond Pension Fund	2006-07	1.80	NA	NA	1.80
8	Growth Pension Fund	2006-07	5.00	NA	NA	5.00
9	Balanced Pension Fund	2006-07	3.20	NA	NA	3.20

Appreciation/Depreciation in value of investment of segregated Ulip Funds as at 31st March 2007

Rs. '000

Fund Name	Total
Balanced Pension Fund	819.68
Bond Pension Fund	48.30
Equity Pension Fund	(29,615.72)
Growth Pension Fund	2,859.45
Horizon - Equity Fund	247,005.92
Horizon- Bond Fund	(4,083.43)
Horizon- Money Market Fund	-
ULIP Balance Fund	(4,379.19)
ULIP Growth Fund	246,834.66
Grand Total	459,489.67

Net Asset Value per unit (NAV) - Fund Wise

As on 31.03.2007

Sl. No.	Fund Name	Highest	Lowest	Closing
1	Horizon - Equity Fund	28.73	18.09	25.99
2	Horizon - Bond Fund	11.51	10.69	11.51
3	Horizon - Money Market Fund	10.74	10.1	10.74
4	ULIP Growth Fund	18.43	12.13	16.61
5	ULIP Balanced Fund	13.42	9.88	12.66
6	Equity Pension Fund	10.44	9.22	9.67
7	Bond Pension Fund	10.18	10	10.18
8	Growth Pension Fund	10.64	9.68	10.5
9	Balanced Pension Fund	10.38	9.45	10.32

Name of the Insurer: SBI Life Insurance Co. Ltd.
Registration No. 111

1 Investment Management

Particulars	
Activities Outsourced	---NIL---
Fee Paid for various activities charged to Policy Holders' Account	---NIL---
Basis of payment of fees	---NIL---

2 Unclaimed redemption of Units

---NIL---

3 Provision for doubtful debts on assets

---NIL---

Fellow Subsidiaries

Related Party Transactions

The following are the transactions of related parties in the ordinary course of business

Twelve Months Ended March 31, 2007										
Nature of Transactions	Fund Name	Fellow Subsidiaries								
		SBI Capital Markets	SBI DFHI Ltd.	SBI Mutual Fund	SBP	SBM	SBH	SBBJ	SBS	Total
Brokerage & Custodial Charges	Horizon - Equity Fund	1,734.10	11.96	-	-	-	-	-	-	1,746.06
	Horizon - Bond Fund	-	11.73	-	-	-	-	-	-	11.73
	Horizon - Money Market Fund	-	0.06	-	-	-	-	-	-	0.06
	ULIP Growth Fund	1,709.66	13.85	-	-	-	-	-	-	1,723.51
	ULIP Balanced Fund	68.63	3.87	-	-	-	-	-	-	72.49
	Equity Pension Fund	367.89	3.10	-	-	-	-	-	-	370.99
	Bond Pension Fund	-	1.00	-	-	-	-	-	-	1.00
	Growth Pension Fund	52.68	0.47	-	-	-	-	-	-	53.15
	Balanced Pension Fund	-	0.05	-	-	-	-	-	-	0.05
	Sub Total (A)	3,932.95	46.09	-	-	-	-	-	-	3,979.04
Purchases / Placed	Horizon - Equity Fund	-	82.88	-	-	-	-	-	-	82.88
	Horizon - Bond Fund	-	196,763.50	19,527.00	-	46,296.30	24,040.18	46,349.25	47,046.65	380,022.88
	Horizon - Money Market Fund	-	-	-	-	462.96	-	-	-	462.96
	ULIP Growth Fund	-	82.58	-	-	-	-	-	-	82.58
	ULIP Balanced Fund	-	10,338.50	-	-	9,259.26	-	-	-	19,597.76
	Equity Pension Fund	-	-	-	-	-	-	-	-	-
	Bond Pension Fund	-	-	-	-	-	-	-	-	-
	Growth Pension Fund	-	-	-	-	-	-	-	-	-
	Balanced Pension Fund	-	-	-	-	-	-	-	-	-
	Sub Total (C)	-	207,267.46	19,527.00	-	56,018.52	24,040.18	46,349.25	47,046.65	400,249.06
Sales / Maturity	Horizon - Equity Fund	-	82.88	-	-	-	-	-	-	82.88
	Horizon - Bond Fund	-	4,122.50	51,297.50	-	-	570.28	47,053.80	669.45	103,713.53
	Horizon - Money Market Fund	-	-	-	-	-	-	-	-	-
	ULIP Growth Fund	-	82.58	-	-	-	-	-	-	82.58
	ULIP Balanced Fund	-	379.50	-	-	-	-	-	-	379.50
	Equity Pension Fund	-	-	-	-	-	-	-	-	-
	Bond Pension Fund	-	-	-	-	-	-	-	-	-
	Growth Pension Fund	-	-	-	-	-	-	-	-	-
	Balanced Pension Fund	-	-	-	-	-	-	-	-	-
	Sub Total (D)	-	4,667.46	51,297.50	-	-	570.28	47,053.80	669.45	104,258.49
Interest / Discount Income	Horizon - Equity Fund	-	0.13	-	-	-	-	-	-	0.13
	Horizon - Bond Fund	-	6.32	-	-	1,553.73	-	-	-	1,560.05
	Horizon - Money Market Fund	-	-	-	-	15.54	-	-	-	15.54
	ULIP Growth Fund	-	0.13	-	-	-	-	-	-	0.13
	ULIP Balanced Fund	-	0.58	-	-	310.75	-	-	-	311.33
	Equity Pension Fund	-	-	-	-	-	-	-	-	-
	Bond Pension Fund	-	-	-	-	-	-	-	-	-
	Growth Pension Fund	-	-	-	-	-	-	-	-	-
	Balanced Pension Fund	-	-	-	-	-	-	-	-	-
	Sub Total (D)	-	7.16	-	-	1,880.01	-	-	-	1,887.17

Name of the Insurer: SBI Life Insurance Co. Ltd.																				Rs. '000	
Registration No. 111																					
		Industry Wise Investment Exposure																			
		Equity Fund		Growth Fund		Equity Pension Fund		Growth Pension Fund		Balanced Fund		Balanced Pension Fund		Bond Fund		Bond Pension Fund		Money Market Fund		Grand Total	
Industry		Amount Rs.	%	Amount Rs.	%	Amount Rs.	%	Amount Rs.	%	Amount Rs.	%	Amount Rs.	%	Amount Rs.	%	Amount Rs.	%	Amount Rs.	%	Amount Rs.	%
	I C I C Bank Ltd.	239,617.27	3.71	143,533.47	2.40	42,495.98	2.32	-	-	41,922.27	12.07	-	-	78,188.26	10.55	-	-	-	-	545,757.25	3.41
	Karnataka Bank	-	-	-	-	-	-	-	-	-	-	-	-	49,532.85	6.69	-	-	-	-	49,532.85	0.31
	State Bank Of Mysore	-	-	-	-	-	-	-	-	9,570.01	2.76	-	-	47,850.03	6.46	-	-	478.50	16.90	57,888.53	0.36
Computer software	Infosys Technologies Ltd.	467,614.22	7.24	445,578.63	7.46	119,100.35	6.49	16,149.20	3.41	21,195.83	6.10	-	-	-	-	-	-	-	-	1,069,638.22	6.68
	Tata Consultancy Services Ltd.	365,157.91	5.66	357,508.04	5.99	68,478.68	3.73	8,020.03	1.69	-	-	-	-	-	-	-	-	-	-	799,164.65	4.99
	Hindustan Lever Ltd.	92,545.20	1.43	104,652.00	1.75	-	-	-	-	5,130.00	1.48	2,052.00	5.53	-	-	-	-	-	-	204,379.20	1.28
Cosmetics, toiletries, soaps & detergents	Infra Development Finance Co. Ltd.	-	-	-	-	16,740.00	0.91	-	-	-	-	-	-	169,658.91	22.90	39,830.49	27.57	-	-	226,229.40	1.41
Financial Institution	Sesa Goa Ltd.	123,244.61	1.91	29,725.20	0.50	21,293.13	1.16	34,665.21	7.32	1,127.61	0.61	3,662.42	9.87	-	-	-	-	-	-	214,716.17	1.34
Minerals	NABARD	-	-	-	-	-	-	40,000.00	11.52	20,000.00	5.76	10,000.00	26.95	15,000.00	2.02	75,000.00	51.92	-	-	140,000.00	0.87
Other financial institutions	Reliance Industries Ltd.	410,017.06	6.35	407,869.80	6.83	75,366.50	4.11	19,184.20	4.05	7,125.56	2.05	-	-	-	-	-	-	-	-	919,563.11	5.74
	Bharti Airtel Ltd.	402,624.95	6.24	348,919.73	5.84	83,704.34	4.56	26,736.50	5.65	7,639.00	2.20	-	-	-	-	-	-	-	-	869,624.52	5.43
Telecommunications	Indian Petrochemicals Corp. Ltd.	2,035.87	0.03	-	-	13,540.00	0.74	27,080.00	5.72	-	-	-	-	-	-	-	-	-	-	42,655.87	0.27
Thermoplastics	Larsen & Toubro Ltd.	284,826.54	4.41	247,826.70	4.15	50,871.14	2.77	-	-	6,966.43	2.01	8,100.50	21.83	-	-	-	-	-	-	598,591.31	3.74
Turkey projects/erection contracts		2,387,683.62	36.98	2,085,613.56	34.93	491,590.11	26.81	131,835.13	27.84	141,676.70	40.79	23,814.92	64.19	360,230.04	48.62	114,830.49	79.49	478.50	16.90	5,737,753.08	35.84
Total																					
Others (not exceeding 5%)		4,069,105.26	63.02	3,885,462.75	65.07	1,342,141.14	73.19	341,692.75	72.16	205,682.20	59.21	13,828.55	35.81	380,630.92	51.38	29,628.82	20.51	2,352.37	83.10	10,269,982.51	64.16
Grand Total		6,456,788.88	100.00	5,971,076.31	100.00	1,833,731.25	100.00	473,527.63	100.00	347,358.91	100.00	37,103.47	100.00	740,860.97	100.00	144,457.31	100.00	2,830.87	100.00	16,007,735.60	100.00

1. Related Party Transactions

A. Related Parties where control exists

Holding Company	State Bank of India
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B. Related Parties where transactions have taken place during the year

(i) Holding Company	State Bank of India
(ii) Investing Partner	BNP Paribas Assurance S.A. (Joint Venture Partner) BNP Paribas (Holding Company of BNP Paribas assurance SA)
(iii) Fellow Subsidiaries	State Bank of Bikaner & Jaipur State Bank of Hyderabad State Bank of Indore (SBOI) State Bank of Mysore State Bank of Patiala State Bank of Saurashtra State Bank of Travancore SBI DFHI Limited (SBI DFHI) SBI Funds Management (P) Limited SBI Cards & Payment Services Limited (SBI cards) SBI Cap Securities Limited

(iv) Key Management Personnel Mr. U.S. Roy – Managing Director & CEO

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

c) The following are the transactions and year ended outstanding balances of related parties in the ordinary course of business										[Rs. ('000)]						
Year Ended March 31, 2008																
	Nature of Transactions	Holding Company	Investment Partner		Fellow Subsidiaries											
			BNP Paribas	BNP Paribas Assurance SA	SBI Cards	SBI Caps Securities Limited	SBI DHFI	SBI Mutual Fund	SBP	SBOI	SBBJ	SBT	SBH	SBM	Others	
	Expenses / Reimbursement for Services rendered:															
a	Salary	21,281	2,000	-	-	-	-	-	-	218	472	1,136	4,602	851	5,112	4,967
b	Rent paid for Premises	10,874	-	-	-	-	-	3,850	-	-	-	-	209	-	-	-
c	Custodial Charges	-	-	-	-	-	-	6,367	-	-	-	-	-	-	-	-
d	Brokerage	-	-	-	-	15,563	-	-	-	-	-	-	-	-	-	-
e	Administration Fees for group insurance	295,487	-	-	-	-	-	-	-	15,353	8,519	13,197	41,090	29,999	23,102	12,803
f	Commission	509,438	-	-	-	-	-	-	-	52,953	7,353	12,880	30,451	20,023	14,084	3,450
g	Premium Income	-	-	-	-	-	-	-	-	35,851	-	19,330	11,464	44,058	20,328	6,185
h	Increase in Share Capital	7,400,000	-	2,600,000	-	-	-	-	-	-	-	-	-	-	-	-
i	Investment:															
j	Purchases / Placed	497,923	-	-	-	2,927,915	3,976,151	6,126,373	238,500	91,453	-	-	-	150,000	50,048	328,626
k	Sales / Maturity	198,441	-	-	-	1,633,453	511,318	6,280,568	-	92,454	-	-	-	50,000	97,814	-
l	Interest / Discount Income	46,588	-	-	-	-	-	2,407	2,151	239	-	3,735	999	1,889	2,096	-
m	Outstanding Balance as on Year Ended Payables/(Recievables)	122,178	-	-	-	-	-	-	4,053	2,071	3,978	7,889	7,596	8,141	3,987	-
Year Ended March 31, 2007																
	Nature of Transactions	Holding Company	Investment Partner		Fellow Subsidiaries											
			BNP Paribas	Cardif S.A.	SBI Cards	SBI Capital Markets	SBI DHFI	SBI Mutual Fund	SBP	SBOI	SBBJ	SBT	SBH	SBM	Others	
1	Expenses / Reimbursement for Services rendered:															
a	Salary	24,555	2,000	-	-	-	-	-	-	218	558	1,562	2,398	2,688	3,753	885
b	Rent paid for Premises	9,167	-	-	-	-	-	1,400	-	-	-	128	120	-	-	-
c	Refund of Premium	-	-	-	12,390	-	-	-	-	-	-	-	-	-	-	-
d	Custodial Charges	-	-	-	-	-	-	245	-	-	-	-	-	-	-	-
e	Brokerage	-	-	-	-	6,145	-	-	-	-	-	-	-	-	-	-
f	Administration Fees for group insurance	340,612	-	-	-	-	-	-	-	24,645	10,719	-	-	-	24,118	120,761
2	Commission	268,747	42	-	-	-	-	-	-	-	-	-	-	-	2,556	43,525
3	Premium Income	-	-	-	-	-	-	-	-	30,514	-	14,678	12,254	39,988	9,326	577
4	Increase in Share Capital	555,000	-	195,000	-	-	-	-	-	-	-	-	-	-	-	-
5	Investment:															
a	Purchases / Placed	500,000	515,000	-	-	-	3,637,394	1,857,818	50,018	-	-	-	-	-	249,965	90,706
b	Sales / Maturity	-	515,000	-	-	-	818,723	1,867,091	48,485	50,000	-	-	-	-	-	144,100
c	Interest / Discount Income	27,183	990	-	-	-	958	-	1,915	632	-	-	-	-	3,107	4,954
6	Outstanding Balance as at Year End Payables/(Recievables)	91,978	1	-	-	-	(7,030)	-	6,890	2,348	4,900	6,528	8,009	4,892	2,989	-
Refer note (9) above for details of remuneration to Managing Director & CEO.																

2. Earnings Per Share

Earnings per share is calculated by dividing the profit/loss in the Shareholders' Account by the weighted average number of equity shares outstanding during the year. The computation is set out below:

Particulars	Rs. ('000)	
	As on March 31, 2008	As on March 31, 2007
Profit for the period	343,846	38,283
Weighted average number of equity shares	579,234,973	444,726,027
Earnings per share (Basic and Diluted)	Rs. 0.59	Rs. 0.09
Face Value per share	Rs. 10	Rs. 10

3. (a) 'Receivables' under Advances and Other Assets

'Receivables' under Advances and Other Assets (Schedule 12) comprise of:

Particulars	Rs. ('000)	
	As on March 31, 2008	As on March 31, 2007
Dividend	1,318	4,393
Proceeds from Sale of Investments	120,666	483,848
Others	5,088	-
Total	127,072	488,241

(b) 'Others' under Current Liabilities

'Others' under Current Liabilities (Schedule 13) comprise of:

Particulars	Rs. ('000)	
	As on March 31, 2008	As on March 31, 2007
Proposals Pending for Underwriting & Other requirements	1,231,766	1,170,476
Brokerage / Outstanding Payables for Investments	26,380	817,004
Statutory liabilities	176,256	102,204
Total	1,434,402	2,082,688

4. **Loans**

SI No	Particulars	Rs. ('000)	
		As on March 31, 2008	As on March 31, 2007
a)	Loan assets subject to restructuring	-	-
b)	Standard assets subject to restructuring	-	-
c)	Sub-standard assets subject to restructuring	-	-
d)	Doubtful assets subject to restructuring	-	-

5. **Break-up of Net Current Assets included in Schedule 8B – “Assets Held To Cover Linked Liabilities”**

SI No	Particulars	Rs. ('000)	
		As on March 31, 2008	As on March 31, 2007
a)	Interest accrued and not due	59,097	17,180
b)	Cash / Bank Balance	3,040,237	1,843,460
c)	Cheques on hand	-	-
d)	Deposits	-	-
e)	Outstanding purchase receivables (Net)	170,226	(379,105)
f)	Application money for investments	-	63,882
g)	Others	23,214	(57,797)
	Total	3,292,774	1,487,620

6. **Break up of Operating Expenses incurred under the following heads :-**

SI No	Particulars	Rs. ('000)	
		As on March 31, 2008	As on March 31, 2007
a)	Outsourcing Expenses	91,976	24,658
b)	Business Development	92,211	118,487
c)	Marketing Support	297,315	205,828
	Total	481,502	348,973

7. Provision for staff benefit as per revised AS 15 :

Amount (Rs. In '000)

GRATUITY AS ON 31st March, 2008

I. Assumptions :	For the Year
Discount Rate Prev.	8.00%
Salary Escalation Prev.	6.00%
Discount Rate Current	8.00%
II. Table Showing Change in Benefit Obligation :	For the Year
Liability at the beginning of the year	8,545
Interest Cost	2,457
Current Service Cost	22,162
Past Service Cost (Non Vested Benefit)	-
Past Service Cost (Vested Benefit)	-
Liability Transfer in	-
liability transfer out	-
Benefit Paid	-
Actuarial (gain)/loss on obligations	25,392
Liability at the end of the year	58,555
III. Amount Recognized in the Balance Sheet :	For the Year
Liability at the end of the year	58,555
Fair Value of Plan Assets at the end of the year	-
Difference	(58,555)
Unrecognized Past Service Cost	-
Un recognized Transition Liability	-
Amount Recognized in the Balance Sheet	(58,555)
IV. Expenses Recognized in the Income Statement :	For the Year
Current Service Cost	22,162
Interest Cost	2,456
Expected Return on Plan Assets	-
Past Service Cost (Non Vested Benefit) Recognized	-
Past Service Cost (Vested Benefit) Recognized	-
Recognition of Transition Liability	-
Actuarial Gain or Loss	25,393
Expense Recognized in P& L	50,011
V. Balance Sheet Reconciliation	For the Year
Opening Net Liability	8,545
Expense as above	50,011
Employers Contribution	-
Amount Recognized in Balance Sheet	58,555

26. Disclosure Requirements as per AS 29:

In accordance with the disclosure requirement of AS-29 Provisions, contingent liabilities and contingent assets, the following is the amount of provision made based on the current best estimates:

Provision	Opening provision	Addition during the year	Amount ('000)	
			Amount utilised	Balance at the end of the year
FBT	41,037	34,000	----	75,037
Corporate Tax	----	200,000	----	200,000
Impairment of Investment	----	943,254	----	943,254

27. Accounting for Diminution in Valuation of Equity Investments

In view of the substantial fall in the equity market during the year, the company has provided Rs. 75.23 Crores in the Revenue account and Rs. 19.10 Crores in Profit & Loss account, on a prudential basis for loss on account of reduction in market values of long-term investments in equities.

28. Contribution made by the Shareholders' to the Policyholders' Account

The contribution of Rs. 997,464 Thousand made by the Shareholders' to the Policyholders' Account is irreversible in nature, and shall not be recouped to the Shareholder's Account at any point of time. Approval from the Shareholders will be obtained for such contribution at the ensuing Annual General Meeting of the company.

29. Prior Year Comparatives

Prior Period's amounts have been reclassified wherever necessary to conform to the current year's presentation.

30. Details of Figures Regrouped:-

1. Balance of ULIP collection account and balance in ULIP Proposal Deposit which were disclosed in Net Current Assets in Schedule 8B now has been regrouped under Cash and Bank Balances in Schedule 11 and balance in ULIP Proposal Deposit in Current Liabilities in Schedule 13 respectively.
2. Stamp duty paid on issue of shares has been separately disclosed under expenses other than those directly related to the insurance business earlier it was grouped under Rates and Taxes in Profit and Loss Account.
3. Sales promotional expenses which were earlier grouped as commission in Schedule 2 has been regrouped as Sales Promotional Contest in Schedule 3.

SBI LIFE INSURANCE COMPANY LIMITED						
SCHEDULE 16 - CONTINUED						
31	Summary of Financial Statements					
				Year Ended		
Sr.no	Particulars	2007-08	2006-07	2005-06	2004-05	2003-04
	<i>POLICYHOLDERS' A/C</i>					
1	Gross premium income	56,221,372	29,284,856	10,753,219	6,011,845	2,256,659
2	Net premium income #	56,112,047	29,234,387	10,730,924	5,992,990	2,255,248
3	Income from investments @	5,032,450	2,196,642	1,307,471	390,732	118,739
4	Other income	25,268	17,329	9,410	22,667	-
5	Contribution from the Shareholders' A/c	997,464	437,469	455,921	217,033	269,865
6	Total income	62,167,228	31,885,827	12,503,725	6,623,423	2,643,852
7	Commissions	3,653,544	1,959,727	696,890	233,944	94,457
8	Brokerage	-	-	-	-	-
9	Operating Expenses related to insurance business	4,869,627	3,223,895	1,900,340	1,245,613	573,485
10	Provision for Income Tax	196,500	-	-	-	-
11	Provision for Fringe Benefit Tax	33,804	22,817	17,962	-	-
12	Provision for diminution in the value of investments (net)	752,275	-	-	-	-
13	Total Expenses	9,505,749	5,206,440	2,615,192	1,479,557	667,942
14	Payment to policyholders	3,508,480	1,400,635	824,261	463,568	214,488
15	Increase in actuarial liability #	48,337,386	25,278,754	9,064,273	4,680,298	1,761,422
16	Surplus / (Deficit) from operations	815,613	-	-	-	-
	<i>SHAREHOLDERS' A/C</i>					
17	Total income under Shareholder's Account*	737,368	480,729	480,209	115,172	107,489
18	Provision for diminution in the value of investments (net)	190,979	-	-	-	-
19	Profit / (loss) before tax	347,543	38,399	20,316	(115,020)	(164,096)
20	Provision for tax - Income tax	3,500	-	-	-	-
21	Provision for tax - Fringe Benefit Tax	196	-	142	-	-
22	Profit / (loss) after tax	343,846	38,283	20,174	(115,020)	(164,096)
23	Profit / (loss) carried to Balance Sheet	47,262	(296,584)	(334,866)	(355,040)	(240,020)
	<i>MISCELLANEOUS</i>					
24	(A) Policyholders' account					
	Total Funds [Refer note (a) below]	90,023,320	41,423,354	16,667,065	7,318,140	2,631,830
	Total investments [Refer note (b) below]	91,528,748	39,867,400	16,153,888	7,143,708	2,412,484
	Yield on investments (%) [Refer note (c) below]	5%	6%	8%	5%	5%
25	(B) Shareholders' account					
	Total Funds [Refer note (d) below]	10,067,721	4,609,837	3,985,522	3,160,967	1,517,442
	Total investments	10,058,618	5,915,180	4,407,489	3,383,744	1,480,620
26	Yield on investments (%) [Refer note (e) below]	7%	8%	11%	3%	7%
27	Yield on total investments [Refer note (f) below]	6%	6%	9%	5%	6%
28	Paid up equity capital	10,000,000	5,000,000	4,250,000	3,500,000	1,750,000
29	Net worth [Refer note (g) below]	10,067,721	4,609,837	3,985,522	3,160,967	1,517,442
30	Total Assets [Refer note (h) below]	100,098,760	46,033,191	20,652,587	10,479,107	4,149,272
31	Earnings per share (Rs.)	0.59	0.09	0.06	(0.64)	(1.30)
32	Book value per share (Rs.)	10.07	9.22	9.38	9.03	8.67
#	Net of reinsurance					
@	Includes the effect of gains / losses on sale of investments					
*	This amount excludes contribution to Policyholder's fund					
	Notes:-					
	(a) Total Funds under Policyholders' Account = Credit / (Debit) Fair Value Change Account + Policyholders' Liabilities + Insurance Reserves					
	(b) Total investments under Policyholders' include amounts invested in 10.47% Government of India, 2015 earmarked as deposit with the Reserve Bank of India under Schedule 12 - 'Advances and Other Assets'					
	(c) Yield on Policyholders' Investments = Income from Policyholders' Investments / Total Policyholders' Investments					
	(d) Total Funds = Share Capital + Reserves and Surplus + Credit / (Debit) Fair Value Change Account - Debit Balance in Profit and Loss Account					
	(e) Yield on Shareholders' Investments = Total Income under Shareholders' Account / Total Shareholders' Investments					
	(f) Yield on total investments = (Income from Policyholders' Investments + Total Income under Shareholders' Account) / (Total Shareholders' Investments + Total Policyholders' Investments)					
	(g) Net Worth = Share Capital + Reserves and Surplus + Credit / (Debit) Fair Value Change Account - Debit Balance in Profit and Loss Account					
	(h) Total Assets = Total Application of Funds - Debit Balance in Profit and Loss Account					

SBI LIFE INSURANCE COMPANY LIMITED			
SCHEDULE 16 - CONTINUED			
32	Ratios as prescribed by IRDA		
		2007-08	2006-07
1	New business premium income growth (segment-wise) (New business premium for current year less new business premium of previous year divided by new business premium for previous year)		
	Participating Life	-0.41	-0.34
	Participating Pension	0.10	-0.35
	Group Pension	0.00	0.00
	Non Participating	0.31	0.83
	Linked Life	0.45	4.12
	Linked Group	0.00	0.00
	Linked Pension	4.04	0.00
2	Net retention ratio (Net premium divided by gross premium)	0.998	0.998
3	Ratio of expenses of management [Refer notes (a) below] (Expenses of management divided by the total net direct premium)	0.15	0.18
4	Commission ratio (Net Commission paid divided by Net Premium)	0.07	0.07
5	Ratio of policyholders' liabilities to shareholders' funds [Refer note (b) below]	8.94	8.99
6	Growth rate of shareholders' funds [Refer note (b) below]	1.18	0.16
7	Ratio of surplus / (deficit) to policy holders' liability [Refer note (e) below]	0.01	-
8	Change in net worth [Refer note (b) below]	1.18	0.16
9	Profit after tax / Total income	0.01	0.00
10	(Total Real Estate+ Loans) / Cash and invested assets	-	-
11	Total Investments / (Capital + Surplus) [Refer notes (c) & (d) below]	10.11	9.16
12	Total affiliated Investments / (Capital + Surplus)		
	Notes:-		
	(a) Expenses of Management = Operating Expenses + Commission		
	(b) Policyholders' Liabilities = Policy Liabilities + Credit / (Debit) Fair Value Change Account		
	Shareholders' Funds = Share Capital + Reserves and Surplus + Credit / (Debit) Fair Value Change Account - Debit Balance in Profit and Loss Account		
	Net Worth = Share Capital + Reserves and Surplus + Credit / (Debit) Fair Value Change Account - Debit Balance in Profit and Loss Account		
	(c) Capital + Surplus = Share Capital + Reserves and Surplus		
	Total Investments = Shareholders' Investments + Policyholders' Investments		
	(d) Total investments under Policyholders' includes amounts invested in 10.47% Government of India, 2015 earmarked as deposit with the Reserve Bank of India under Schedule 12 - 'Advances and Other Assets'		
	(e) As at 31/03/2007, since the deficit in Revenue Account was funded by the contribution from shareholders, there was no resultant surplus / deficit in the Revenue Account and therefore the ratio could not be determined.		

SBI LIFE INSURANCE COMPANY LIMITED

IRDA Registration No. : 111

Date of Registration with IRDA : March 29, 2001

RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2008

(Figures in bracket indicate cash outgo)

	Year ended 31st March, 2008 (Rs. in '000)	Year ended 31st March, 2007 (Rs. in '000)
CASH FLOW FROM OPERATING ACTIVITIES		
Premium Collection (including Service Tax collected)	56,842,032	29,908,246
Premium and Proposal Deposit	63,501	367,412
Cash paid towards reinsurance	(47,719)	-
Cash paid to suppliers and employees	(4,258,433)	(2,848,620)
Cash paid towards Fringe Benefit Tax & Income Tax	(57,300)	(29,141)
Cash paid towards Service Tax	(592,103)	(248,167)
Commission Paid	(2,915,497)	(1,759,986)
Benefits Paid (Net of Reinsurance)	(3,489,598)	(1,429,283)
Other Income	25,149	17,329
Net cash from Operating activities	45,570,032	23,977,790
CASH FLOW FROM INVESTING ACTIVITIES		
Cost of purchase of investments	(1,071,357,307)	(565,634,904)
Proceeds from sale of investments	1,020,074,722	541,353,912
Interest received	2,068,815	1,217,174
Dividend received	259,088	118,707
Purchase of fixed assets	(323,770)	(197,874)
Proceeds from sale of fixed assets	74	222
Security deposit for the office premises	(69,265)	(20,546)
Net cash used in Investing activities	(49,347,642)	(23,163,309)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of share capital (net)	4,995,000	750,000
Proceeds from short term borrowing	-	-
Repayment of short term borrowing	-	-
Net cash from Financing activities	4,995,000	750,000
Net increase in cash and cash equivalents	1,217,389	1,564,482
Cash and cash equivalents at beginning of year	3,321,745	1,757,263
Cash and cash equivalents at end of period	4,539,135	3,321,745

Notes :

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

2. Cash and cash equivalents at the end of the period comprise of the following balance sheet amounts :

Cash (including cheques, drafts and stamps)	597,260	1,564,482
Bank Balances (includes bank balances in unit linked funds)	3,941,875	1,757,263
Total	4,539,135	3,321,745

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

For and on behalf of
B. K. KHARE & CO.
Chartered Accountants

For and on behalf of
M. P. CHITALE & CO.
Chartered Accountants

For and on behalf of the Board of Directors

Padmini Khare Kaicker
Partner

Ashutosh Pednekar
Partner

Chairman

Director

Membership No : 44784

Membership No.41037

Managing Director &
Chief Executive Officer

Director

Chief Financial Officer

Appointed Actuary

Place: Mumbai

Dated : April 26, 2008

Company Secretary

SBI LIFE INSURANCE COMPANY LIMITED	
Additional Information as required under Part IV of Schedule VI to the Companies Act, 1956.	
Balance Sheet Abstract and Company's General Business Profile	
I. Registration details :	
Registration No. :	1 1 - 1 2 9 1 1 3 State Code : 1 1
Balance Sheet Date :	3 1 0 3 2 0 0 8
II. Capital raised during the period (Amount in Rs. Thousands)	
Public Issue	Rights Issue
N I L	5 0 0 0 0 0 0
Bonus Issue	Private Placement
N I L	N I L
III. Position of Mobilisation and Deployment of Funds : (Amount in Rs. Thousands)	
Total Liabilities	Total Assets
1 0 0 0 9 8 7 6 0	1 0 0 0 9 8 7 6 0
Sources of Funds :	Application of Funds :
Shareholders' Funds	Investments
1 0 0 6 7 7 2 1	1 0 1 5 8 7 3 6 6
Policyholders' Funds	Net Fixed Assets
9 0 0 2 3 3 2 0	4 4 8 8 4 9
Net Current Assets	Misc. Expenditure
(1 8 3 6 7 7 5)	- - -
Profit & Loss Account	
3 4 3 8 4 6	
IV. Performance of Company : (Amount in Rs. Thousands)	
Total Income	Total Expenditure
6 2 1 6 7 2 2 8	9 5 0 5 7 4 9
Profit/(Loss) before Tax	Profit/(Loss) after Tax
8 1 5 6 1 3	3 4 3 8 4 6
Earnings per share in Rs.	Dividend Rate %
0 . 5 9	- -
V. Generic name of the principal product of the Company :	
Item Code No. :	
Product Description :	Insurance and Pension Products
Signatures to Schedules 1 to 16	
For and on behalf of the Board of Directors	
Chairman	Director
Managing Director & Chief Executive Officer	Director
Chief Financial Officer	Appointed Actuary
Company Secretary	
Place: Mumbai	
Dated : April 26, 2008	

SBI LIFE INSURANCE COMPANY LIMITED

REGISTRATION NO. : (111) DATED MARCH 29, 2001

MANAGEMENT REPORT

In accordance with the Insurance Regulatory and Development Authority (Preparation of financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002, the following Management Report is submitted by the Board of Directors for the accounting year ended March 31, 2008. The Management of the Company confirms, certifies and declares as below:

1. Certificate of Registration

The Certificate of Registration granted by the Insurance Regulatory and Development Authority to enable the Company to transact life insurance business was valid as at March 31, 2008 and is in force as on the date of this Report.

2. Statutory Dues

All relevant statutory dues payable by the Company have been generally deposited on time as on the date of this Report.

3. Shareholding Pattern

The Company confirms that the shareholding pattern of the Company is in accordance with the requirements of the Insurance Act, 1938 and the Insurance Regulatory and Development Authority (Registration of Indian Insurance Companies) Regulations, 2000 and that there have been no significant transfer of shares during the year.

4. Investment of Funds

The Company has not invested the funds of the holders of the policies issued in India in any securities outside India either directly or indirectly.

5. Solvency Margin

The Company has adequate assets to cover both its liabilities and the minimum solvency margin as stipulated in Section 64 VA of the Insurance Act, 1938.

6. Valuation of Assets

The Company certifies that the amounts reflected under "Loans", "Investments" (excluding fixed income securities held in the Shareholders' account and non-linked Policyholders'

account which are carried at amortised cost), "Agents balances", "Outstanding Premium", "Interest, Dividend and Rents outstanding", "Interest, Dividends and Rents accruing but not due", "Amount due from other persons or Bodies carrying on insurance business", "Sundry Debtors", "Bills Receivable", "Cash" and the several items specified under "Other Accounts" did not exceed their respective realizable or market value.

7. Investment Pattern

The Controlled Fund of the Company have been invested as per the provisions of, inter alia, Sections 27 and 27A of the Insurance Act, 1938 and in accordance with IRDA (Investment) Regulations, 2000.

8. Risk Minimisation Strategies

Underwriting procedures have been enhanced and rules have been structured to enable the Company to strike a balance between mitigating risk, ensuring control and providing better service. The Company seeks to reduce its risk exposure by reinsuring certain levels of risks with re-insurers.

The Company continues to adopt a prudent policy in respect of Investments. The investments are mainly in Government Securities. Non-Government Debt Instruments carrying a credit rating of AA and above only are considered for investment purposes.

9. Country Risk

The Company is operating in India only and hence has no exposure to either other country risk or currency fluctuation risks.

10. Ageing of Claims

Claims are settled on an average basis within thirty days from the date of receipt of all relevant papers. Where clarification/documents are pending, follow-up activities are undertaken. This trend has been maintained by the Company over the last seven years.

The ageing of claims registered and not settled are as below:-

(i) TRADITIONAL CLAIMS (Rs.In Lakh)

Period	COUNT	Amount
UPTO 30 DAYS	216	881.12
30 DAYS TO 6 MONTHS	351	412.30
6 MONTHS TO 1 YR	120	374.31
1 YR TO 5 YRS	183	576.20
5 YRS & ABOVE	NIL	NIL

(ii) ULIP CLAIMS (Rs.In Lakh)

Period	COUNT	Amount
UPTO 30 DAYS	48	81.31
30 DAYS TO 6 MONTHS	71	171.36
6 MONTHS TO 1 YR	4	15.52
1 YR TO 5 YRS	6	9.20
5 YRS & ABOVE	NIL	NIL

11. Valuation of Investments

The Company certifies that the investments made, out of Shareholders' funds and non-linked Policyholders' funds, in Government Securities, Treasury Bills, Bonds and Debentures have been valued at amortised cost. However, in the unit-linked funds, such investments are carried at market value. Inter corporate deposits have been stated at original cost. Investments in mutual funds and listed equity securities are recorded at fair value. The above valuation basis is in accordance with the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002.

In case of unit-linked Policyholders' funds, Government securities with remaining maturity of more than one year are valued at prices obtained from Credit Rating Information Services of India Ltd. ('CRISIL'). Debt securities other than Government securities with remaining maturity of more than one year are valued on the basis of CRISIL Bond Valuer. The amortised/average cost of Government and other debt securities with remaining maturity of one year or less are amortised over the remaining life of the securities. Listed equity securities are measured at fair value on the Balance Sheet date. For the purpose of determining fair value, the last quoted closing price at the National Stock Exchange of India Ltd. ('NSE') is considered. Unrealised gains and losses are recognised in the scheme's Revenue Account.

In the case of shareholders' funds and non-linked Policyholders' funds, the market value of Government Securities has been determined on the basis of valuations published by FIMMDA. The market value of corporate bonds and debentures have been determined on the basis of the benchmark yields and spreads published by FIMMDA. The market value of equity shares is the lower of the last quoted closing prices at the National Stock Exchange of India Ltd.('NSE') and the Stock Exchange , Mumbai('BSE'). Unlisted equity securities are measured at historical cost.

Market value of investments by the Company in mutual funds have been determined on the basis of the latest net asset value declared by the respective funds as at the Balance Sheet date.

During the year Company has provided impairment of losses on equity investments, other than temporary, insignificant, to the extent of Rs. 75.22 Crores in Revenue account & Rs. 19.10 Crores in Profit & Loss account.

13. Review of Asset Quality

All investments as at the year end are performing investments.

14. Directors' Responsibility Statement

The Board of Directors of the Company also state that:

- (a) in the preparation of financial statements, the applicable accounting standards, principles and policies have been followed along with proper explanations relating to material departures, if any;
- (b) the management has adopted accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the operating loss and of the profit of the company for the year;
- (c) 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) / Companies Act, 1956 (1 of 1956), for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the management has prepared the financial statements on a going concern basis;
- (e) the management has ensured that an internal audit system commensurate with the size and nature of the business exists and is operating effectively.

15. Related Party Transactions

The Schedule of transactions and year-end outstanding balances of related parties in the ordinary course of business are indicated in Note No. 19C of the Notes to Accounts in Schedule 16 of the Financial Statements.

For and on behalf of the Board of Directors

Chairman

Director

Managing Director & Chief Executive Officer

Director

Chief Financial Officer

Appointed Actuary

Place : Mumbai

Dated : April 26, 2008

Company Secretary