

SBI Life Net up 6% at ₹225 cr

Our Bureau

Mumbai: The country's largest private sector life insurance by market capitalisation SBI Life, reported a 6% growth in net profit during the second quarter compared to a year ago, in its maiden quarterly earnings post listing on the stock exchanges.

During the quarter, the company reported profit of ₹225.47 crore as against ₹212.7 crore in the corresponding quarter of the previous year. Value of new business (VNB) margin, which reflects additional value to shareholders improved to 15.6% in the first half of the financial year, from 15.4%. VNB margin is the ratio of VNB to new business and is a measure of the expected prof-

BANK RESULTS

Maiden Earnings

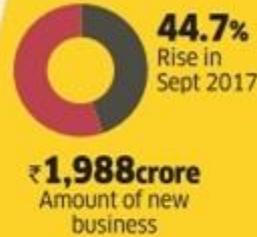
PROFIT

Sept 2017 ₹225.47 cr
Sept 2016 ₹212.7 cr

VNB

15.6% H1 of this FY
15.4% H1 of last FY

Individual new business premium



itability of new business.

The company's solvency ratio fell marginally to 2.09 from 2.14. This is, however, higher than the regulatory requirement of 1.5. Also, its expense ratios rose up to 12.67% from 11.86%.

Backed by the rising demand for unit linked products, its individual new business premium rose 44.7% to ₹1,988

crore. It saw 10.8% jump in total protection business income. Also, the renewal premium grew 35.2%.

While its 13th month persistency improved, 61st month persistency by premium deteriorated to 51.05% from 65.73% a year ago. Higher persistency ratios shows the number of policies in force.