



# Independent Actuary's Opinion

19 April, 2024

The Board of Directors

SBI Life Insurance Company Limited

Natraj, M.V. Road and Western Express Highway Junction  
Andheri (East),  
Mumbai - 400 069

## WTW Opinion on Embedded Value as at March 31, 2024

Willis Towers Watson Actuarial Advisory LLP ("WTW", "we", "us" or "our") has been engaged by SBI Life Insurance Company Limited ("SBI Life" or "the Company") to review and provide an independent actuarial opinion on the embedded value results prepared by SBI Life.

The review covered the embedded value as at March 31, 2024 of INR 528.6 billion and the value of one year's new business written during the period 1 April 2023 to March 31, 2024 of INR 55.5 billion (together, "embedded value results").

### Scope of work

#### Our scope of work covered:

- A review of the model, methodology and assumptions used to determine the embedded value results;
- A review of the results of SBI Life's calculation of the embedded value results;
- A review of movement in embedded value from March 31, 2023 to March 31, 2024;
- A review of movement in value of new business from March 31, 2023 to March 31, 2024; and
- A review of select sensitivities as defined by the Company.

### Opinion

WTW has concluded that the methodology and assumptions used to determine the embedded value results of SBI Life materially comply with the standards issued by the Institute of Actuaries of India within the Actuarial Practice Standard 10 ("Indian Embedded Value Principles"), and in particular that:

- the economic assumptions used are internally consistent and result in the projected cash-flows being

valued in line with the prices of similar cash-flows that are traded on the capital markets;

- the operating assumptions have been set with appropriate regard to the past, current and expected future experience;
- the Required Capital has been determined and projected on the basis of SBI Life's internal capital target of 180% of the Required Solvency Margin and has been assessed from a shareholders' perspective;
- allowance has been made for the Cost of Residual Non-Hedgeable Risks; and
- for participating business, the assumed bonus rates, and allocation of profit between policyholders and shareholders, are consistent with the projection assumptions, established company practice and local market practice.

WTW has performed high-level reasonableness checks, commensurate to the reporting schedule, on the results of the calculations performed by SBI Life. On the basis of this review, WTW has confirmed that no issues have been discovered that have a material impact on the disclosed embedded value as at March 31, 2024, the value of one year's new business written during the period 1 April 2023 to March 31, 2024, the movement in embedded value over March 31, 2023 to March 31, 2024, movement of value of new business over March 31, 2023 to March 31, 2024 and the sensitivity analysis as at March 31, 2024.

Based on incremental model review for material new products and key model changes incorporated by SBI Life during the year, WTW has confirmed that the model used to prepare the results align with, in all material respects, the intended methodology and assumptions.

In arriving at these conclusions, WTW has relied on data and information provided by SBI Life. This Opinion is made solely to SBI Life in accordance with the terms of WTW's engagement letter dated November 17, 2022. To the fullest extent permitted by applicable law, WTW does not accept or assume any responsibility, duty of care or liability to anyone other than SBI Life for or in connection with its review work, the opinions it has formed or for any statements set forth in this opinion.

Vivek Jalan, FIAI

Partner

### Willis Towers Watson Actuarial Advisory LLP

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Gurugram-122003, India

Kunj Behari Maheshwari, FIAI

Partner

# Corporate Information

## Board of Directors

**Mr. Dinesh Kumar Khara**

Chairman

**Mr. Ashwini Kumar Tewari**

Non-Executive, Nominee Director

**Mr. Narayan K Seshadri**

Independent Director

**Dr. Tejendra Mohan Bhasin**

Independent Director

**Mr. Shobinder Duggal**

Independent Director

**Ms. Usha Sangwan**

Independent Director

**Mr. Amit Jhingran**

Managing Director and CEO

## Statutory Auditors

**M/s S K Patodia & Associates LLP**

Chartered Accountants

**M/s S A R C & Associates**

Chartered Accountants

## Company Secretary

**Mr. Girish Manik**

## Compliance Officer

**Mr. Pranay Raniwala**

## Registrar & Transfer Agents

**KFin Technologies Limited**

Selenium Tower B, Plot Nos. 31 & 32,  
Gachibowli, Financial District,  
Nanakramguda, Serilingampally,  
Hyderabad, Rangareddi,  
Telangana, India - 500032

## Senior Leadership

**Mr. Amit Jhingran**

Managing Director and CEO

**Mr. M. Anand**

President and Chief Distribution Officer

**Mr. Abhijit Gulanikar**

President – Business Strategy

**Mr. Sangramjit Sarangi**

President and Chief Financial Officer

**Mr. G. Durgadas**

President – Operations and Information Technology

**Mr. Subhendu Kumar Bal**

Chief Actuary and Chief Risk Officer

**Mr. Subodh Kumar Jha**

EVP, Chief of HR and Management Services

**Mr. Prithesh Chaubey**

Appointed Actuary

**Mr. Gopikrishna Shenoy**

Chief Investment Officer

## Bankers

State Bank of India (SBI)  
HDFC Bank  
Kotak Bank  
Citi Bank, N.A.  
City Union Bank  
Indian Bank  
Karur Vysya Bank  
DBS Bank India Ltd  
Punjab & Sind Bank  
South Indian Bank  
UCO Bank  
Yes Bank  
Axis Bank  
Punjab National Bank

## Registered and Corporate Office

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