

**Audited Receipts and Payments account (Cash Flow Statement)**  
**for the period ended 31st March 2010**  
(Amount in thousands of Indian Rupees)

Particulars	Audited Year ended 31st March 2010	Audited Year ended 31st March 2009
<b><u>Cash flow from operating activities (A)</u></b>		
Premium received	55,419,250	44,744,544
Reinsurance premium ceded	(727,200)	(549,041)
Application money deposit & due to Policy holders	381,461	(166,281)
Commission paid	(5,633,718)	(5,126,124)
Deposits taken from/(refunded to) agents	(4,482)	(674)
Payments made to employees and for expenses	(11,627,588)	(9,646,265)
Claims paid	(11,504,071)	(6,436,028)
Deposits & others	118,001	(183,638)
Deposits with Reserve Bank of India	-	-
Other income	(158,165)	151,875
Loan against Policies	(9,821)	(54,612)
<b>Cash inflow / (outflow) from operating activities</b>	<b>26,253,667</b>	<b>22,733,758</b>
Taxes Paid (Fringe Benefit Tax & Wealth Tax)	(5,377)	(60,638)
<b>Net cash flow from operating activities (A)</b>	<b>26,248,290</b>	<b>22,673,121</b>
<b><u>Cash flow from investing activities (B)</u></b>		
Purchase of fixed assets	(331,946)	(489,525)
Sale of fixed assets	15,398	15,269
Decrease /(Increase) in investments	(34,190,403)	(31,678,300)
Cash held to cover linked liabilities	309,093	(1,330,225)
Interest received (net of tax deducted at source)	3,717,645	3,410,727
Dividend received	733,518	408,887
<b>Net cash used in investing activities (B)</b>	<b>(29,746,695)</b>	<b>(29,663,168)</b>
<b><u>Cash flow from financing activities (C)</u></b>		
Share capital issued	900,000	6,050,000
Share premium	3,600,000	1,200,000
<b>Net cash inflow from financing activities (C)</b>	<b>4,500,000</b>	<b>7,250,000</b>
<b>Net increase / (decrease) in cash and cash equivalents (D=A+B+C)</b>	<b>1,001,595</b>	<b>259,953</b>
<b>Cash and cash equivalents at beginning of the year</b>	<b>2,775,194</b>	<b>2,515,241</b>
<b>Cash and cash equivalents at end of the period</b>	<b>3,776,789</b>	<b>2,775,194</b>

**Notes:**

1. Cash and cash equivalents at end of the period includes:

Cash and Bank Balances	5,697,972	5,189,719
Temporary Overdraft (as per books only)	(1,921,183)	(2,414,525)
<b>Cash and cash equivalents</b>	<b>3,776,789</b>	<b>2,775,194</b>

2. Due to large volume of investments transactions, cash flow is reported on net basis in accordance with Accounting Standard 3 issued by the Institute of Chartered Accountants of India.

For **Khimji Kunverji & Co**  
Chartered Accountants

For **Fraser & Ross**  
Chartered Accountants

**For and on behalf of the Board of Directors**

**Shivji K Vikamsey**  
Partner

**S. Ganesh**  
Partner

Chairman

Managing Director

Director

Director

**Puneet M Bansal**  
Company Secretary

**Fabien Jedy**  
Appointed Actuary

**Mayank Bathwal**  
Chief Financial Officer

Mumbai, 26th April 2010