MAGMA
General Insurance Limited
(formerly Magma HDI General Insurance Company Limited)

ANNUAL REPORT

FY2026

INDEX

SUPPORTING INDIA'S JOURNEY TOWARDS FINANCIAL SECURITY

"Achha Kiya Insurance Liya" is an insurance awareness initiative by the General Insurance Council (GIC) of India aimed at building a financially secure India. Magma General Insurance is proud to be a part of this awareness movement.

INTERIM CEO'S MESSAGE

Mr. Ramchandra Pandit

Whole Time Director, Interim CEO & Chief Distribution and Product Officer

Macro-Economic Overview –

The global economy during FY 25-26 remained resilient despite persistent geopolitical tensions, changing trade dynamics, inflationary pressures in select markets and increasing climate related risks. While several advanced economies witnessed gradual moderation in inflation and a shift towards more accommodative monetary policies, global growth remained uneven amidst continuing geopolitical conflicts, supply chain realignments and heightened uncertainty surrounding international trade.

Against this backdrop, India once again distinguished itself as one of the world's fastest growing major economies. According to the Government of India's First Advance Estimates (FAE), the Indian economy recorded an estimated real GDP growth of 7.4% during FY 25–26 against 6.5% during FY 24-25. This was supported by resilient domestic consumption, sustained public capital expenditure, robust services sector performance and expanding manufacturing activity. The Economic Survey projects GDP growth in the range of 6.8% - 7.2% during FY 26-27, reflecting confidence in the country's medium-term economic fundamentals.

Equally encouraging has been the Government's continued commitment to fiscal discipline. The Union Budget reaffirmed the fiscal consolidation roadmap while maintaining a strong focus on growth-oriented investments. The fiscal deficit target of 4.4% of GDP, coupled with continued capital expenditure exceeding ₹12.2 lakh crore.

While the macroeconomic outlook remains encouraging, the business environment continues to evolve rapidly. Geopolitical uncertainties, climate-induced catastrophes, cyber threats, volatile commodity prices and changing customer expectations are reshaping traditional risk landscapes across industries. For insurers, these developments reinforce the importance of agility, innovation and disciplined risk management.

Rapid digital adoption has fundamentally transformed customer expectations. Today's customers expect simplified products, seamless digital interactions, faster claims settlement and personalized service experience. India's Digital Public Infrastructure including Aadhaar, Unified Payments Interface (UPI), Digi Locker and Account Aggregator continue to strengthen the broader financial ecosystem by improving accessibility, reducing friction and enabling innovative distribution models. These developments are creating significant opportunities for insurers to reach underserved customer segments through embedded Insurance, digital partnerships and tech-enabled service models.

Regulatory Overview –

The Insurance Regulatory and Development Authority of India (IRDAI) has continued to play a pivotal role in shaping this transformation through progressive and forward-looking reforms. Guided by its vision of "Insurance for All by 2047", the regulator continues to focus on expanding Insurance accessibility, strengthening policyholder protection, enhancing operational efficiency and fostering innovation across the sector.

One of the most transformative initiatives under this vision is the Bima Trinity comprising Bima Sugam, Bima Vahak and Bima Vistaar. Collectively, these initiatives seek to simplify policy purchase and servicing, strengthen last mile distribution, particularly in underserved geographies, and improve affordability of Insurance products eventually leading to improving Insurance penetration significantly while creating a more inclusive, transparent and digitally enabled Insurance ecosystem.

The regulatory focus during the year also remained centered on customer protection, governance, operational resilience and ease of doing business. The passage of legislative reforms permitting up to 100% Foreign Direct Investment (FDI) in the Insurance sector marks another significant development for the industry.

Industry Overview –

The long-term outlook for India's Insurance sector remains highly encouraging. Despite being one of the fastest growing Insurance markets globally, Insurance penetration in India continues to remain below the global average, reflecting significant untapped potential.

The Indian Insurance sector is entering a new era of robust mid-term growth, driven by strong macroeconomic fundamentals and rising consumer demand. As per the Swiss Re Sigma Report (No. 02/2025), India remained the 10th largest Insurance market globally by nominal premium volumes in 2024, with a market share of 1.8%. Insurance penetration stood at 3.7%, with Life Insurance at 2.7% and Non-Life at 1%.

Forecasts show that India's Insurance market will grow at an annual rate of 6.9% over 2026 to 2030 as against 3.1% in 2025 in real terms, higher than major emerging and advanced Insurance markets. The Chinese market, for example is expected to grow by around 4% and the US by 2% over the same period. Health Insurance is expected to grow by an average of 7.2% per year over 2026 to 2030. Motor Insurance, driven by greater vehicle uptake, will grow by 7.5% per year during the same period.

Against the favourable regulatory backdrop, the Indian general Insurance industry continued to demonstrate resilience despite operating amidst elevated claims inflation and increasing risk complexity.

Industry Gross Direct Premium Income (GDPI) grew by 9.3% during FY 25-26 to approximately ₹3.36 lakh crore (PY – ₹3.07 lakh crore). Growth was supported by continued expansion across Motor, Health and Commercial Lines, reflecting India's strong macroeconomic fundamentals and increasing awareness regarding financial protection. Health Insurance continues to be one of the fastest growing segments (17% YOY) of the industry, driven by increasing healthcare awareness, rising medical inflation, changing lifestyle patterns and growing demand for comprehensive health protection. Commercial Lines (12% YOY) also continued to perform well, supported by infrastructure development, industrial expansion, logistics growth and increasing enterprise risk awareness. Motor Insurance continues showcased a growth of 9% YOY, benefiting from continued vehicle sales, increasing financing penetration and mandatory third-party Insurance requirements.

The Industry nevertheless continues to face several evolving challenges. Rising Medical Inflation, increasing Severity of Motor Claims, Climate Induced Catastrophes, Cyber Risks, changing Regulatory expectations and volatility in Reinsurance markets continue to exert pressure on Underwriting Profitability. In this environment, success will increasingly depend on disciplined Underwriting, robust Claims management, Tech-enabled operations and prudent Capital allocation rather than Premium growth alone.

Technology is therefore becoming the defining differentiator across the Insurance landscape. Artificial Intelligence, Machine Learning, Predictive Analytics, Automation, Telematics and Advanced Fraud detection are fundamentally transforming Underwriting, Pricing, Claims servicing and Customer engagement. Digital ecosystems, API integrations and embedded Insurance models are enabling insurers to improve customer experience while enhancing operational efficiency and risk selection.

At Magma General Insurance, we view these Industry developments as opportunities to continuously strengthen our competitive position. Our investments in Digital transformation, Analytics, Customer Experience and Risk Management are aligned with the future direction of the Industry and reinforce our commitment to delivering sustainable value while maintaining the highest standards of governance and customer trust.

Company Overview –

Against this evolving economic and Industry landscape, Magma General Insurance continued to execute its strategy with Discipline, Agility and a Clear focus on creating sustainable long-term value. We believe that in a rapidly changing Insurance landscape, enduring success is not defined merely by the pace of premium growth but by the quality of underwriting, strength of customer relationships, operational excellence and prudent capital management. Guided by these principles, we remained focused on building a balanced, resilient and future-ready organization.

A snapshot of the company's performance is as below:

Particulars	FY2025	FY2026
No. of Policies issued	1,206,640	1,179,163
Gross Written Premium (INR Crs.)	3,635	4,057
Gross Direct Premium Income (INR Crs.)	3,334	3,615
Net earned premium (INR Crs.)	3,008	3,347
Income from Investments & other Income (INR Crs.)	535	642
Profit/(Loss) before tax (INR Crs.)	28	47
Profit/(Loss) after tax (INR Crs.)	1	29
Combined Ratio (COR)	115.00%	116.87%
Solvency Margin	202%	174%

I am pleased to share that FY 25-26 was another year of healthy progress for the Company. Our Gross Written Premium (GWP) increased to **₹4,057 crore**, representing a growth of 11.6%, outperforming the overall Industry's Gross Direct Premium Income (GDPI) growth of 9.3%. Our Gross Direct Premium Income (GDPI) grew to ₹3,615 crore in FY 25-26 (PY: ₹3,334 crore). FY 25-26 marks a decisive turnaround in our profitability journey; PAT grew over 28x to **₹28.8 crore** (PY: ₹1.01 crore). This reflects combined impact of a more favourable business mix skewed towards Health Insurance, stronger Investment Income and sustained cost discipline across the organization. One of the defining milestones of the year was the continued diversification of our business portfolio. While Motor Insurance continues to remain an important pillar of our franchise, we consciously accelerated our presence in Health and Commercial Lines, strengthening the quality and resilience of our portfolio.

Health Insurance emerged as our strongest growth engine during the year. Our Health portfolio grew by **36.6%** to **₹1,355 crore** in FY 25-26 (PY: ₹922 crore). Consequently, the contribution of Health Insurance to our overall portfolio increased to **33.4%** (PY: 27.3%). We believe Health Insurance will remain one of the most attractive long-term growth opportunities for the Company as healthcare awareness and financial preparedness continue to increase across the country.

Our Commercial Lines portfolio also delivered steady growth, increasing to **₹637 crore** (PY: ₹575 crore) during the year. Continued Investments in Infrastructure, Manufacturing, Logistics and Enterprise Risk Management are creating sustained demand for specialized Insurance solutions, and we remain committed to strengthening our capabilities across commercial products to support India's expanding economy.

Our Motor portfolio remained broadly stable at **₹2,065 crore** (PY: ₹2,068 crore). Importantly, Motor's share of our overall portfolio dropped to **50.9%** in FY 25-26(PY: 56.9%), reflecting our deliberate strategy of building a more diversified portfolio rather than increasing dependence on a single line of business.

The operating environment continued to present profitability challenges for the Industry. Rising healthcare costs, increasing vehicle repair expenses, higher catastrophe losses, inflationary pressures and evolving customer expectations continued to impact claims experience across the sector. Consequently, our Combined Ratio stood at **116.9%** during FY 25-26 (PY: 115.0%). While these pressures remain an area of continued management focus, we are confident that disciplined underwriting, enhanced claims management, improved portfolio mix and Technology-led operating efficiencies will support progressive improvement over the medium term.

Our financial strength continues to remain one of our key competitive advantages. As on 31 March 2026, the Company's Solvency Ratio stood at **1.74**, comfortably above the regulatory requirement of 1.50 prescribed by IRDAI. Our financial strength was further reinforced by the continued growth and prudent management of our Investment portfolio. Our Investment corpus increased to **₹8,379 crore** in FY 25-26 (PY: ₹7,971 crore) with **97.5%** of our rated Investment portfolio continued to be invested in AAA securities.

Our distribution strategy remains equally important to our long-term growth ambitions. We continue to strengthen our diversified distribution ecosystem comprising Agency, Bancassurance, Brokers, OEM partnerships, Corporate Agents and Digital channels. This balanced distribution model not only expands our market reach but also improves business resilience by reducing dependence on any single distribution channel. Going forward, we expect ecosystem partnerships, embedded Insurance and digital distribution to become increasingly important drivers of future growth.

Equally important is our unwavering commitment to governance, compliance and enterprise risk management. As emerging risks continue to evolve from cyber threats and climate change to changing regulatory expectations, we remain focused on strengthening our governance framework, internal controls and risk management capabilities. Strong governance and ethical business practices remain fundamental to protecting stakeholder interests and sustaining long-term value creation.

Future readiness extends beyond business growth, it requires building a resilient organization founded on strong governance, technology and trust. During the year, we continued to strengthen our preparedness for the evolving regulatory landscape through focused initiatives towards IFRS implementation, enhancement of our data governance framework in alignment with the Digital Personal Data Protection (DPDP) Act, and continued investments in cyber security and information security. These initiatives reinforce our commitment to financial transparency, responsible data stewardship and operational resilience, while positioning the Company to navigate an increasingly digital and regulated business environment with confidence.
Our people remain the foundation of our success. Their commitment, expertise and customer-centric mindset continue to differentiate Magma General Insurance in an increasingly competitive marketplace. We remain committed to investing in leadership development, capability building, diversity and an inclusive workplace culture that empowers our employees to innovate, collaborate and deliver excellence.

Looking ahead, we remain optimistic about India's long-term growth story and the opportunities it presents for the Insurance Industry. Favourable demographics, rising Insurance awareness, increasing digital adoption, infrastructure led development, expanding healthcare needs and progressive regulatory reforms provide a strong foundation for sustained Industry growth. At the same time, evolving customer expectations, climate-related risks and Technological disruption will require insurers to remain agile, innovative and disciplined.

Our strategic priorities for FY 26-27 and beyond remain clear. We will continue to pursue profitable growth, strengthen underwriting excellence, come out with innovative products, enhance customer experience, deepen our presence across high growth business segments, accelerate digital transformation, leverage data and analytics for better decision-making and further strengthen our distribution capabilities. We will continue to build a diversified and resilient portfolio while maintaining prudent capital management and the highest standards of governance.

As India advances towards its vision of becoming a developed nation by 2047, Insurance will play an increasingly critical role in protecting individuals, businesses and communities against evolving risks. At Magma General Insurance, we aspire to be more than an insurer, we aspire to be a trusted risk partner, delivering innovative, accessible and customer centric solutions that contribute meaningfully to India's economic progress and financial resilience.

On behalf of the Board of Directors, I extend my sincere gratitude to our customers for their enduring trust, our Distribution Partners and Intermediaries for their unwavering support, our Reinsurers and Business associates for their continued collaboration, our Shareholders for their confidence in our vision, the Insurance Regulatory and Development Authority of India (IRDAI) and other regulatory authorities for their continued guidance and stewardship. Above all, I express my heartfelt appreciation to every member of the Magma General Insurance family. Their passion, resilience and unwavering commitment continue to inspire our progress and position us strongly for the future.

Together, we remain committed to building a stronger, more resilient and future ready Magma General Insurance, one that creates sustainable value for all stakeholders while contributing meaningfully towards the national vision of "**Insurance for All by 2047**."

Mr. Ramchandra Pandit

Whole Time Director, Interim CEO & Chief Distribution and Product Officer

COMPANY INFORMATION

Board of Directors

Mr. Sanjay Chamria
Chairman, Non-Executive Director

Mr. Vinesh Kriplani
Non-Executive (Nominee) Director

Mr. Mayank Poddar
Non-Executive Director

Mr. Jens Wohlthat
Non-Executive, Non-Independent Director

Ms. Sandhya Gadkari Sharma
Non-Executive Independent Director

Mr. Sudhir Kapadia
Non-Executive Independent Director

Mr. Sanjay Sachdev
Non-Executive Independent Director

Mr. Rajive Kumaraswami
Managing Director & CEO
(Upto March 20, 2026)

Mr. Ramchandra Pandit
Interim CEO (w.e.f. March 21, 2026) and
Whole-time Director (w.e.f. April 17, 2026)

Joint Statutory Auditors

Singhi & Co.
Chartered Accountants

M S K A & Associates LLP
Chartered Accountants

Secretarial Auditors

Parikh & Associates
Practising Company Secretaries

Key Management Persons

Mr. Vikas Mittal
Deputy Chief Executive Officer
(Upto November 22, 2025)

Mr. Ramchandra Pandit
Chief Distribution and Product Officer
(w.e.f. September 23, 2025)

Mr. Amit Bhandari
Chief Technical Officer

Mr. Gaurav Parasrampuria
Chief Financial Officer

Ms. Smita Mitra
Chief of Staff
(w.e.f. July 9, 2025)

Mr. Shivendra Tripathi
Appointed Actuary

Mr. Amit S. Thapliyal
Chief Technology Officer

Mr. Vikram Arora
Chief Digital Officer
(w.e.f. November 17, 2025)

Mr. Jinesh M. Shah
Chief Investment Officer

Mr. Anilkumar Satyavarpu
Chief Human Resource Officer
(upto August 8, 2025)

Mr. Amit Raheja
Chief Compliance Officer
(Upto October 27, 2025)

Mr. Kishore T. Khanchandani
Chief Risk Officer

Mr. Amit Loya
Chief Internal Auditor

Ms. Sidhi Jatkar
Company Secretary
(w.e.f. April 02, 2025)

Mr. Sumit Talreja
Chief Compliance Officer
(w.e.f. April 17, 2026)

Principal Bankers

Axis Bank
HDFC Bank
HSBC Bank
ICICI Bank
State Bank of India
Punjab National Bank

KEY PERFORMANCE HIGHLIGHTS

₹4,056.57#
crores
Gross Written Premium (GWP)

11.6%^
YoY growth in GWP

1.74
Solvency Ratio as against IRDAI prescribed 1.50

22,147
Number of Agents, Brokers, Corporate Agents, MISPs and POS

9,951*
Network hospitals

8,928*
Network garages / repairers

More than
3.77
Million
Active customers

11.79#
Lakh
Policies issued

278,612#
Claims serviced

95.59%
Claim Settlement Ratio for Motor OD Claims within 30 days

97.5%#
of Rated Investments in AAA+ securities

72.41%*
Stock held by Sanoti Properties LLP**

**Sanoti Properties LLP held by Adar C. Poonawalla (90%) & Rising Sun Holdings Pvt. Ltd. (10%)

*As at Mar 2026 #In FY26 ^(FY26 v/s FY25)

PRODUCT SUITE

Our product suite displays a comprehensive mix of general insurance solutions to provide financial protection against unseen losses.

Retail Lines of Business

Our retail portfolio spans Motor, Health, Personal Accident, and Home Insurance, with Motor continuing to anchor the portfolio, followed by a rapidly scaling Health business.

Motor Insurance

Our Motor offering delivers comprehensive protection across Private Car, Commercial Vehicle, and Two-Wheeler segments, structured under both Package and Liability-Only covers. For new Private Cars and Two-Wheelers, we also extend Multi-Year Insurance for enhanced customer convenience and retention.

A robust suite of add-ons enriches the core product, including:

Established Covers: Depreciation Reimbursement, Consequential Damage to Engine, and Return to Invoice.

New-Age covers: Battery Secure, Zero Excess, and Additional Towing Assistance.

Usage-based innovation: Pay as You Drive for Private Cars, offering premium flexibility linked to annual vehicle mileage.

Health Insurance

With a sharpened focus on the Health vertical, we have diversified our offering across Retail Indemnity, Group Indemnity, and Group Personal Accident lines.

Building on this foundation, we are in the process of launching Health 10.0, a next-generation health product designed to address the growing demand for higher sum insured coverage, coupled with an optional deductible feature to enhance affordability and ensure long-term sustainability. The product is further strengthened with a suite of optional covers and Value-Added Services (VAS), aligning with the evolving market shift from curative to preventive healthcare.

To address unmet market needs, we have also launched Double Suraksha, a specialized product offering a per-day hospitalization benefit that safeguards the insured against income loss during hospitalization, while supporting the family's essential daily needs.

In parallel, we are actively exploring niche and emerging customer segments, including:

Senior Citizens - through a dedicated Preventive Care Program.

Gen Z / Younger Adults - via a purpose-built Health Product aligned to lifestyle-driven needs.

Complementing this, we have introduced a full-stack Personal Accident product offering wide sum Insured coverage tailored to all customer segments.

Scaling the Health Opportunity

The Indian health insurance market remains largely untapped, signaling a strong structural growth runway across all strata of society. We are well-positioned to capture this opportunity, backed by:

State-of-the-art health products are designed for diverse customer segments.

A robust cashless network of 9,900+ hospitals with deep geographic reach.

Hassle-free, transparent claims settlement.

Commercial Lines of Business

Our Commercial Insurance book has demonstrated consistent growth, supported by a comprehensive product suite catering to the evolving needs of the corporate segment. Existing offerings span Property, Engineering, Marine, Liability, and Miscellaneous lines of business, which we periodically revisit and refine to remain aligned with dynamic market requirements.

In line with our commitment to innovation, we are actively developing Pre-Underwritten and Digitally Enabled products for various MSME customer segments, reinforcing our differentiated, tech-forward approach to commercial risk.

Our Product Delivery Promise

Every product is engineered for a seamless purchase-to-claim experience, delivered with complete transparency. Blending a human touch with digital intelligence, we consistently strive to stay one step ahead in product delivery and customer experience.

We offer 70+ products with a wide array of add-ons across corporate and retail clients. A snapshot of our product lines is presented below:

RETAIL	CORPORATE
Health	Property
Private Car	Engineering
Two Wheeler	Marine
Commercial Vehicle	Liability
Personal Accident	Group Health
Householder's Package	Group Accident
Shopkeeper's Package	Miscellaneous

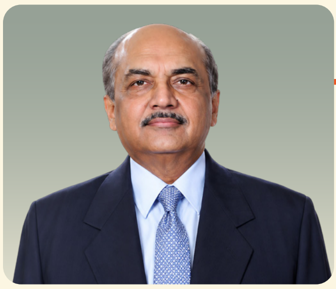
BOARD OF DIRECTORS

Mr. Sanjay Chamria

Chairman, Non-Executive Director

Mr. Sanjay Chamria, the founder Chairman of the Board of Directors of the Company, is a first-generation entrepreneur who co-founded Magma Fincorp Limited (Magma) in 1988 and later forged a JV partnership with HDI Global SE, Germany in 2009 to set up Magma General Insurance. Magma grew into a large, diversified retail financing company focusing on new & used vehicles, construction equipment, tractors, mortgages including LAP and working capital finance to MSMEs and General Insurance with nationwide presence across 20+ states and over 300 branches employing 10,000+ people. Mr. Chamria, after ceding ownership and management control to the Poonawalla Group in 2021, has set up Magma Ventures Private Limited, an investment platform to invest in listed and unlisted growth enterprises and support first generation entrepreneurs across equities, structured credit and other financial instruments.

Mr. Chamria is a well-recognized leader in India's finance industry, having made representations to the RBI, IRDAI, Finance Ministry and other government bodies on issues facing the BFSI sector while serving on the Board of Finance Industry Development Council (FIDC), FICCI & CII sub-committees.



Mr. Mayank Poddar

Non-Executive Director

Mr. Mayank Poddar is a pioneering entrepreneur and visionary leader with over 50 years of experience in finance, real estate, and diversified industries. He began his entrepreneurial journey at a remarkably young age, launching an automobile business during his teenage years. Upon attaining majority, he took over and successfully expanded his late father's business in hire purchase, financing, and property development. He is the visionary who envisioned the dramatic growth of the Indian economy, some four decades ago and promoted Magma Fincorp Limited. He is also the driving force behind the brand – "Celica" today, overseeing its expansion and strategic direction as the Chairman of Celica Developers Private Limited and he holds Directorship in various other Companies/ LLP's/ Body Corporates.

Mr. Vinesh Kriplani

Non- Executive (Nominee) Director

Mr. Vinesh Kriplani is a Chartered Accountant specializing in Indian corporate and international taxes. He is currently associated with the Cyrus Poonawalla Group. He has been instrumental and handling several mergers and acquisitions and corporate restructuring projects. He is well-versed in the subjects of transfer pricing, tax dispute resolutions, valuations, and foreign exchange management.

Mr. Vinesh Kriplani has about 30 years of experience in the consulting field with firms including Arthur Andersen, RSM & Co., PricewaterhouseCoopers, Ernst and Young and KPMG.

Mr. Jens Holger Wohlthat

Non-Executive, Non-Independent Director

Mr. Jens Holger Wohlthat joined HDI Global, Hannover (HDI), Germany's third largest insurance group in 1980 and has since served in various capacities in industrial liability, underwriting and international operations. In 2006, he was appointed as a Member of the Executive Board (Director) of HDI, responsible for international operations. Mr. Wohlthat has superannuated from HDI on 30 September 2022, however, continued to serve as the Nominee Director representing HDI interest until his resignation, upon HDI having sold it's shareholding in Magma (formerly Magma HDI) effective November 2023. Mr. Wohlthat is a Non-Executive, Non-Independent Director of Magma General Insurance Limited.

Mr. Sanjay Sachdev

Non-Executive Independent Director

Mr. Sanjay Sachdev has an MBA from the American Graduate School of International Management (Thunderbird), Phoenix, AZ, USA and holds a degree in Law and Business from the University of Bombay.

He brings over 30 years of extensive experience in global financial services, having held leadership positions at prominent organizations such as Tata Asset Management, Shinsei Bank (Japan), and Principal Financial Group.

Currently, Mr. Sachdev is the Managing Director of Freedom Financial Services, a family office specializing in investments within the financial services sector and serves as a Board member of Baroda BNP Paribas Asset Management India Private Limited and Blufin Consulting Private Limited. He also holds the role of senior advisor at First Trust Portfolios. Additionally, he contributes as an advisory board member to Apis Partners, a leading private equity impact fund manager, where he has served for more than a decade. Mr. Sachdev's commitment to social impact extends to his role as a senior advisor to Brandeis University, focusing on social impact investments in India. He also has a notable history of community service, having been the Founding Chairperson of the United Way of Mumbai and was also the Founding Chairman of the Financial Planning Standards Board of India (FPSB) that issues the highly reputed CFP Certificate in 27 countries and was the Global Chairperson of the FPSB in 2017.

Mr. Sudhir Kapadia

Non-Executive Independent Director

Mr. Sudhir Kapadia is a Chartered Accountant and a Chartered Financial Analyst with over three decades of extensive experience in taxation and business regulations. He has served as the Tax & Regulatory Services Leader and a Board Member at Ernst & Young (EY) India. Mr. Kapadia currently serves on the Boards of IDFC First Bank Limited and Clearcorp Dealing Systems (India) Limited and is a senior advisor in KPMG India and Cyril Amarchand Mangaldas.

Mr. Kapadia has also been an Advisor to clients across manufacturing, financial services, private equity, technology, and entertainment sectors. He is the past President and a permanent invitee to the Board of Bombay Chamber of Commerce and Industry. Mr. Kapadia has completed executive leadership programs at IMD and Harvard Business School (HBS), including the Journey to Boardroom program at HBS.

Ms. Sandhya Gadkari Sharma

Non-Executive Independent Director

Ms. Sandhya Gadkari Sharma is a seasoned finance professional with over 39 years of diverse experience across reputed institutions including ICICI, ICICI Bank, and Mahindra & Mahindra Ltd. She currently serves on the Boards of Entero Healthcare Solutions Limited, ICICI Securities Limited, ICICI Home Finance Company Limited and PPFAS Trustee Company Private Limited. Her areas of expertise span project appraisals, term lending, and the resolution of complex multi-party stressed assets and non-performing assets (NPAs). During her tenure at ICICI, she represented the institution as Nominee Director on the Boards of several assisted companies.

At Mahindra & Mahindra Ltd., she was associated with the Mergers & Acquisitions function, managed corporate finance and investor relations, and played a pivotal role in strengthening the company's corporate governance framework. She also brings significant experience in handling investigations related to the Prevention of Sexual Harassment (PoSH) and Code of Conduct violations, having served in various oversight capacities.

Mr. Ramchandra Pandit

Whole Time Director, Interim CEO & Chief Distribution and Product Officer

Mr. Ramchandra Pandit brings over 28 years of experience and has spent more than two decades in Life, Health and General Insurance. Ram has expertise in operating model development, distribution, partnership scale-up, product development, and JV formation for insurance enterprises. His recent roles include serving as MD & CEO of Navi General Insurance, CEO of Bimamandi (a web insurance aggregator), and CEO-designate at India Insurance in JV with Agam Capital. His prior assignments at Bajaj Allianz Life, ING Life, and HDFC Life included leadership roles in Bancassurance, Partnerships, Strategic Alliances, Agency, and Group Business. He holds an MBA in Marketing Management from Symbiosis Institute of Business Management, a Bachelor's degree in Computer Science, and Product Development Strategy course from FALIA, Japan.

BOARD'S REPORT

Dear Shareholders,

Magma General Insurance Limited
(Formerly Magma HDI General Insurance Company Limited)

The Board of Directors are pleased to present the Seventeenth (17th) Annual Report of Magma General Insurance Limited [Formerly known as Magma HDI General Insurance Company Limited] ("Magma" or "the Company") along with the Audited Financial Statements for the Financial Year ended March 31, 2026.

The summarized financial results are given below:

Financial Highlights

(₹ in crores)

Particulars	Year ended March 31, 2026	Year ended March 31, 2025	Growth
Gross Written Premium	4,056.57	3,634.95	11.6%
Net Written Premium	3,351.78	3,042.67	10.2%
Net Earned Premium	3,346.80	3,008.64	11.2%
Profit / (Loss) on Sale / Redemption of Investments (Net)	48.95	5.01	877%
Interest, Dividend and Rent (Gross)	479.35	429.77	11.5%
Other Income	1.23	0.70	75.7%
Contribution from the Shareholders' Account i) Towards Excess Expenses of Management (EOM)	-	58.22	
ii) Towards Remuneration of MD/CEO/WTD/Other KMPs	-	0.29	
Total (A)	**3,876.33**	**3,502.63**	
Net Incurred Claims (including PDR)	2,795.35	2,400.52	16.4%
Net Commission	710.90	689.21	3.1%
Operating Expenses	392.21	381.71	2.8%
Total (B)	**3,898.46**	**3,471.44**	
Operating Profit / (Loss) (A-B)	**(22.13)**	**31.19**	
Investment Income (Shareholders)	110.35	89.27	23.6%
Other Income (Shareholders)	0.15	8.04	(98.1%)
Total (C)	**88.37**	**128.50**	
Other Expenses and Provisions (Shareholders)	41.82	42.34	(1.2%)
Contribution to Policyholders' Account i) Towards Excess Expenses of Management (EOM)	-	58.22	
ii) Towards Remuneration of MD/CEO/WTD/Other KMPs	-	0.29	
Total (D)	**41.82**	**100.85**	
Profit / (Loss) Before Tax (C-D)	**46.55**	**27.65**	
Provision for Tax (including Deferred Tax)	17.76	26.60	
Profit / (Loss) After Tax	**28.79**	**1.05**	
Credit / (Debit) Balance in P&L A/c at the end of the financial year	(423.72)	(452.51)	

Industry Overview and Company Performance

General Insurance Industry Overview

Overall Insurance market for FY2026 stands at ~₹8,00,000 crores out of which the General Insurance Sector contributed ~₹3,35,000 crores. The General Insurance Industry has grown at a CAGR of 11.1% over 5 years with private sector insurers having 52.3% market share and public sector insurers contributing 30.5% in FY2026. The Mono-line health players & specialized insurers contribute the balance 13.6% and 3.5% respectively.

The General Insurance industry has seen a growth of 9.3% in FY2026 over FY2025, where Mono-line health players have shown a 19.3% growth rate which is higher than industry rate. Private and PSU players have grown at a rate lower than the industry rate viz. 8% and 7.7% respectively.

Company Performance

(₹ in crores)

Particular	FY2023	FY2024	FY2025	FY2026	CAGR % (3 years)
Gross Direct Premium	2,534.12	3,044.19	3,334.40	3,615.48	12.6%
Net Written Premium	1,942.90	2,748.99	3,042.67	3,351.78	19.9%
Investment Income (including Shareholders share)	299.52	404.65	524.05	638.65	28.7%
Net Incurred Claims (including PDR)	1,114.21	1,810.67	2,400.52	2,795.35	35.9%
Operating Expenses	918.13	345.45	381.71	392.21	(24.7%)
Operating Profit / (Loss)	(61.56)	(125.01)	31.19	(22.13)	
Profit / (Loss) after Tax	(287.17)	(141.22)	1.05	28.79	
Total Investments	**5,259.14**	**7,008.55**	**7,966.35**	**8,404.55**	**16.9%**

Gross Direct Premium ("GDP") has registered a CAGR of 12.6% over 3 years since FY2023. Investment books have CAGR of 16.9%.

The Gross Direct Premium Income written by the Company during FY2026 is ₹3,615.48 crores (PY ₹3,334.40 crores). Motor segment contributed ₹2,064.66 crores in FY2026 (₹2,068.02 crores in FY2025).

During the year, Motor continues to be the highest contributor to the portfolio of the Company with 50.9% (PY 56.9%), followed by Health 33.4% (PY 27.3%) and Commercial at 15.7% (PY 15.8%). With progressive development of Health channels and various initiatives being taken in other channels to promote health insurance business, the Group health business has grown at 36.6% from ₹906 crores in the previous year to ₹1,237 crores in the current fiscal, whereas Group Accident business has grown at 83.5% from ₹25 crores to ₹47 crores in FY2026. This has resulted in an accelerated growth rate of 36.7% for the overall Health and Accident business, which was ₹992 crores in the previous year and has increased to ₹1,355 crores in FY2026. The Company has added 4 more renowned Original Equipment Manufacturers ("OEM") to the existing OEM tie-ups. The Company has also onboarded Satin Credit Care Limited and other NBFCs under Bancassurance tie-ups. The Company has strengthened its individual agent base by adding 884 new agents, the total agent base as at March 31, 2026 was 4,576.

The Company has an in-house claims settlement team for servicing Motor OD Claims. It has settled 83% of motor own damage claims in-house in FY2026. Further, with the app and video streaming facility, the Company has settled 63% Motor OD claims without a physical visit.

Distribution Structure

The Company has a multi-channel distribution strategy, across geographies, products and customers. The Company continued its focus on product diversification, with a major focus on developing the retail health channel. The Company has widened its channel partner base and now has 22,191 partners, comprising Agents, Brokers, Corporate Agents, Motor Insurance Service Providers, Web Aggregators, IMFS & Points of Salesperson. During FY2026, the Company has also entered into 4 new OEM relationships, totaling to 32 OEM tie-ups.

- **Underwriting**

  The Company continues to adhere to a balanced and disciplined underwriting approach aligned with the size, composition, and long-term objectives of its portfolio. Operating in a highly competitive environment, where pricing is largely market-driven, the Company places strong emphasis on prudent risk selection and portfolio quality.

  Underwriting decisions are guided by a comprehensive assessment of risk exposure, segment experience, and overall risk quality, while remaining cognizant of evolving regulatory requirements. Across lines of business, the Company follows a structured risk segmentation framework, categorizing risks into preferred, referral, and decline segments. While the strategic focus remains on expanding the preferred segment, the Company continues to tap opportunities in referral segments through a calibrated and cautious approach, ensuring exposure remains aligned with its risk appetite.

  In retail portfolios, primarily Motor and Health, the underwriting strategy emphasizes on diversification and scale, enabling improved predictability of loss outcomes. Data science and analytics remain central to underwriting and claims management practices, with continued investments in technology, advanced analytics, and capability building to enhance decision-making and operational efficiency.

- **Motor Insurance**

  The Motor insurance segment witnessed continued pricing pressures during FY2026. Industry vehicle sales grew by 10.4%, with Private Cars registering a growth of 7.9%, Commercial Vehicles at 12.6%, and Two-Wheelers growing by 10.7%, surpassing pre-COVID levels. Third-party premium rates remained unchanged during the year, while overall industry Motor premiums grew by 9.2% to ₹1,08,216 crores.

  The Company's Motor portfolio performance reflected conscious portfolio correction, particularly in the two-wheeler segment, resulting in no overall growth in the Motor book. Growth was primarily driven by the commercial vehicle and private car segments. While the Company achieved robust growth in commercial vehicles, aggressive market pricing led to elevated loss ratios. Given the continued pricing pressures, the Company remains focused on further micro-segmentation to enhance risk selection and improve portfolio profitability.

- **Health and Personal Accident**

  The Company delivered strong growth in its Health and Accident portfolio, recording a ~37% increase in Gross Written Premium to ₹1,355 crores in FY2026. Consequently, the contribution of Health increased to 33.5% from 27.3% in the previous year.

  The Company offers a comprehensive suite of products across Retail Indemnity, Group Indemnity, Group Benefit, and Group Personal Accident segments, designed to provide flexible and customer-centric solutions. Growth is supported by continuous identification of target segments and strengthening of distribution and servicing capabilities.

  Key initiatives undertaken include expansion of the product portfolio, introduction of innovative add-ons, deployment of video-based underwriting, facilitation of home medical check-ups, rollout of over-the-counter solutions and expansion of the hospital network to 11,500 hospitals across ~800 locations. These initiatives are aimed at enhancing customer experience, accelerating underwriting decisions, and supporting sustainable growth in the Health business.

- **Commercial Lines**

  In Commercial Lines, including Fire, Marine, and Engineering, the Company continues to maintain a prudent risk posture by limiting exposures in high-hazard and catastrophe-prone segments. Underwriting decisions incorporate considerations of capital efficiency and solvency, with disciplined line sizing based on risk quality.

  Over the years, the Company has progressively expanded its participation across select segments, balancing growth with profitability. As the portfolio matures, these segments are expected to contribute meaningfully to the overall business mix. The Company also aims to expand into underpenetrated segments, particularly MSME and retail risks to diversify its portfolio.

  Enhanced treaty capacities, particularly in Property and Engineering lines, have strengthened the Company's ability to offer higher capacities and participate in larger risks, thereby improving its market positioning.

- **Product Innovation and Expansion**

  The Company continues to focus on product innovation and expansion into new segments to drive growth. Over the recent years, several new products have been introduced across lines of business, offering comprehensive coverage aligned with evolving customer needs.

  Key retail products such as Magma Bharat Griha Raksha, Bharat Laghu Udyam Suraksha, and Bharat Sookshm Udyam Suraksha policies have been further enhanced to provide greater flexibility and coverage options. In Liability lines, the Company has expanded its offerings to include "Public Offerings of Securities Insurance," catering to risks associated with public offerings, including IPOs and rights issues.

- **Governance and Risk Oversight**

  The Company maintains a robust underwriting governance and oversight framework. Underwriting authority is delegated based on individual expertise, supported by clearly defined risk selection and pricing guidelines. Regular technical and portfolio reviews ensure adherence to underwriting philosophy, authority limits, and risk management standards.

- **Outlook**

  The Company remains focused on achieving responsible and sustainable growth by deepening relationships with existing customers while expanding into new segments, including millennials, gig workers, and MSMEs, leveraging insights from customers and partners. The Company aims to strengthen its positioning as a preferred insurer through disciplined underwriting, customer-centric innovation, and data-driven decision-making.

Key Regulatory changes having impact on Financial Statements

The Government of India has notified new Labour Codes viz. the Code on Wages, 2019; the Industrial Relations Code, 2020; the Code on Social Security, 2020; and the Occupational Safety, Health and Working Conditions Code, 2020 (collectively referred to as the "New Labour Codes"). These Codes have been made effective from November 21, 2025 replacing 29 existing labour laws. The corresponding and supporting Rules under these codes are yet to be notified. Accordingly, as on March 31, 2026, pursuant to the amendments to New Labour Codes and based on the management's assessment and Actuarial valuation, the Company has reassessed its employee benefits obligations. The final assessment of additional liability towards gratuity and leave encashment and the assessment of other impacted areas, if any on employee benefit expenses arising from the New Labour Codes will be undertaken and accounted for upon notification of relevant Rules by appropriate authorities.

Human Resources (HR)

People are the most valuable assets of the Company for creating value and supporting business growth, the employee strength was 1,782 as on March 31, 2026.

The organization is advancing a strategic agenda that places employees at the center of its evolution. A multi-channel communication ecosystem has been institutionalized to enhance leadership visibility and embed transparency across the employee lifecycle. This approach strengthens culture, builds trust, and ensures that employee voices are heard in real time, enabling faster resolution of issues and more informed people decisions.

Workforce structures and rewards have been recalibrated to align with market benchmarks and business priorities. By introducing clearer role definitions and differentiated performance frameworks, employees benefit from greater clarity and fairness. These changes not only support retention but also create organizational agility, positioning the company to deliver on growth, digital, and customer-centric priorities.

Strategic focus has also been placed on leadership and talent pipeline development. A "Hire Right" philosophy, combining data-driven assessments with cultural alignment and enhanced recruiter capability, has reduced hiring risks and improved the quality of leadership appointments. This ensures that employees across Distribution, Sales, and Digital functions are supported by strong leaders and a robust talent bench, reinforcing confidence in the company's future direction.

Culture and well-being remain central to the employee experience. Targeted initiatives are reinforcing a high-performance, inclusive, and transparent environment, complemented by comprehensive programs addressing physical, emotional, and financial well-being. These efforts sustain engagement, enhance productivity, and build resilience, ensuring employees thrive both professionally and personally.

Finally, investments in digital enablement of the people, empower to transform HR into a strategic partner. With Artificial Intelligence, automation, and predictive analytics integrated into systems, HR is progressing towards a proactive department to deliver better decision-making for its workforce agenda. For employees, this means a more seamless, efficient, and responsive experience, underpinned by insight-led practices that anticipate and address evolving needs.

Together, these initiatives represent a deliberate and strategic strengthening of the employee experience, ensuring that the workforce is empowered, supported, and aligned with the organization's long-term vision.

Operations, Technology & Customer Service

Over the past years, the Company has digitized various process journeys to enhance Insurance Intermediary ("IMD") and Customer satisfaction:

Sales Management Processes:

Daily Journey Plan (DJP) / Renewal Tracking Model (RTM) Application: This application helps the sales teams to monitor the performance and plan daily journeys of FE's (Field Executives). This includes business meeting data, and overall business related data along with geolocation of the FE's during the day.

Vahan Integration: The application helps in auto fetch of the vehicle details from Vahan Site upon entering registration number of the vehicle in the agent portal. This has reduced data entry time up to 3 minutes with Zero errors along with considerable reduction of documentation for policy issuance.

Customer Processes:

Net Promoter Score Program (NPS): The Company introduced the NPS program in 2023, a globally accepted methodology to measure customer satisfaction.

- Launched in 2023 across five key touchpoints: Policy Issuance, Servicing, Motor Claims, Health Claims, and Renewals.
- March 2026 NPS score: 57 as compared to March 2025 NPS score: 48, indicating strong customer satisfaction.
- Includes a close-loop feedback mechanism to address detractor concerns.

Chatbot: The Company launched its self-service chatbot MIRA (**M**agma's **I**nteractive **R**eal-Time **A**ssistant) on March 18, 2024, on its website and WhatsApp.

- Enables customers to renew policies, download policy copy, intimate claims and access servicing and claims support seamlessly.
- As of March 2026, 47% of overall interactions were routed through MIRA, with its success rate rising from 44% to 65% over the past year, driven by process enhancements and improved user experience.

To strengthen governance and service equality, the Company instituted the following measures:

Customer Council: A Council consisting of cross-functional teams has been set up to address issues leading to customer complaints. Through this initiative, the Company has identified 34 processes which needed revision in FY2026, and the Company has re-engineered 15 processes.

Motor Claims Review Committee: Comprising functional heads, this Committee independently reviews and decides on dissonance cases flagged by the Grievance Cell.

Health Claims Review Committee: Health Claims Review Committee comprises of Product Management Committee members, who independently review all claims likely to be rejected by the health claims team and accordingly, decide on the outcome looking at all aspects.

Predictive Interactive Voice Response (IVR): The Company has launched predictive IVR for its customers. This supports proactive claim status updates and handles 5% of the total customer interactions without any human intervention.

Claim Reserves

The future unpaid claim liabilities (including reported and unreported claims) of the Company are established in accordance with the IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 as amended from time to time. The ultimate claims liability is based on the advice/estimation derived under the direction of the Appointed Actuary using the methods well established in the industry and recommended by Insurance Regulatory and Development Authority of India ("IRDAI"). The data used for IBNR estimation is classified following the principle of homogeneity to the extent possible, keeping in mind the nature of business and claims development pattern.

In terms of business, the Company has a significant proportion of business in Motor Third Party segment. Motor Third Party, being a long-tailed business, forms a major portion of the total reserves for the Company. The Company's experience is still developing for this segment and hence the principle of prudence is applied while estimating the ultimate liabilities to safeguard the policyholder's interest. Along with the internal data, the Company takes reference of industry wide data and indicators of inflation, interest rate trends, landmark as well as recent court rulings, amendments to the applicable acts, laws, and regulations while calculating the reserves for the segment. Besides Motor Third party, the Commercial segment has inherent volatility in the claims experience.

The Company also acknowledges the importance of timely recognition of claims at all times. To ensure this, a robust claims process is in place which registers the claims at the earliest, upon intimation. At the initial point of registration, having limited information on the merits of the claim, a default claim provision is made based on the historical settlement experience of the Company and the nature of segment. Thereafter, upon obtaining further details on the loss event-based survey and/or investigation, such default provision is further updated to estimated loss amount to account for the correct estimated liability.

Claims Servicing

The Company remains firmly committed to its core purpose of supporting customers during moments of financial distress arising from damage to property or vehicles, medical emergencies, or other insured liabilities. Claims servicing lies at the heart of this commitment. The Company has built robust and transparent claims management practices, with empathy and fairness guiding every interaction. Ensuring prompt and equitable claim settlement continues to be a top priority.

Technology plays a critical role in delivering this promise, enabling faster turnaround times while supporting cost-effective and scalable operations. During FY2026, the Company continued to strengthen its extensive service network, comprising approximately 8,928 motor workshops across nearly 566 districts and a cashless healthcare network of more than 11,500 hospitals nationwide. This wide footprint ensures that customers can conveniently access cashless claims services at nearby workshops or hospitals, irrespective of their location.

To further enhance customer experience, the Company has maintained a strong focus on simplifying claims processes and reducing turnaround time (TAT). Several initiatives have been implemented to achieve seamless end-to-end servicing, including a workflow-driven claims journey from intimation through settlement. The Self-Survey App is a key enabler in this transformation, allowing both Motor and Non-Motor customers, as well as vendors, to register claims and submit required details digitally. The survey process has been further simplified through video streaming, resulting in a completely touchless and efficient process without reliance on physical documents.

The Company continues to operate an in-house claims settlement team for Motor Own Damage (OD) claims, enabling greater control over service quality and speed. In FY2026, 83% of Motor OD claims were settled through this in-house team. Additionally, the adoption of app-based processes and video inspections enabled settlement of 63% of Motor OD claims without the need for any physical inspection.

The Company has continued to use AI enabled external damage detection and severity assessment solution for private car OD claims. This tool significantly reduces manual data entry, enhances accuracy, and improves overall processing efficiency. Since inception till date, over 75,000 private car OD claims have been processed using this AI-based solution.

In the Motor Third Party (TP) segment, the Company continues to actively promote compromise settlements through negotiated resolutions. In FY2026, 54% of TP claims were closed through negotiation settlements. The Company's consistent efforts in this area have been widely recognized by various District Legal Services Authorities (DLSAs) across multiple states, acknowledging its active participation and constructive contribution towards the success of Lok Adalat and National Lok Adalats.

Details of total Claims intimated, disposed off, and pending –

Particulars	Total Number of claims FY2026	Total Number of claims FY2025
Outstanding at beginning of Financial Year	36,625	31,709
Intimated during the year	283,852	308,618
Settled during the year	278,612	303,702
Outstanding at the end of the Financial Year	41,865	36,625

Reinsurance

The Company has a well-structured reinsurance program to protect it against the risks it underwrites. The Company has got into arrangements in the form of annual treaties with a panel of reinsurers, enabling it to automatically reinsure large risks (upto defined limits). These arrangements are called Proportional Treaties where the Company and the Reinsurers share the premium and claims in an agreed proportion for each risk as per the agreement.

The Company has also got into treaty arrangements (termed as Non-proportional Treaties) which protect it against the large individual losses as well as accumulated losses on its books against a catastrophic event affecting its insured risks. The extent of such protection is bought by the analysis of the likely loss in case of a catastrophe. The Company uses the tool based on RMS India Earthquake Model.

In addition, the Company also purchases, wherever required, on a case-to-case basis, Facultative Reinsurance for specific policies, where either treaty limits are inadequate, or the risk is not covered by the terms of the reinsurance treaties.

The entire reinsurance program is supported by reputed and well rated Reinsurers (like Munich Re, GIC Re, SCOR SE, Swiss Re, Gen Re and many more) which reduces counter party credit risk significantly.

Investments

The Company follows a prudent investment strategy with emphasis on optimizing risk-adjusted returns based on an appropriate mix of duration, liquidity & safety. The Company's investment philosophy is focused on prudent and optimal investment of surplus funds, keeping in mind the obligation to pay claims and meet other expenses as and when they arise.

The assets under management grew by 5.5% to ₹8,405 crores as of March 31, 2026 (vis a vis a portfolio of ₹7,966 crores as of March 31, 2025). The investment and other income (net) for FY2026 was ₹636.4 crores vis a vis ₹522.3 crores in the previous year.

The Company's current investment portfolio consists of fixed income securities, InvIT and Unlisted equity. Out of the total rated portfolio (excluding TREPS, fixed deposits and money market instruments), 97.5% (PY 97.5%) is invested in Sovereign Bonds and highest credit rated securities (AAA or equivalent). In terms of Maturity profile, 10.5% (PY 5.1%) of the portfolio comprises of the short-term instruments and balance 89.5% (PY 94.9%) consist of longer tenure instruments, providing sufficient liquidity when required.

The Company has a well-defined risk framework in the Investment Policy. The Operating Guidelines has defined exposure norms in accordance with IRDAI guidelines. The Company also keeps conducting periodic review of the investment portfolio. The Company has duly complied with these policies and regulatory guidelines during FY2026. Based on the market volatility, Company dynamically reviews the investment portfolio to align it with stated objectives.

The Company's investment portfolio remains robust. There has been no delay/default in repayment on any of the investments in the current financial year. The Company does not have any non-performing/stressed assets in its portfolio as at the year end.

Details of material changes from the end of the Financial Year till the date of this Report

There are no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year to which the financial statements relate and date of this Report.

Execution of Share Purchase Agreement

During the previous Financial Year 2024-25, the Company entered into a Share Purchase Agreement ("SPA") with respect to the transfer of equity shares ("Proposed Transaction") of the Company held by Sanoti Properties LLP, Celica Developers Private Limited, Jaguar Advisory Services Private Limited, Mr. Keki Mistry, Atul DP Family Trust, Shahi Sterling Exports Private Limited, QRG Investments and Holdings Limited and such other employee shareholders (collectively referred to as "Sellers") to Patanjali Ayurved Limited, S.R. Foundation, RITI Foundation, RR Foundation, Suruchi Foundation and Swati Foundation (collectively referred to as "Buyers") at a fair value as set out in the valuation report(s) issued by the Registered Valuer and Category I – Merchant Banker, subject to approval of IRDAI, Competition Commission of India ("CCI"), Debenture Holders of the Company and such other regulatory / government authorities, as may be applicable.

Pursuant to the SPA and subject to the terms and conditions thereof, the Buyers propose to acquire such numbers of equity shares of the Company from the Sellers which will result in the Buyers holding approximately 98% (on a fully diluted basis) of Company's total issued and paid-up equity share capital.

The approval from the CCI under the Green Channel Route for the Proposed Transaction has been received on April 15, 2025.

Approval of IRDAI for the Proposed Transaction is awaited and based on mutual consent, the Buyers and the Sellers have agreed to extend the "Long Stop Date" under the SPA to July 31, 2026.

Change in Registered Office of the Company

During the year under review, the Registered Office of the Company was shifted from Development House, 24 Park Street Kolkata, West Bengal 700016 to Equinox Business Park, Tower 3, Ambedkar Nagar, 2nd Floor, Unit Number 1B & 2B, LBS Marg, Kurla (West), Mumbai – 400 070.

Change in the nature of business

During the year under review, there has been no change in the nature of business of the Company.

Details of subsidiary / associates / joint-venture company

Pursuant to the provisions of Section 129(3) of the Companies Act, 2013 ("the Act") read with the Companies (Accounts) Rules, 2014, the Company does not have any Subsidiary or Associate or Joint Venture as on March 31, 2026. Hence, disclosure in Form AOC -1 is not applicable.

During the year under review, no Company has become or ceased to become a subsidiary / associate/ joint venture of the Company.

Solvency

IRDAI requires insurance companies to maintain a minimum solvency of 1.50 times which is calculated in a manner specified in the IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 as amended from time to time. The Company's solvency margin as at March 31, 2026, stood at 1.74 times as compared to 2.02 times as at March 31, 2025.

Dividend

The Directors have not recommended any dividend for the Financial Year ended March 31, 2026.

Transfer to Investor Education and Protection Fund

There was no amount required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2026.

Transfer to Reserves

In view of the accumulated loss incurred by the Company, no amount has been transferred to the General Reserve.

Changes in Share Capital

During the year, the paid-up capital of the Company has increased from ₹2,93,39,31,200 comprising of 29,33,93,120 equity shares of ₹10/- each fully paid-up to ₹2,93,55,30,700 comprising of 29,35,53,070 equity shares of ₹10/- each fully paid-up.

During the year, the Company allotted 1,59,950 Equity Shares under Magma General Insurance Limited - Employee Stock Option Plan 2018 to Eligible Employees who have exercised their options during the year.

The Company has done necessary corporate actions to give effect to the above allotment of shares.

Equity Shares with Differential Voting Rights

During the year under review, the Company has not issued any Equity Shares with Differential Voting Rights, hence the requirement of disclosure is not applicable.

Non-Convertible Debentures

As on March 31, 2026, the Company's outstanding Non-Convertible Debentures ("NCDs") allotted on a private placement basis are as follows:

Listed/ Unlisted	Date of Allotment	No. of NCDs	Face Value (in ₹)	Total Value of NCDs (₹ In crores)	Coupon Rate	Date of Redemption
Unlisted	March 30, 2022	1,000	10,00,000	100	8.75%	March 30, 2032
Listed*	December 28, 2023	20,000	1,00,000	200	9.70%	December 28, 2033
	March 20, 2024	7,500	1,00,000	75	9.70%	March 20, 2034
	March 20, 2024	5,000	1,00,000	50	9.75%	March 20, 2034

* The NCDs are listed on BSE Limited

There was no unclaimed interest lying with the Company. The Company has been regular in servicing its interest obligation towards the NCDs, whenever applicable.

The Board of Directors at its meeting held on February 10, 2026 had approved issuance of up to 17,500 Unsecured, Rated, Listed, Redeemable, Fully Paid-Up, Non-Cumulative, Subordinated, Non-Convertible Debentures having face value of ₹1,00,000/- each on private placement basis.

Credit Ratings

During the year under review, CARE Ratings Limited ("CARE") has reaffirmed "CARE AA (Rating Watch Negative)" assigned to ₹425 Crore Subordinated Debentures of the Company.

CARE has further assigned "CARE AA (Rating Watch Negative)" rating for the proposed issuance of upto ₹175 Crore of Subordinated Debentures.

The Unlisted NCDs were assigned a rating of CRISIL AA (Watch Negative) by CRISIL Ratings Limited w.e.f. March 24, 2025.

Details of Debenture Trustees and Registrar and Transfer Agent

The details of the Debenture Trustees are as under:

Unlisted NCDs	Listed NCDs
Name: IDBI Trusteeship Services Limited	Name: Axis Trustee Services Limited
Address: Ground Floor, Universal Insurance Building, Sir Phirozshah Mehta Road, Fort, Mumbai - 400 001	Address: Axis House, Bombay Dyeing Mills Compound, Pandurang Budhkar Marg, Worli, Mumbai - 400 025
Contact No.: 022- 6631 1776	Contact No.: 022-6230 0451
Email: itsl@idbitrustee.com	Email: debenturetrustee@axistrustee.in
Website: https://idbitrustee.com	Website: https://www.axistrustee.in

The details of the Registrar and Transfer Agent are as under:

Name: Niche Technologies Private Limited
Address: 3A Auckland Place, 7th Floor, Room No. 7A & 7B, Kolkata - 700 017
Contact No.: (033) 2280 6616 / 17 / 18
Email: nichetechpl@nichetechpl.com
Website: https://www.nichetechpl.com

Corporate Governance

The report on Corporate Governance containing details of compliance with the provisions of IRDAI (Corporate Governance for Insurers) Regulations, 2024 read with Master Circular on Corporate Governance for Insurers, 2024 ("IRDAI Corporate Governance Regulations") for the Financial Year 2025-26 together with a Certificate of Compliance are attached and form part of this Annual Report.

Management Report

In accordance with Part II of the IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 read with Master Circular on Actuarial, Finance and Investment Functions of Insurers, 2024, the Management Report forms part of the financial statements.

Secretarial Standards

During the year under review, the Company has complied with the applicable Secretarial Standards i.e. SS-1 and SS-2, issued by the Institute of Company Secretaries of India, with respect to Meetings of Board and its Committee(s) and General Meetings, respectively.

Branches

The Company has 96 Branch Codes as on March 31, 2026.

Deposits

During the year under review, the Company has not accepted any deposits under Section 73 of the Act and the Companies (Acceptance of Deposits) Rules, 2014.

Employee Stock Option Scheme

The Company has formulated and implemented Magma General Insurance Limited - Employee Stock Option Plan 2018 (formerly Magma HDI General Insurance Company Limited - Employee Stock Option Plan 2018) ("Magma ESOP Plan") through a ESOP Trust.

The ESOP Trust has been set up by the Company for implementation, administration, financing and holding the Shares in accordance with the terms and conditions of this Plan. The ESOP Trust under the supervision / guidance of the Nomination and Remuneration Committee of the Board of Directors of the Company, *inter-alia*, administers and monitors the Magma ESOP Plan in accordance with the applicable SEBI Regulations.

During the year under review, 1,59,950 Equity Shares were allotted to Eligible Employees who have exercised their options under Magma ESOP Plan. The Equity Shares allotted under Magma ESOP Plan rank *pari-passu* with existing Equity Shares issued and allotted by the Company.

The information as required under Section 62(1)(b) of the Act read with Rule 12(9) and Rule 16 of the Companies (Share Capital and Debenture) Rules, 2014 including any amendments thereto, is annexed herewith as "**Annexure A**".

The Secretarial Auditors' Certificate pursuant to Regulation 13 of the SEBI Regulations, will be made available for inspection at the ensuing Annual General Meeting.

Directors and Key Managerial Personnel ("KMPs")

Board of Directors

The Board of the Company is constituted in compliance with the Act and IRDAI Corporate Governance Regulations.

Changes in Composition of the Board during the Financial Year 2025-26 are as follows:

a) Chairperson of the Board

In accordance with IRDAI Corporate Governance Regulations, the existing Chairperson of the insurer is permitted to continue as Chairperson upto March 31, 2026, or till he/she completes his/her current tenure, whichever is earlier.

Accordingly, Mr. Sanjay Chamria (DIN 00009894) held office as the Chairperson of the Board till March 31, 2026 and was re-appointed as the Chairperson for a further period of 5 (five) years from April 01, 2026, to March 31, 2031, subject to the approval of IRDAI.

b) Resignation/Cessation

During the year, Mr. Rajive Kumaraswami (DIN 07501971), resigned as the Managing Director and Chief Executive Officer of the Company effective from the close of business hours of March 20, 2026.

The Board placed on record its appreciation for Mr. Kumaraswami's role in laying down a strong foundation for the Company and scaling the organization during his tenure spanning a period close to ten years and wished him continued success in his future endeavors.

Mr. Ramchandra Pandit was appointed an Interim Chief Executive Officer effective from March 21, 2026 to ensure seamless continuity in operations.

c) Retirement by Rotation

Mr. Mayank Poddar (DIN 00009409), Non-Executive Director of the Company, was appointed as a Director liable to retire by rotation at the 16th Annual General Meeting ("AGM") of the Company held on September 26, 2025.

In accordance with the applicable provisions of the Act and the Articles of Association of the Company, Mr. Vinesh Kriplani (DIN 08212644), Non-Executive Nominee Director of the Company, retires by rotation at the ensuing 17th AGM and being eligible has offered himself for re-appointment. The Board of Directors recommends his re-appointment.

Mr. Kriplani is not disqualified from being appointed as a Director under Section 164 of the Act. His brief profile and other details as required under the provisions of the Act have been disclosed in the annexure to the 17th AGM Notice.

d) Appointment

The Board of Directors, based on the recommendation of the Nomination and Remuneration Committee ("NRC"), appointed Mr. Jens Wohlthat (DIN 05245642) as an Additional Non-Executive, Non-Independent Director with effect from August 30, 2025, subject to the approval of the shareholders. The Members of the Company at the 16th AGM held on September 26, 2025, approved his appointment.

The Board of Directors, based on the recommendation of the NRC, appointed Mr. Ramchandra Pandit (DIN 08846736) as an Additional Director designated as Whole-time Director of the Company effective from April 17, 2026, for a period of 1 year subject to approval of IRDAI and the shareholders of the Company. Mr. Ramchandra Pandit (DIN 08846736) will hold office as an Additional Director upto the ensuing AGM.

The Board recommends the appointment of Mr. Ramchandra Pandit (DIN 08846736) as Director and Whole-time Director liable to retire by rotation.

In the opinion of the Board, the Directors possess requisite expertise, integrity and experience (including proficiency).

Declarations by Directors

The Company has received declarations from all the Independent Directors of the Company confirming that:

i. they meet the criteria of independence prescribed under Section 149(6) of the Act;
ii. they have registered their names in the Independent Directors' data bank; and
iii. that they have complied with the Code of Independent Director prescribed in Schedule IV of the Act.

There has been no change in the circumstances affecting their status as Independent Directors of the Company.

The Board is of the opinion that the Independent Directors of the Company are eminent persons with the highest standards of integrity and have the necessary expertise and experience to continue to discharge their responsibilities as Directors of the Company.

Further, all the Directors of the Company have confirmed that they comply with the 'Fit and Proper' criteria prescribed under the IRDAI Corporate Governance Regulations and are not disqualified from being appointed as directors in terms of Section 164(2) of the Act.

Key Managerial Personnel / Key Management Persons

Pursuant to the provisions of Sections 2(51) and 203 of the Act read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Key Managerial Personnel (KMPs) of the Company as on March 31, 2026, are as under:

a) Mr. Ramchandra Pandit, Whole-time Director (w.e.f April 17, 2026) & Interim Chief Executive Officer
b) Mr. Gaurav Parasrampuria, Chief Financial Officer
c) Mr. Amit Bhandari, Chief Technical Officer
d) Ms. Sidhi Jatkar, Company Secretary

In accordance with IRDAI Corporate Governance Regulations read with IRDAI (Registration, Capital Structure, Transfer of Shares and Amalgamation of Insurers) Regulations, 2024, the Key Management Persons in addition to the aforesaid KMPs as on March 31, 2026 are as under:

a) Mr. Jinesh Shah, Chief Investment Officer
b) Mr. Amit Loya, Chief Internal Auditor
c) Mr. Shivendra Tripathi, Appointed Actuary
d) Mr. Amit Thapliyal, Chief Technology Officer
e) Mr. Vikram Arora, Chief Digital Officer
f) Mr. Kishore Khanchandani, Chief Risk Officer
g) Ms. Smita Mitra, Chief of Staff
h) Mr. Sumit Talreja, Chief Compliance Officer (w.e.f April 17, 2026)
i) Mr. Ramchandra Pandit, Interim Chief Executive Officer & Chief Distribution and Product Officer

During the year under review, Ms. Sidhi Jatkar was appointed as the Company Secretary effective April 2, 2025. She has been designated as the Compliance Officer of the Company in accordance with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI (Prohibition of Insider Trading) Regulations 2015.

Ms. Smita Mitra was appointed as the Chief of Staff effective July 9, 2025. Mr. Anil Satyavarpu ceased to be the Chief Human Resource Officer effective from August 8, 2025.

Mr. Ramchandra Pandit was appointed as the Chief Distribution and Product Officer effective September 23, 2025, as Interim Chief Executive Officer effective March 21, 2026 and as a Whole-time Director effective April 17, 2026.

Mr. Amit Raheja ceased to be the Chief Compliance Officer effective from October 27, 2025 and Mr. Sumit Talreja was appointed as the Chief Compliance Officer effective April 17, 2026.

Mr. Vikram Arora was appointed as the Chief Digital Officer effective November 17, 2025.

Mr. Vikas Mittal ceased to be the Deputy Chief Executive Officer effective from November 22, 2025.

Mr. Rajive Kumaraswami ceased to be the Managing Director and Chief Executive Officer effective from March 20, 2026.

Performance Evaluation of the Board and its Committees

Pursuant to the provisions of the Act read with IRDAI Corporate Governance Regulations, the Board of Directors has carried out an annual evaluation of its own performance, and that of its committees, individual directors including the Chairperson and Independent Directors.

Further, the Independent Directors met separately without the presence of Non-Independent Directors and members of the Management. They reviewed the performance of the Chairperson, Non-Independent Directors, and the Board as a whole.

The Nomination and Remuneration Committee reviewed the performance of the Board, its Committees, and the individual Directors including Chairperson of the Board.

The criteria for performance evaluation of the Board / Committee(s) included aspects like composition and structure; effectiveness of Board/ Committee processes, information, functioning, etc.

The evaluation criteria for the Directors were based on their participation, contribution to the Board and Committee meetings, preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc.

The evaluation criteria of the Chairperson included leadership abilities, effective management of meetings and interest of the stakeholders.

The Board expressed its satisfaction on the performance and effectiveness of the Board, all the Committees, Individuals Directors and Independent Directors. Based on the outcome of the Board Evaluation, the Board also provided suggestions to the Management and the same were communicated to the respective stakeholders within the Company, for necessary action.

Directors & Officers' Liability Insurance

The Company maintains a Directors & Officers' (D&O) Liability Insurance policy with a coverage limit of ₹100 crores. The policy provides protection to Directors and Officers against:

- Claims related to alleged wrongful acts, errors, or omissions in managerial capacity
- Defense costs and legal expenses
- Settlements and damages awarded, within the policy limit
- Coverage for regulatory investigations and proceedings

The coverage is aligned with prevailing practices and offers a safeguard for the Company's leadership team.

Meetings

A calendar of meetings is prepared and circulated in advance to the Board and Committee Members.

Board Meetings:

During the Financial Year 2025-26, Eight (8) Board Meetings were held, the details of which are given in the Corporate Governance Report. All the Board meetings were convened in accordance with Secretarial Standard-1 by giving appropriate notice. All the agenda items were backed up by comprehensive information and documents to enable the Board to make informed decisions. The intervening gap between the Meetings was within the period prescribed under the Act.

The Board also approved certain matters by way of circular resolutions considering the business exigencies. Six (6) resolutions were passed by circulation in accordance with Section 175 of the Act.

Separate Meeting of Independent Directors

During the year, a separate meeting of Independent Directors was held on February 5, 2026, in terms of Schedule IV of the Act, without the presence of Non-Independent Directors and members of the management. All the Independent Directors were present at the said meeting and *inter-alia* reviewed:

- Performance of Non-Independent Directors and the Board as a whole;
- Performance of the Chairperson of the Company, taking into account the views of Executive Directors and Non-Executive Directors;
- Performance of the Committee(s) of the Board; and
- Assessed the quality, quantity and timeliness of flow of information between the Company, Management & the Board, necessary for the Board to effectively & reasonably perform its duties.

Committee Meetings:

Audit Committee

During the year, Four (4) meetings of the Audit Committee were held. The composition and terms of reference of the Audit Committee have been furnished in the Corporate Governance Report forming a part of this Annual Report.

The terms of reference of the Audit Committee are in compliance with the provisions of Section 177 of the Act read with Rules made thereunder and IRDAI Corporate Governance Regulations.

The Audit Committee approved certain matters by way of circular resolutions considering the business exigencies. Two (2) resolutions were passed by circulation in accordance with Section 175 of the Act.

All the recommendations made by the Audit Committee were accepted by the Board.

Nomination and Remuneration Committee

During the year under review, Six (6) meetings of the Nomination and Remuneration Committee (NRC) were held. The composition and terms of reference of the NRC have been furnished in the Corporate Governance Report forming a part of this Annual Report.

The NRC had also approved certain matters by way of circular resolutions considering the business exigencies. Four (4) resolutions were passed by circulation in accordance with Section 175 of the Act.

Corporate Social Responsibility and Sustainability Committee

During the year under review, Three (3) meetings of the Corporate Social Responsibility & Sustainability Committee (CSR&SC) were held.

The composition and terms of reference of the CSR&SC in compliance with IRDAI Corporate Governance Regulations have been furnished in the Corporate Governance Report.

The Committee has been entrusted with the responsibility of formulating and recommending to the Board, a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company, monitoring the implementation of the framework of the CSR Policy and recommending the amount to be spent on CSR activities.

Pursuant to Regulation 11 of IRDAI Corporate Governance Regulations, the Committee has also been entrusted with reviewing and recommending ESG (including Climate Risk Management Framework) to the Board and overseeing implementation thereof under the guidance of the Board of Directors.

Risk Management Committee

During the year, Four (4) meetings of the Risk Management Committee were held. The composition and terms of reference of the Risk Management Committee have been furnished in the Corporate Governance Report forming a part of this Annual Report.

No resolutions were passed by circulation in accordance with Section 175 of the Act.

Policyholder Protection, Grievance Redressal and Claims Monitoring ("PPGR&CM") Committee

During the year, Four (4) meetings of the PPGR&CM Committee were held. The composition and terms of reference of the PPGR&CM Committee have been furnished in the Corporate Governance Report forming a part of this Annual Report.

The PPGR&CM Committee had also approved certain matters by way of circular resolutions considering the business exigencies. One (1) resolution was passed by circulation in accordance with Section 175 of the Act.

Investment Committee

During the year, Four (4) meetings of the Investment Committee were held. The composition and terms of reference of the Investment Committee have been furnished in the Corporate Governance Report forming a part of this Annual Report.

No resolutions were passed by circulation in accordance with Section 175 of the Act.

During the year, Mr. Rajive Kumaraswami ceased to be a member of the Investment Committee, CSR&SC, PPGR&CM Committee and Risk Management Committee and the Committee(s) were accordingly reconstituted in accordance with IRDAI Corporate Governance Regulations. The details of composition of all the said Committee(s) are provided in the Corporate Governance Report forming a part of this Annual Report.

Mr. Ramchandra Pandit was appointed as a member of the Investment Committee, CSR&SC and Risk Management Committee upon his appointment as Interim CEO and Whole-time Director of the Company.

Managerial Remuneration

The Managing Director / Whole-time Director & Chief Executive Officer ("MD/WTD&CEO") is appointed based on terms approved by the Shareholders. The remuneration paid to the MD/WTD&CEO is recommended by the Nomination and Remuneration Committee (NRC) taking into account various parameters prescribed in the Remuneration Policy of the Company. His remuneration comprises of salary, allowances and perquisites as indicated in Notes to Accounts.

Mr. Jens Wohlthat, Non-Executive, Non-Independent Director and the Non-executive Independent Directors were paid sitting fees of ₹1,00,000/- each for every meeting of the Board, Audit Committee, Nomination and Remuneration Committee and Risk Management Committee and sitting fees of ₹30,000/- each for every meeting of the Investment Committee, Policyholders Protection, Grievance Redressal and Claims Monitoring Committee and Independent Directors' Meeting (as may be applicable). No sitting fee was paid for attending meetings of the Corporate Social Responsibility and Sustainability Committee.

The details of sitting fees paid during the year under review are given in the Corporate Governance Report.

Remuneration Policy

The Company has a Remuneration Policy which sets out the criteria for selection, appointment and remuneration of Non - Executive Directors, Independent Directors, CEO / MD&CEO / WTDs and Key Managerial Personnel ("KMP").

The objectives and purpose of the policy are:

1. To ensure that the selection is as per the performance evaluation criteria for Directors and KMP of the Company;
2. To determine qualification, positive attributes and independence test for the Independent Directors to be appointed;
3. To define framework for payment of remuneration of Directors (Executive and Non-Executive), KMPs and other employees;

The Remuneration Policy may be referred to on the website of the Company at its weblink, i.e. https://www.magmainsurance.com/documents/d/magmainsurance/remuneration-policy-1

Disclosures on Remuneration of Managing Director and Key Management Persons

(i) Qualitative Disclosures:

A. Information relating to the composition and mandate of the Nomination and Remuneration Committee

The details about the composition and mandate of the Nomination and Remuneration Committee ("NRC" or "Committee") are provided in the Corporate Governance Report.

B. Information relating to design and structure of the remuneration policy and the key features and objectives:

The Company under the guidance of the Board and the NRC, follows compensation practices intended to drive meritocracy and fairness and to attract, retain and motivate competent resources.

The key features and objectives of the Remuneration Policy are as under:

a. Compensation payable to MD/WTD/CEO shall be as per the applicable statutory provisions of the Act read with IRDAI Regulations and the Insurance Act, 1938 and amendments and rules made there-under for the time being in force.

b. While deciding the remuneration of MD&CEO/WTDs/KMPs, the Company shall also take into consideration the following factors:

   i. Remuneration shall be adjusted for all types of risk. While adjusting the risks, variety of measures of credit, market and liquidity risks may be considered. The risk adjusted methods shall have both quantitative and judgmental elements. The parameters so considered shall be in line with the Business Plan of the company.

   ii. The level and composition of remuneration is market competitive, reasonable and sufficient to attract, retain and motivate directors and KMPs required to efficiently run the company successfully.

   iii. Remuneration pay-outs are sensitive to the time horizon of the Risk. The mix of cash, equity and other forms of remuneration will be consistent with risk alignment such that Remuneration outcomes are symmetric with risk outcomes.

c. The following aspects may be considered while framing the remuneration structure of the MD/WTD/ CEO/ KMP:

   Fixed pay of the remuneration shall be reasonable taking into consideration all the relevant factors and will consist of elements like Basic Salary, Allowances, Perquisites as defined under the Income-tax Act, 1961, contribution towards retirals and all other fixed items of compensation.

   Variable Pay –

- Variable pay shall be in the form of share-linked instruments or a mix of cash and share-linked instruments. The cash component of variable pay may be in the form of bonus or incentives.
- Variable Pay shall be paid out only once a year.
- Company shall ensure that there is a proper balance between Fixed Pay and Variable Pay.
- KMPs of the Company shall not be issued/granted any sweat equity shares.
- At least 50% of fixed pay will be variable and paid based on individual, business-unit and Company performance. The total variable pay (including cash component and share-linked Instrument) shall not exceed 300% of the fixed pay.
- In case the total variable pay is up to 200% of the fixed pay, a minimum of 50% of the total variable pay and in case the variable pay is above 200%, a minimum of 70% of the total variable pay shall be via share-linked Instruments.
- In case of share-linked Instruments, the total number of ESOPs granted in a year shall not exceed 1% of the paid-up capital of the Company.
- The total number of shares held by employees, including KMPs, shall not exceed 5% of the paid-up equity shares of the Company, at any point of time.

Methodology used for valuation of ESOPs

A) For MD & CEO

   The fair value of the share-linked Instrument, for the purpose of quantifying the variable pay, shall be determined by Category I Merchant Banker registered with SEBI, basis fair value (calculated using preferably Black-Scholes model or any other commonly used model) of the Options and shall not be more than 3 months before the date of the grant.

B) For Other Eligible Employees (Including KMPs other than MD & CEO):

   The fair value of the share-linked Instrument, for the purpose of quantifying the variable pay, shall be determined by Category I Merchant Banker registered with SEBI, basis fair value (calculated using preferably Black-Scholes model or any other commonly used model) of the Options and shall not be more than 6 months before the date of the grant.

Deferral of Variable Pay

- Of the total variable pay, at least 50% shall be deferred. The Deferred variable pay could be in the form of share-linked instruments and/or cash component
- The deferral period would be minimum of three years. The first such vesting shall accrue after one year from the commencement of the deferral period. Vesting shall be no faster than on a pro rata basis and shall not take place more frequently than on a yearly basis to ensure a proper assessment of risks before the

application of ex-post adjustments. In the case of share-linked Instrument, the actual deferral period shall be governed by the relevant rules of Share Linked Plan (Employee Stock Option Plan 2018) as approved by the Board and Shareholders.

- For a particular year, where variable pay is mix of cash and share-linked instruments and such cash component of variable pay is (i) up to Rupees Twenty-Five lakhs (₹25 lakhs), no deferral requirement for the cash component would be necessary. (ii) more than Rupees Twenty-Five lakhs (₹25 lakhs), payment of such cash component is allowed as per the following modes:

  a) Payment of *first* ₹25 lakhs without any deferment and

  b) Payment of the balance cash component of variable pay above ₹25 lakhs as under:

    i) 50% without deferment.

    ii) balance-50% to be deferred equally over a period of 3 years

C. Description of the ways in which current and future risks are taken into account in the remuneration policy

While deciding the remuneration of MD&CEO/WTDs/KMPs, the NRC shall also take into consideration the following factors:

i. Remuneration shall be adjusted for all types of risk. While adjusting the risks, variety of measures of credit, market and liquidity risks may be considered. The risk adjusted methods shall have both quantitative and judgmental elements. The parameters so considered shall be in line with the Business Plan of the company

ii. The level and composition of remuneration is market competitive, reasonable and sufficient to attract, retain and motivate directors and KMPs required to efficiently run the company successfully

iii. Remuneration pay-outs are sensitive to the time horizon of the Risk. The mix of cash, equity and other forms of remuneration will be consistent with risk alignment such that Remuneration outcomes are symmetric with risk outcomes

The Company has defined the Malus & Clawback arrangement for deferred variable pay as defined under:

Malus arrangement wherein in case of subdued or negative financial performance arising not on account of gross negligence or misconduct of the KMPs, the Company may withhold cash bonus or vesting of Employee Stock Options and may lapse unvested Employee Stock Options in accordance with the ESOP Plan.

Clawback arrangement wherein in case of gross negligence or misconduct or cause as defined in the Company's code of conduct, the KMP shall be liable to return previously paid or vested variable pay.

D. Description of the ways in which the Company seeks to link performance during a performance measurement period with levels of remuneration

The NRC defines Key Performance Indicators (KPIs) for Whole-time Directors and the Organisation performance norms for bonuses based on the financial and strategic plan approved by the Board.

a. Variable pay shall be in the form of "pay at risk". Depending on performance and risk outcomes at individual, business units and company-wide level, the variable pay shall be truly variable and can even be reduced to zero.

b. The minimum parameters which shall be taken into account for performance assessment of all KMPs (including MD/CEO/ED) for payment of variable pay shall be:

   - Overall financial soundness such as Net Worth position, solvency, growth in AUM, Net Profit etc. including any other indicator that reflects the overall financial soundness.
   - Compliance with Expenses of Management Regulations
   - Claim efficiency in terms of settlement and outstanding
   - Improvement in grievance redressal status/ position
   - Reduction in Unclaimed Amounts of policyholders
   - Renewal Rate
   - Overall Compliance status w.r.t. all applicable laws

c. The KPIs mentioned above shall have at least 60% of total weightage in the performance assessment matrix of MD/CEO/WTDs and at least 30% of total weightage in the performance assessment matrix of other KMPs individually.

d. The Committee may configure weightage for each of the above parameters suitably depending on the respective roles.

e. The above parameters shall also be used as an input for determining fixed pay increments as well.

f. The above performance parameters (including above mentioned) and their weightages will be defined by the Company separately at the beginning of the performance year. For MD & CEO, these parameters shall be further recommended by NRC and approved by Board.

(ii) Quantitative Disclosures:

The details of remuneration paid to Managing Director & CEO and Whole-time Director are disclosed under 'Managerial Remuneration' section of the Notes to Accounts forming part of the Financial Statements.

Risk Management Framework

The Company has in place a Risk Management Policy commensurate with the size of the Company which provides for a robust Risk Management Framework to identify, evaluate and mitigate risks in order to minimize the frequency and impact of risks.

The specific objective of the Risk Management Policy is to ensure that all the current and future material risk exposures of the Company are identified, assessed, quantified and appropriately mitigated, to comply with applicable regulations and adopt best practices to ensure business growth with financial stability.

The Company also has an Internal Control and Fraud Risk Management Team, which identifies fraud(s) through inbuilt controls such as fraud indicators and conducts analytical projects for identification of frauds. It also has a robust mechanism to take corrective actions such as process changes and disciplinary actions like termination, filing police complaints, suspending license/ agreement etc. on identification of frauds or potential frauds.

The Company also has an Operational Risk Management framework to manage risk that may arise from inadequate or failed internal processes, peoples, systems, or external events. To manage and control operational risk, various tools, including Self Assessments, operational risk event management and key risk indicator monitoring are used.

Further, the Company recognizes that information is a critical business asset, and accordingly, there is an information security and cyber security framework that ensures all information assets are safeguarded by establishing comprehensive management processes.

The risk and risk mitigating factors are discussed and deliberated at the Meetings of the Risk Management Committee and the Board.

Vigil Mechanism

The Company encourages an open and transparent system of working and dealing amongst its stakeholders.

In accordance with Section 177 of the Act, the Company has adopted the "Breach of Integrity and Whistle Blower Policy" to provide a formal vigil mechanism to the Directors and employees to report their genuine concerns about unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct or Ethics policy.

The Policy provides for adequate safeguards against victimization of employees who avail the mechanism and also provides for direct access to the Chairperson of the Audit Committee. It is affirmed that no personnel of the Company have been denied access to the Audit Committee of the Board.

The said Policy may be referred to on the website of the Company at its weblink, i.e. https://www.magmainsurance.com/documents/d/magmainsurance/breach-of-integrity-and-whistle-blower-policy

The Whistleblower complaints are reviewed by the Audit Committee on a quarterly basis.

Particulars of contracts or arrangements with related parties under section 188 of the Companies Act, 2013

All contracts/arrangements/transactions entered into by the Company during the financial year with related parties were in the ordinary course of business and on arm's length basis and the same were also reviewed by the Audit Committee of the Board.

The Policy on Related Party Transactions is hosted on the website of the Company and can be viewed at https://www.magmainsurance.com/documents/d/magmainsurance/policy-on-related-party-transactions.

The particulars of contract or arrangements entered into by the Company with related parties are mentioned separately in the notes to Financial Statements.

During the year under review, the Company had not entered into any contract / arrangement / transaction with related parties which requires reporting in Form. AOC-2 in terms of Section 134(3)(h) read with Section 188(1) of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014, as amended from time to time.

Deloitte Haskins & Sells LLP have reviewed the related party transactions for Financial Year 2025-26, and their reports were placed before the Audit Committee for review, along with details of such transactions.

Internal Audit and Internal Financial Control

The Company has an adequate system of internal control procedures which is commensurate with the size and nature of the business. Detailed procedural manuals are in place to ensure that all the assets are safeguarded, protected against loss and all transactions are authorized, recorded and reported correctly. The internal financial control and risk management systems of the Company are monitored and evaluated by internal auditors and their audit reports are periodically reviewed by the Audit Committee. The Chairperson of the Audit Committee briefs the Board on deliberations at the Audit Committee Meeting. Internal audits are conducted by in-house internal audit team. Internal Audit also engages external subject matter experts wherever required. The Audit Committee regularly reviews the audit findings and actions taken thereon, as well as the adequacy and effectiveness of the internal systems and controls.

Concurrent Audit of Investments

In accordance with IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations 2024 read with Master Circular on Actuarial, Finance and Investment Functions of Insurers, 2024, an independent chartered accountant firm appointed by the Audit Committee carries out the concurrent audit of investment operations as per IRDAI investment regulations/ guidelines and guidance note on Internal/ Concurrent Audit of Investment functions of Insurance Companies, issued by the Institute of Chartered Accountants of India. Any significant findings in the concurrent audit are reviewed by the Investment Committee and presented to the Audit Committee.

Maintenance of Cost Records

Being an Insurance Company, the Company is not required to maintain cost records as specified under Section 148(1) of the Act.

Cost Auditors

Cost audit is not applicable as per Section 148 of the Act, read with Companies (Cost Records and Audit) Rules, 2014. Thus, the Company is not required to appoint a Cost Auditor.

Joint Statutory Auditors

Pursuant to the provisions of Section 139 of the Act, every company is required to appoint a Statutory Auditor for audit of Financial Statements of the Company. Further, in accordance with IRDAI Corporate Governance Regulations, every insurance company is required to appoint a minimum of two auditors as Joint Statutory Auditors.

Singhi & Co., Chartered Accountants, (Firm Registration No. 302049E) were appointed as the Statutory Auditors of the Company for a period of 5 years to hold office from the conclusion of the 12th AGM (FY2021) till the conclusion of the 17th AGM (FY2026) alongwith M S K A & Associates LLP, Chartered Accountants, (Registration No. 105047W) who were appointed for a period of 5 years to hold office from the conclusion of the 13th AGM (FY2022) till the conclusion of the 18th AGM (FY2027).

In accordance with the provisions of the Act read with the Rules made thereunder and the IRDAI Corporate Governance Regulations, Singhi & Co., Chartered Accountants will complete their second term of 5 years in the ensuing 17th AGM. The Board of Directors places on record its sincere appreciation for the valuable professional services rendered by Singhi & Co., Chartered Accountants, during their association with the Company.

The Board of Directors, based on the recommendation of the Audit Committee, at its meeting held on May 05, 2026, has recommended the appointment of T R Chadha & Co. LLP, Chartered Accountants (Registration No. 006711N/ N500028) as one of the Joint Statutory Auditors of the Company, to hold office for a term of four (4) consecutive years, from the conclusion of the 17th AGM till the conclusion of the 21st AGM (i.e., from FY 2026-27 to FY 2029-30).

The brief profile of T R Chadha & Co. LLP, Chartered Accountants, is provided in the explanatory statement to the notice of the 17th AGM.

The Board recommends the appointment of T R Chadha & Co. LLP, Chartered Accountants, as one of the Joint Statutory Auditors of the Company.

Joint Statutory Auditors' Reports

The Notes to financial statements referred to in the Joint Statutory Auditors' Report are self-explanatory and do not call for any further comments. The Joint Statutory Auditors' Report does not contain any qualification, reservation, adverse remark or disclaimer for the year under review.

Secretarial Auditor

Pursuant to the provisions of Section 204 of the Act, read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board had appointed Parikh & Associates, Company Secretaries (Firm Registration No: P1988MH009800), as Secretarial Auditors of the Company for conducting Secretarial Audit for the Financial Year 2025-26. The Secretarial Audit Report relating thereto is annexed herewith and marked as "**Annexure B**" to this Report.

The Secretarial Audit Report does not contain any qualification, reservation, adverse remark or disclaimer for the year under review.

Reporting of Frauds by Auditors

During the year under review, the Statutory Auditors and Secretarial Auditor have not reported any instances of fraud committed by the Company or its Officers or Employees to the Audit Committee or the Board of Directors under Section 143(12) of the Act and the Rules made thereunder.

Significant and material orders passed by the Regulators/ Courts/ Tribunals impacting the going concern status and the Company's operations in future

There are no significant and material orders passed by the Regulators/Courts/Tribunals that impacted the going concern status of the Company, and its future operations.

Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act 2013

The Company has zero tolerance towards sexual harassment at workplace and has adopted a 'Policy on Prevention, Prohibition and Redressal of Sexual Harassment of Women at Workplace to prohibit, prevent or deter any acts of sexual harassment and provide for redressal of complaints, thereby providing a safe and healthy work environment, in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 ("POSH Act") and the Rules framed thereunder.

The Company has made the policy gender neutral. The Company has an Internal Complaints Committee (ICC") to redress and resolve any complaints arising under the POSH Act. Training/awareness programs have been conducted during the year to create sensitivity towards ensuring a respectable workplace.

The Policy on Prevention, Prohibition and Redressal of Sexual Harassment is hosted on the website of the Company and can be viewed at https://www.magmainsurance.com/documents/d/magmainsurance/policy-on-prevention-and-redressal-of-sexual-harassment-posh-.

As per section 134 of the Companies Act read with Rule 8 of the Companies (Accounts) Rules, 2014, the details of complaints received and disposed of during the financial year are as under:

a. number of complaints of sexual harassment received during the year; -1

b. number of complaints disposed off during the year and; -1

c. number of cases pending for more than ninety days – Nil.

Compliance with Maternity Benefit Act 1961

The Company is in compliance with the applicable provisions relating to maternity benefits as prescribed under the Maternity Benefit Act, 1961 and provides maternity benefits to eligible women employees. Adequate facilities and support are provided in line with statutory requirements.

Corporate Social Responsibility

The Company wishes to make a positive difference to the society and firmly believes that it has a commitment to all its stakeholders, customers, employees and the community in which it operates, and it can fulfil this commitment only by sustainable and inclusive growth. The Company aims to improve the quality of life through its positive intervention in the community.

The Corporate Social Responsibility ("CSR") policy sets out the guiding principles for the CSR Committee, inter-alia, in relation to the activities to be undertaken by the Company as per Schedule VII to the Act, CSR Governance and implementation, Composition of Committee and monitoring of CSR activities.

The key philosophy of the CSR initiative of the Company is to promote development through social and economic transformation and make a positive difference to society. The Company proposes to focus on the following areas for its CSR initiatives:

1. Promoting health care including preventive health care
2. Promoting education
3. Environment sustainability
4. Gender Equality and Women Empowerment
5. Poverty Alleviation and Rural Development

The scope of activities which, the Company will usually undertake towards fulfillment of its CSR shall be in line with Schedule VII of the Companies Act, 2013.

During the year under review, the Board of Directors, on the recommendation of the Corporate Social Responsibility ("CSR") Committee, approved certain amendments to the Company's CSR Policy to align it with applicable provisions of the law.

The revised Policy is available on the Company's website and can be accessed at https://www.magmainsurance.com/documents/d/magmainsurance/csr-policy.

As per Section 135 of the Act, the Company was not required to incur any expenditure for CSR activities for the year under review.

The Annual Report on CSR Activities is given in "**Annexure C**" to the Board's Report.

Environmental, Social and Governance (ESG)

The Company continued to strengthen its Environmental, Social and Governance (ESG) foundation through structured policies, measurable goals, and reinforced governance oversight. Guided by a robust ESG Framework, the Company enhanced climate-risk management in line with IRDAI's Master Circular and monitored its electricity-driven Scope 2 emissions, while preparing to expand disclosures to Scope 3 categories on the environmental front. Energy-efficiency initiatives included adoption of LED lighting and VRF/VAV HVAC systems across branches, alongside sustained efforts to reduce paper usage and ensure responsible waste management, including battery recycling and e-waste tracking.

Social initiatives focused on strengthening a diverse and future-ready workforce through enhanced hiring of women employees, improved employee well-being, expanded training programs, and structured employee engagement initiatives. Customer-centric programs such as a robust grievance redressal mechanism, consistently high claim-settlement ratios, and implementation of a multi-touchpoint NPS program further improved transparency and service quality.

On the governance front, the Company strengthened Board oversight and fostered strong policy frameworks including Code of Conduct, Anti-Bribery & Anti-Corruption, Whistleblower, Risk Management, and Data Privacy policies and ensured full compliance with IRDAI guidelines. With expanding digitalization initiatives such as automated policy issuance, customer self-service tools, and cybersecurity enhancements, the Company continues to embed responsible business practices while advancing its long-term sustainability agenda.

At the Board level, the CSR&SC oversees and monitors ESG initiatives and the Risk Management Committee oversees ESG related risks. The Company has published ESG Reports for the Financial Years 2023-24 & 2024-25 which highlights the Company's commitment to environmental sustainability, social responsibility and corporate governance.

The ESG Reports are hosted on the website of the Company and can be accessed at https://www.magmainsurance.com/web/magmainsurance/public-disclosures.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

A) Conservation of Energy

In view of the nature of business activity of the Company, the information relating to the conservation of energy, as required under Section 134(3) of the Act and Rule 8(3) of Companies (Accounts) Rules, 2014, is not applicable to the Company. However, the information, as applicable, is given hereunder:

(i) Steps taken to conserve energy	Being an insurance company and service provider, the operations of the Company require minimal energy consumption. The Company is making all efforts to conserve energy by monitoring energy costs and periodically reviewing the consumption of energy. The Company continues its efforts to implement energy efficient solutions in various spheres of its activities.
(ii) The steps taken by your company for utilizing alternate sources of energy	
(iii) The capital investment in energy conservation equipment – Not Applicable	

B) Technology Absorption

i. Efforts made towards Technology Absorption

a) Implementation of Group Health Products on a new Health Policy Administration System - HealthBuzz. The implementation of Health Retail Products is Work in Progress and is likely to be completed by end of Financial Year 2026-27. This has helped us Derisk our Health Business from Genisys Configurator PAS.

b) The Company has started building Commercial Line of Business on a newly acquired Platform named Insillion. This has helped us Derisk our Health Business from Genisys Configurator PAS.

c) Implemented an API Gateway to centralize service orchestration, security and traffic management. This enables faster partner onboarding, scalable integrations, improved monitoring and standardized access control.

d) Implemented Service Desk and Asset Management tool – Manage Engine to streamline IT service management and asset lifecycle tracking across the organization. This will improve incident resolution efficiency, enhanced asset visibility and ensure better compliance with IT governance standards.

e) Implementation of Customer Communications Management (CCM) tool is underway for the creation, management and delivery of personalized communications across channels like email, SMS, WhatsApp and Letter (print). This will enhance customer experience by ensuring consistent, compliant and timeline messaging throughout the customer lifecycle.

f) Monthly training is being provided to users on absorption and adoption of technology.

ii. **Benefits derived like product improvement, cost reduction, product development or import substitution** – Not Applicable

iii. **Information related to imported technology (imported during the last three years reckoned from the beginning of the year under reference)** - Not Applicable

iv. **The expenditure incurred on Research and Development** – Not Applicable

C) **Foreign Exchange Earnings and Outgo**

Details of Foreign Exchange earnings or outgo during the period under review are as follows:

(₹ in crores)

Particulars	FY2026	FY2025
Foreign exchange outgo in terms of actual outflows	275.07	198.21
Foreign exchange earned in terms of actual inflow	15.15	17.84

Annual Return

Pursuant to Section 134(3)(a) of the Act, the Annual Return of the Company for the Financial Year ended March 31, 2026, is hosted on the website of the Company and can be viewed at https://www.magmainsurance.com/web/magmainsurance/public-disclosures/other-disclosures/agms

In terms of Rules 11 and 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return shall be filed with the Registrar of Companies, within the prescribed timelines.

Details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016

During the year under review, the Company has not filed any application and no proceeding is pending under the Insolvency and Bankruptcy Code, 2016.

One time settlement with Banks or Financial Institutions

There has been no instance of one-time settlement with the banks or financial institutions.

Particulars of Loans/ Guarantees/ Advances/ Investments outstanding during the Financial Year

The provisions of Section 186(4) of the Act, requiring disclosure in the Financial Statements of full particulars of the loans given, investment made or guarantee given or security provided and the purpose for which the loan or guarantee or security is proposed to be utilized by the recipient of the loan or guarantee or security is not applicable to the Company, being an Insurance Company.

Directors' Responsibility Statement

In accordance with the provisions of Section 134(3)(c) read with 134(5) of the Act and based on the information provided by the management, the Directors state that:

a. In the preparation of the annual accounts for the year ended March 31, 2026, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;

b. The Directors have selected such accounting policies and applied consistently, and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs, as on March 31, 2026, and of the profit of the Company for the year ended on the date;

c. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records, in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities, if any;

d. The Directors have prepared the annual accounts of the Company on a going concern basis; and

e. The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems were adequate and operating effectively.

Acknowledgement

The Board wishes to thank the Insurance Regulatory and Development Authority of India, the Securities Exchange Board of India and Exchange Board of India, the Ministry of Corporate Affairs of Corporate Affairs, General Insurance Council, BSE Limited, Depositories, Debenture Trustees, ESOP Trustees and other Regulatory Authorities for their continued support and guidance. The Board wishes to place on record their gratitude to all the policyholders, shareholders, customers, distributors, and business associates for reposing their trust and confidence in the Company. The Directors would also like to express their sincere appreciation to the employees of the Company at all levels for their hard work, dedication and untiring commitment in the growth journey of the Company.

For and on behalf of the Board of Directors

Place: Mumbai
Date: May 05, 2026

Sanjay Chamria
DIN 00009894
Chairman

Annexure A to Board Report

Disclosure as per Rule 12(9) of the Companies (Share Capital and Debentures) Rules, 2014
Magma ESOP 2018 (Details as on March 31, '26)

Sl. No.	Description	(Grant 1)	(Grant 2)	(Grant 3)	(Grant 4)	(Grant 5)	(Grant 6)	(Grant 7)	(Grant 8)	(Grant 9)
a	Number of options granted	885,488	896,000	992,500	430,000	1,152,500	2,280,000	136,300	331,532	200,000
b	Options vested during the year	-	-	-	-	-	684,000	40,890	-	-
c	Options exercised during the year	-	28,600	107,000	-	150,000	228,200	5,100	-	-
d	Total number of equity shares of ₹ 10/- each arising as a result of exercise of options	-	28,600	107,000	-	150,000	228,200	5,100	-	-
e	Number of Options lapsed during the year	-	6,000	-	-	-	476,800	36,400	169,302	
f	Exercise Price	44.10	42.08	50.46	50.46	79.6684	86.35	126.02	154.91	154.91
g	variation of terms of options	Complied as per the applicable law								
h	Money realized by exercise of options (In ₹)	-	1,203,488	5,399,220	-	11,950,260	19,705,070	642,702	-	-
i	**Total number of options in force***	**-**	**37,913**	**151,000**	**-**	**390,000**	**1,536,600**	**94,800**	**162,230**	**200,000**
j	**Employee wise details of options granted to:** (a) Key managerial personnel;	Given Separately in Annexure (i) (Present Employee)								
	(b) any other employee who receives a grant in any one year of option amounting to 5% or more of option granted during that year; and	Given Separately in Annexure (ii) (Present Employee)								
	(c) identified employees who were granted option, during any one year, equal to or exceeding 1% of the issued capital (excluding outstanding warrants and conversions) of the company at the time of grant.	NIL								

**No. of options in force as on date = Tot. grant - Options exercise - Options lasped*

Annexure (i)

List of Key managerial personnel as on March 31, 2026 to whom stock options were granted

Plan Name	Name of Employee	Date of Grant of Options	Tranche	Designation	Number of options granted till 31.03.2026	Exercise Price (in ₹)
Magma General Insurance Limited - Employee Stock Option Plan 2018 ("ESOP 2018")	Amit Bhandari	07-May-18	1	Chief Technical Officer	74,588	44.10
		24-Jan-20	2		67,500	42.08
		22-Oct-20	3		67,500	50.46
		21-Jan-21	4		68,750	50.46
		17-Dec-21	5		77,500	79.6684
		19-Feb-24	6		120,000	86.35
		17-May-24	7		11,000	126.02
		27-Jun-25	8		40,683	154.91
	Gaurav Parasrampuria	07-May-18	1	Chief Financial Officer	47,813	44.10
		24-Jan-20	2		55,000	42.08
		22-Oct-20	3		55,000	50.46
		21-Jan-21	4		56,000	50.46
		17-Dec-21	5		60,000	79.6684
		19-Feb-24	6		84,000	86.35
		17-May-24	7		11,700	126.02
		27-Jun-25	8		30,259	154.91
	Ramchandra Pandit	27-Oct-25	9	Interim CEO	100,000	154.91

Annexure (ii)

Any other employee as on March 31, 2026 who receives a grant in any one year of option amounting to 5% or more of option granted during that year of grant

Plan Name	Name of Employee	Date of Grant of Options	Grant	Designation	Number of options granted in FY2025-26	Exercise Price (in ₹)
Magma General Insurance Limited - Employee Stock Option Plan 2018 ("ESOP 2018")	Amit Bhandari	27-Jun-25	8	Chief Technical Officer	40,683	154.91
	Gaurav Parasrampuria	27-Jun-25	8	Chief Financial Officer	30,259	154.91
	Smita Pratapkumar Mitra	21-Jul-25	9	Chief of Staff	50,000	154.91
	Ramchandra Vijaykumar Pandit	27-Oct-25	9	Interim CEO	100,000	154.91
	Vikram Arora	10-Feb-26	9	Chief Digital Officer	50,000	154.91

Annexure (iii)

Disclosure as per Rule 16 of the Companies (Share Capital and Debentures) Rules, as on March 31, 2026

Sl. No.	Particulars	Details of employee who have exercised options
(a)	the names of the employees who have not exercised the voting rights directly	1. Rajive Kumaraswami (resigned w.e.f March 20, 2026) 2. Amit Bhandari 3. Gaurav Parasrampuria 4. Nitin Jain 5. Hemant Trivedi 6. Dinesh Pande 7. Abhishek Ranjan 8. Jinesh Shah 9. Mayank Tantia 10. Soumen Boyal 11. Kishore T Khanchandani 12. Manish Gangaram Mhadgut 13. Nirmal Kumar Gupta 14. Amit Loya 15. Milan Kirit Rajani 16. Amit Jagdish Sirsikar 17. Shivendra Tripathi 18. Pankaj Chaudhary 19. D Ganesan 20. Sandip Kalkar 21. Sumit Rawat (resigned w.e.f March 20, 2026) 22. Raj Akar 23. Meghna Harshal Shah 24. Anup Manohar Sankhe 25. Ekta Kedia 26. Prakhar Mishra 27. Vinita Joshi 28. Hemant R Sayil 29. Amit Shankerlal Gupta 30. Surajit Basak
(b)	the reasons for not voting directly	As per the Magma General Insurance Limited - Employee Stock Option Plan 2018 ("ESOP 2018"), any shares allotted under the Scheme shall be registered under the name of Magma General Insurance Limited ESOP Trust while the beneficial ownership shall remain with the employees who are so granted under the ESOP Scheme. Accordingly, once the option is exercised, the Magma General Insurance Limited ESOP Trust being the Registered owner exercises the voting powers in the general meeting.
(c)	the name of the person who is exercising such voting rights	Vistra ITCL (India) Ltd being the Trustees of ESOP 2018 exercises the voting rights
(d)	the number of shares held by or in favour of, such employees and the percentage of such shares to the total paid up share capital of the company	2,049,042 Equity Shares and 0.7%
(e)	the date of the general meeting in which such voting power was exercised	May 13, 2025
(f)	the resolutions on which votes have been cast by persons holding such voting power	Shifting of Registered Office from the State of West Bengal to the State of Maharashtra
(g)	the percentage of such voting power to the total voting power on each resolution	0.7%
(h)	whether the votes were cast in favour of or against the resolution	Vote casted in favour of Shifting of Registered Office from the State of West Bengal to the State of Maharashtra

Annexure B

FORM No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2026

[Pursuant to Section 204 (1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To
The Members,
Magma General Insurance Limited
(formerly Magma HDI General Insurance Company Limited)

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

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company, to the extent the information provided by the Company, its officers, agents and authorised representatives during the conduct of secretarial audit, the explanations and clarifications given to us and the representations made by the Management and considering the relaxations granted by the Ministry of Corporate Affairs, we hereby report that in our opinion, the Company has during the audit period covering the financial year ended on March 31, 2026, generally complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records made available to us and maintained by the Company for the financial year ended on March 31, 2026 according to the applicable provisions of:

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

(ii) The Securities Contract (Regulation) Act, 1956 ('SCRA') and the rules made thereunder; (Not applicable to the Company during the Audit Period);

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; (Not applicable to the Company during the Audit Period);

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):

  (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

  (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

  (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;

  (d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;

  (e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021;

  (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 and The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 2025 regarding the Companies Act and dealing with client; (Not applicable to the Company during the audit period)

  (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; (Not applicable to the Company during the audit period)

  (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; (Not applicable to the Company during the audit period) and

  (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015; as applicable.

(vi) Other laws specifically applicable to the Company namely:

  a) The Insurance Act, 1938;

  b) Sakam Bima Sabki Raksha (Amendment to Insurance Laws) Act, 2025

c) Insurance Regulatory and Development Authority (IRDAI') (Corporate Governance for Insurers) Regulations, 2024 read with Master Circular on Corporate Governance for Insurers, 2024

d) IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 read with Master Circular on Actuarial, Finance and Investment Functions of Insurers;

e) IRDAI (Rural, Social Sector and Motor Third Party Obligations) Regulations, 2024 read with Master Circular on Rural, Social Sector and Motor Third Party Obligations;

f) IRDAI (Insurance Web Aggregators) Regulations, 2017 (as amended in 2019);

g) IRDAI (Sharing of Database for Distribution of Insurance Products) Regulations, 2010;

h) IRDAI (Protection of Policyholders' Interests, Operations and Allied Matters of Insurers) Regulations, 2024 read with Master Circular on Protection of Policyholders' interests 2024;

i) IRDAI (Re-insurance) Regulations, 2018 read with Master Circular on Reinsurance, 2024;

j) IRDAI (Registration, Capital Structure, Transfer of Shares and Amalgamation of Insurers) Regulations, 2024 read with Master Circular on Registration, Capital Structure, Transfer of Shares and Amalgamation of Insurers, 2024;

k) IRDAI (Expenses of Management, including Commission, of Insurers) Regulations, 2024 read with Master Circular on Expenses of Management, including Commission, of Insurers, 2024;

l) IRDAI (Insurance Product) Regulations, 2024 read with Master Circular on General Insurance Business and Master Circular on Health Insurance Business

m) Master Circular on Submission of Returns, 2024;

n) Indian Insurance Companies (Foreign Investment) Rules, 2015 (as amended in 2021);

o) BAP Compliances;

p) KYC- Aadhar Guidelines;

q) Guidelines on Insurance Claims of Victims of Cyclone Floods;

r) IRDAI Information and Cyber Security Guidelines, 2023;

s) Master Guidelines on Anti-Money Laundering /Counter Financing of Terrorism, 2022;

t) Guidelines on Public disclosures by Insurers;

u) Such other Guidelines / Regulations / Circulars issued by IRDAI as may be applicable to the Company from time to time.

We have also examined compliance with the applicable clauses of the following:

1. Secretarial Standards issued by the Institute of Company Secretaries of India with respect to board and general meetings.
2. Listing Agreement entered into by the Company with BSE Ltd. (for Debentures) as per SEBI (LODR) Regulations, 2015.

During the period under review, the Company has generally complied with the provisions of the Act, rules, regulations, guidelines, standards, etc. mentioned above.

We further report that:

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

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

All decisions at the Board Meetings/committee meetings are passed unanimously.

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

We further report that during the audit period following events occurred which had bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

- The Company allotted 1,59,950 Equity Shares under Magma General Insurance Limited – Employee Stock Option Plan 2018 to eligible employees who have exercised their options.
- The registered office of the Company was shifted from Development House, 24 Park Street, Kolkata, West Bengal – 700016 to Equinox Business Park, Tower 3, Ambedkar Nagar, 2nd Floor, Unit No. 1B & 2B, LBS Marg, Kurla (West), Mumbai – 400070 with effect from November 11, 2025. Consequential amendments to the Memorandum and Articles of Association of the Company were duly carried out.

- During the previous Financial Year 2024-25, the Company executed a Share Purchase Agreement dated March 12, 2025, for the transfer of equity shares held by shareholders ("Sellers") to Patanjali Ayurved Limited and affiliated foundations ("Buyers"), at fair value determined by an independent valuation. The transaction received approval from the Competition Commission of India under the Green Channel Route on April 15, 2025. Approval from the Insurance Regulatory and Development Authority of India (IRDAI) is pending, and the Long Stop Date under the Agreement has been mutually extended to July 31, 2026.

For Parikh & Associates
Company Secretaries

Place: Mumbai
Date: May 05, 2026

Signature:
Sarvari Shah
Partner
FCS No: 9697 CP No: 11717
UDIN: F009697H000277899
PR No.: 7327/2025

This Report is to be read with our letter of even date which is annexed as Annexure A and Forms an integral part of this report.

'Annexure A'

To
The Members,
Magma General Insurance Limited
(formerly Magma HDI General Insurance Company Limited)

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the process and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management Representation about the Compliance of laws, rules and regulations and happening of events, etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For Parikh & Associates
Company Secretaries

Place: Mumbai
Date: May 05, 2026

Signature:
Sarvari Shah
Partner
FCS No: 9697 CP No: 11717
UDIN: F009697H000277899
PR No.: 7327/2025

Annexure C to Board Report

Annual Report on Corporate Social Responsibility ("CSR") Activities (for the Financial Year ended March 31, 2026)

1. **Brief outline on CSR Policy of the Company**

Magma General Insurance Limited (Formerly Magma HDI General Insurance Company Limited) (**'the Company")** proposes to make a positive difference to the society and firmly believes that it has a commitment to all its stakeholders, customers, employees and the community in which it operates, and it can fulfil this commitment only by sustainable and inclusive growth. The Company aims to improve the quality of life through its positive intervention in the community.

The Company has a duly constituted the Corporate Social Responsibility and Sustainability Committee ("CSR&SC" or "Committee") in accordance with the provisions of the Companies Act, 2013 ("the Act") and IRDAI (Corporate Governance for Insurers) Regulations, 2024 read with Master Circular on Corporate Governance for Insurers, 2024 ("IRDAI Corporate Governance Regulations").

The Company has formulated the Corporate Social Responsibility Policy ("CSR Policy") which sets out the framework for the Company's CSR activities.

2. **Composition of CSR&SC:**

Sl. No.	Name of Director	Designation / Nature of Directorship	No. of meetings of CSR Committee held during the year	No. of meetings of CSR Committee attended during the year
1	Mr. Sudhir Kapadia	Chairman, Independent Director	3	3
2	Mr. Vinesh Kriplani	Member, Non-Executive (Nominee) Director	3	2
3	Ms. Sandhya Sharma	Member, Independent Director	3	3
4	Mr. Rajive Kumaraswami*	Members, Managing Director & Chief Executive Officer	3	3

**Ceased to be a Member of the Committee w.e.f. March 20, 2026.*

Mr. Ramchandra Pandit was appointed as a Member of the Committee w.e.f. April 17, 2026

3. **Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the Company**

Sr. No	Particulars	Web-Link
1	Composition	https://www.magmainsurance.com/documents/d/magmainsurance/csr-committee-composition
2	CSR Policy	https://www.magmainsurance.com/documents/d/magmainsurance/csr-policy
3	CSR Projects approved by the Board	Not applicable, since the Company was not required to spend on CSR activities for FY-26.

4. **Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable**

Not Applicable for the financial year under review.

5. a) **Average net profit of the Company as per sub-section (5) of Section 135 –** ₹ (14,963.3) lakhs (Profit as per IRDAI Regulations).

   b) **Two percent of average net profit of the Company as per Section 135(5):** ₹ (299.27) lakhs

   c) **Surplus arising out of the CSR projects or programmes or activities of the previous financial years**: NIL

   d) **Amount required to be set off for the financial year, if any**: NIL

   e) **Total CSR obligation for the financial year (5b+5c-5d):** Not Applicable

6. **(a) Amount spent on CSR Projects (ongoing project and other than ongoing project:** Not Applicable

   (b) Amount spent in Administrative Overheads: NIL

   (c) Amount spent on Impact Assessment, if applicable: NIL

   (d) Total amount spent for the Financial Year (a+b+c): NIL

(e) **CSR amount spent or unspent for the Financial Year:**

Total Amount Spent for the Financial Year. (in ₹)	Amount Unspent (in ₹)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount.	Date of transfer.
NIL					

(f) **Excess amount for set off, if any:** Not Applicable

Sr. No.	Particular	Amount (in ₹)
(i)	Two percent of average net profit of the company as per section 135(5)	NIL
(ii)	Total amount spent for the Financial Year	
(iii)	Excess amount spent for the financial year [(ii)-(i)]	
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	

7. **Details of Unspent CSR amount for the preceding three financial years:**

Sr. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in ₹)	Amount spent in the reporting Financial Year (in ₹)	Amount transferred to any fund specified under Schedule VII as per Section 135(6), if any			Amount remaining to be spent in succeeding financial years (in ₹)
				Name of the Fund	Amount (in ₹)	Date of transfer	
Not Applicable							

8. **Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year:**

(~~Yes~~/No)

If yes, enter the number of capital assets created/ acquired: Not Applicable

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

Sr. No.	Short particulars of the property or asset(s)	Pin code of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity/ Authority/ beneficiary of the registered owner		
					CSR registration No., if applicable	Name	Registered Address
	Not Applicable				-	-	-

9. **Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per Section 135(5)** – Not Applicable

For and on behalf of the Board of Directors

Ramchandra Pandit
(Whole Time Director & Interim Chief Executive Officer)
DIN 08846736

Place: Mumbai
Date: May 05, 2026

Sudhir Kapadia
(Chairman of CSR&SC)
DIN 05307843

Place: Mumbai
Date: May 05, 2026

REPORT ON CORPORATE GOVERNANCE

REPORT ON CORPORATE GOVERNANCE

Philosophy on the Code of Corporate Governance

Corporate Governance is a commitment to conduct business in an ethical and transparent manner, by complying with the applicable Laws, Rules, Regulations and Guidelines in true spirit. The Companies Act, 2013 ("the Act") and IRDAI (Corporate Governance for Insurers) Regulations, 2024 read with Master Circular on Corporate Governance for Insurers, 2024 ("IRDAI Corporate Governance Regulations") recognizes the importance of having a good corporate governance structure and has laid down various initiatives which should be implemented by the corporates.

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited) ("the Company") is fully committed to follow sound corporate governance practices and uphold the highest business standards in conducting business.

The Company believes in the philosophy of conducting business through fair and ethical means. The true spirit of corporate governance emanates from the strong values that the Company believes and practices. The philosophy on corporate governance is an important tool for shareholder protection and maximization of their long-term values. The Company's Corporate Governance architecture has been strengthened through various Policies, Frameworks, Guidelines and Codes adopted by the Company.

The Company endeavours to enhance the economic value, trust and confidence of all its stakeholders through good Corporate Governance practices and its core values of Integrity, Empathy, Fairness and Excellence. Every effort is made to follow the best practices in all the functional areas and in discharging the Company's responsibilities towards all stakeholders and the community at large.

Corporate Governance and Shareholders

The Company is committed to safeguarding the interests of its shareholders while balancing the interests of policyholders and other stakeholders, in line with the principles of sound corporate governance applicable to a general insurance company. The Company adheres to the requirements of the Companies Act, 2013, SEBI Listing Regulations and the IRDAI Corporate Governance Regulations and strives to maintain high standards of transparency, accountability, and ethical conduct.

The Company is committed to facilitating the following rights for our shareholders:

- Offering a fair opportunity to consider and approve critical business decisions in alignment with the applicable acts, laws, rules and regulations.
- Ensuring timely and regular dissemination of relevant, sufficient, and reliable information, empowering shareholders to actively participate in the corporate governance process.
- Offering platforms for voting on key resolutions, ensuring shareholders have a voice in major decisions.

The Company engages with shareholders through notices, regulatory filings, website disclosures, and other appropriate channels, reinforcing its commitment to transparency, prudent governance, and long-term value creation.

The report on the Company's Corporate Governance is as under:

Board of Directors

The Board is the apex body for overseeing the Company's overall functioning. The Board of Directors of the Company act as trustees bearing the ultimate responsibility of the Company's management and performance. As its primary role is fiduciary in nature, the Board offers leadership, strategic guidance and an objective, independent view to the Company's management. It ensures adherence to ethics, transparency, and disclosure.

The composition of the Board of Directors is governed by the provisions of the Companies Act, 2013 read with Rules made thereunder, IRDAI Corporate Governance Regulations as amended from time to time and Articles of Association of the Company. The Board comprises of highly experienced people of repute, eminence and has an optimum and diverse mix of Executive and Non-Executive Directors including Independent Directors.

The Board of Directors of the Company consists of seven (7) Directors, with three (3) Independent Directors (including one (1) Woman Director), four (4) Non - Executive Directors. None of the Directors of the Company are related to each other.

During the year, Mr. Rajive Kumaraswami (DIN:07501971) ceased to be the Managing Director and Chief Executive Officer of the Company effective from March 20, 2026.

Mr. Jens Wohlthat was appointed as Non-Executive, Non-Independent Director of the Company with effect from August 30, 2025.

All the members of the Board are eminent persons with significant expertise in the fields of accountancy, finance, taxation, investments, strategy, insurance and governance. The Company is immensely benefitted by the range of experience and skills that the Directors bring to the Board.

The Board is overall responsible for the management, general affairs, strategic direction, and performance of the Company and is ably supported by the Board Committees.

All the Board Committees are led by Independent Directors.

The composition of the Board of Directors, field of specialization, qualification and core skills, expertise, competence and other details as on March 31, 2026, are as given below:

Sr. No	Name of the Director	DIN	Qualification	Field of Specialization	Nature of Directorship	Number of other Directorships
1	Mr. Sanjay Chamria	00009894	Chartered Accountant	Finance, Insurance	Chairman, Non-executive Director	4
2	Mr. Mayank Poddar	00009409	Bachelor of Commerce	Finance, Insurance	Non-executive Director	5
3	Mr. Vinesh Kriplani	08212644	Chartered Accountant	Finance, Taxation	Non-Executive (Nominee) Director	1
4	Mr. Jens Wohlthat	05245642	Versicherungs-fa-chwirt (nearest to ACII in India) Insurance	Insurance	Non-Executive Non-Independent Director	6
5	Mr. Sanjay Sachdev	00415170	Bachelors Degree in Law and Business from Mumbai University, MBA in International Business	Finance, Investments	Non-Executive Independent Director	2
6	Mr. Sudhir Kapadia	05307843	Chartered Accountant, Chartered Financial Analyst	Accountancy, Finance, Taxation	Non-Executive Independent Director	2
7	Ms. Sandhya Sharma	02005378	Master of Management Studies	Finance, Governance	Non-Executive Independent Director	4

Board Diversity and Expertise

The Company recognizes and embraces the importance of having a diverse Board. The Board of the Company comprises of Directors with wide range of skills, expertise and experience and knowledge which enhances the overall board effectiveness.

The Company has in place a Board Diversity Policy which is hosted on the website of the Company and can be viewed at https://www.magmainsurance.com/documents/d/magmainsurance/board-diversity-policy-1.

Fit and Proper Criteria

In accordance with the IRDAI Corporate Governance Regulations, all the directors have to meet "Fit and Proper" criteria prescribed by Insurance Regulatory and Development Authority of India ("IRDAI"). Accordingly, all the Directors of the Company have submitted declaration(s) confirming compliance with Fit and Proper criteria, as prescribed.

Responsibilities of the Directors

The Board of Directors represents the interest of the Company's shareholders in optimizing long-term value by providing the Management with guidance and strategic direction on behalf of the shareholders. The Board's mandate is to oversee the Company's strategic direction, review financial, operational and investment performance, approve the annual business plan, ensure regulatory compliance and safeguard the interest of all stakeholders.

The primary role of the Board of Directors is to ensure that the Company has clear goals aligned with stakeholders' value and their growth. Apart from this, the Board of Directors are also responsible for the following:

1. Exercising appropriate control to ensure that the Company is managed in a manner that fulfills stakeholders' aspirations.
2. Monitoring the effectiveness of the Company's governance practices.
3. Ensuring compliance with the Insurance Act, 1938 and the regulations framed thereunder, and other statutory requirements applicable to it.
4. Ensuring information sharing and making appropriate disclosures to stakeholders, including investors, policyholders, employees, regulators, consumers, financial analysts, debenture trustees and/or credit rating agencies.
5. Exercising independent judgement in the affairs of the Company.

The Board plays a pivotal role in ensuring good governance and creating value for all stakeholders. The Directors acknowledge their duties as prescribed under the applicable laws.

The Board, while discharging its responsibilities and providing effective leadership to the business, upholds corporate values, promotes ethical culture and leverages innovation.

Role of Chairperson

The role of the Chairperson and MD & CEO is distinct and separate to create a balanced governance structure. Mr. Sanjay Chamria, as the Chairperson of the Company leads the Board and is responsible for promoting integrity of the Board while nurturing a culture where the Board works harmoniously for the long-term benefit of the Company and protects interests of all its stakeholders. Mr. Chamria actively participates and presides over all meeting(s) of the Board and Shareholders. The Chairperson also takes a lead in managing the Board and facilitates effective communication among all the Directors of the Company.

Further, the Chairpersons' role also includes:

a) demonstrating ethical leadership;

b) setting a board agenda which is primarily focused on strategy, performance, value creation and accountability, and ensuring that issues relevant to these areas are reserved for board decision;

c) ensuring a timely flow of high-quality supporting information, regularly considering succession planning, composition of the board etc.

Role of Managing Director & CEO

The Managing Director & Chief Executive Officer ("MD & CEO") of the Company is responsible for the operations and day-to-day management of the Company under the guidance and direction of the Board.

The MD & CEO is also entrusted with the responsibility of developing and implementing high-level strategies, making major corporate decisions, managing the overall operations and resources of the Company and acting as the main point of contact between the Board of Directors and the Corporate Operations. The MD & CEO of the Company acts as a link between the Board and the Management.

Further, the MD & CEO of the Company is also entrusted with the responsibility of leading and evaluating the work of other executive leaders including the members of the management team. The MD and CEO also streamlines the governance processes throughout the Company and ensures effective functioning of top management.

Mr. Rajive Kumaraswami ceased to be the Managing Director and Chief Executive Officer of the Company effective from March 20, 2026.

Mr. Ramchandra Pandit was appointed as the Interim CEO effective March 21, 2026 and was appointed as the Whole-time Director of the Company effective April 17, 2026 subject to the approval of the shareholders and IRDAI.

Role of Non-Executive Directors

The Non-executive Directors, play a critical role in balancing the Board processes by bringing independent judgement on matters pertaining to strategy, governance, compliance, etc. They provide oversight in matters of the Company and ensure effective implementation of Board and Committee decisions. The Non-executive Directors ensure that the functions of the Company are in the best interest of all its stakeholders.

Further, the Non-executive Directors play a crucial role in ensuring that the best corporate governance practices are followed by the Company. They are responsible for constructive and active participation in the proceedings of the Board and Board constituted Committees.

Role of Independent Directors

The Independent Directors bring an independent judgment to the Board's deliberations and objectivity in the Board's decision-making process. The Independent Directors also participate constructively and actively in the Committees of the Board.

The Board of Directors are of the opinion that all Independent Directors are independent of the Management of the Company and possess the requisite qualification, experience and expertise and uphold the highest standards of integrity.

During the year, none of the Independent Directors of the Company have resigned.

Familiarization Programme

The Company conducts a Familiarization Programme for newly inducted Directors on the Board. The Directors are provided with necessary documents, brochures, reports and internal policies to familiarize them with the Company's procedures and practices.

Periodic presentations are made on industry overview, business overview, key regulatory developments, governance, strategy, investment, human resources and operating performance.

This programme familiarizes the newly inducted Directors with their roles, rights and responsibilities in the Company, as well as with the nature of the industry and the business model of the Company. It enables them to make informed decisions in the interest of the Company and its stakeholders.

Quarterly Results and Public Disclosure

The Company's quarterly / half-yearly / annual financial results are submitted to IRDAI, Stock Exchanges, Debenture Trustee and are also available on the website of the Company.

Meeting Procedures

The Board Meetings are scheduled in a timely manner with a gap, not exceeding one hundred and twenty days (120) between any two (2) meetings.

The Board and Committee Meetings are pre-scheduled. A tentative annual calendar of the meetings is placed at the Board meeting well in advance for the Board Members to plan their schedule and ensure meaningful participation in the meetings.

The agenda papers are circulated to the Directors well in advance. The Directors are provided with appropriate information in the form of agenda notes and presentations to enable them to deliberate on each agenda item and make informed decisions. The Directors are also updated on the regulatory developments and key communications with authorities on a periodic basis.

In order to address specific urgent needs, meetings are also convened at shorter notice and in case of business exigencies, resolutions are passed by the Board/ Committees through circulation, which are noted at the next meeting of the Board / Committees respectively. Further, Extra Ordinary General Meetings are also convened at shorter notice on receipt of requisite consents of the shareholders.

To support the green initiative, the Company has availed a web-based application for circulating agenda papers for the Board and Committee meetings. The notice, agenda papers and presentations of each meeting are disseminated electronically, by uploading them on a secured online application, which is accessible by all the Director(s) and Management of the Company.

The meetings of the Board of Directors are generally held at the Company's Registered Office in Mumbai. The Company also provides an option to its Directors to attend the Board/Committee Meetings through Video Conferencing to enable the Directors/ Committee Members to participate in the proceedings of the meeting electronically. All the rules and regulations relating to the conduct of meetings through Audio-Visual Means/Video Conferencing are duly complied with.

The Members of the Management Team of the Company and other functional representatives are invited to the Board/ Committee Meeting(s) to present updates on respective agenda items being discussed at the Meeting. This also provides an opportunity to the Board/Committee Members to interact with the Members of the Management.

All the Board and Committee Meetings are attended by the relevant Management Team Members including Company Secretary, Appointed Actuary, Chief Compliance Officer, Chief Risk Officer of the Company and other invitees, on need basis.

In order to ensure that the Board functions effectively, the summary of matters discussed in the Committee Meetings are briefed to the Board of Directors by the Chairperson of the respective Committee at the ensuing Board Meeting.

Minutes of the Meetings

The Company Secretary records the minutes of the proceedings of each Board and Committee meeting. The draft minutes of each meeting are circulated to the members of the Board / Committee within fifteen (15) days from the date of the meeting and the comments, if any on the draft minutes, are incorporated. The minutes are duly recorded in the Minutes Book within thirty (30) days of the meeting and the signed Minutes are also circulated to the Board/Committee Members within fifteen (15) days from the date of signing.

All the meetings of the Board and Committees are conducted in compliance with the regulatory / statutory requirements prescribed under various statutes and regulations.

Post Meetings Follow-Up System

The Company tracks important deliberations at the meetings of Board and Committees and action points arising out of the meetings are promptly communicated to the respective stakeholders for necessary action(s) to ensure that the guidance provided by Board / Committee is actioned upon.

An action taken report is placed in the subsequent Board / Committee meeting(s) along with status of compliance.

Board Meetings

Being the apex body for overseeing the overall functioning of the Company, the Board evaluates all the strategic decisions based on collective consensus amongst the Directors. During the year, Eight (8) meetings of the Board of Directors were held. The following table sets out the particulars of attendance of the Board of Directors at such meetings:

Name of the Director	Date of Meeting								% of attendance	Attendance at AGM (Yes/No)
	Apr 29, 2025	Jun 27, 2025	Jul 21, 2025	Sep 22, 2025	Oct27, 2025	Feb10, 2026	Mar 17, 2026	Mar 17, 2026		Sep 26, 2025
Mr. Sanjay Chamria	√	$√^{\#}$	√	$√^{\#}$	√	√	$√^{\#}$	LOA	87.5	Yes
Mr. Mayank Poddar	$√^{\#}$	$√^{\#}$	$√^{\#}$	$√^{\#}$	LOA	LOA	$√^{\#}$	$√^{\#}$	75	Yes
Mr. Vinesh Kriplani	√	LOA	√	$√^{\#}$	$√^{\#}$	$√^{\#}$	$√^{\#}$	$√^{\#}$	87.5	Yes
Mr. Jens Wohlthat	√	$√^{\#}$	√	$√^{\#}$	√	$√^{\#}$	$√^{\#}$	$√^{\#}$	100	Yes
Mr. Sanjay Sachdev	√	$√^{\#}$	√	$√^{\#}$	$√^{\#}$	√	$√^{\#}$	$√^{\#}$	100	No
Mr. Sudhir Kapadia	√	√	√	$√^{\#}$	√	√	$√^{\#}$	$√^{\#}$	100	Yes
Ms. Sandhya Sharma	√	√	√	$√^{\#}$	√	√	$√^{\#}$	$√^{\#}$	100	Yes
Mr. Rajive Kumaraswami*	√	√	√	$√^{\#}$	√	√	$√^{\#}$	$√^{\#}$	100	Yes

√ Present
LOA Leave of Absence
 # Through Video Conferencing
** Resigned w.e.f. March 20, 2026*

Remuneration of Directors

The Independent Directors and Mr. Jens Wohlthat, Non-Executive Non-Independent Director are paid sitting fees of ₹ 1,00,000/- each, for every meeting of the Board, Audit Committee, Nomination and Remuneration Committee ("NRC") and Risk Management Committee and ₹ 30,000/- each for every meeting of the Investment Committee, Policyholder Protection, Grievance Redressal and Claims Monitoring Committee and Meeting of Independent Directors (as may be applicable).

No sitting fee is paid for attending the meeting(s) of the Corporate Social Responsibility & Sustainability Committee.

The details of the sitting fees paid to the Independent Directors and Mr. Jens Wohlthat, during the Financial Year 2025-26, are as follows:

(Amount in ₹)

SN	Name of the Director	Sitting Fees			Total
		Committees	Board	Independent Directors Meeting	
1.	Ms. Sandhya Sharma	15,20,000	8,00,000	30,000	23,50,000
2.	Mr. Sanjay Sachdev	12,40,000	8,00,000	30,000	20,70,000
3.	Mr. Sudhir Kapadia	14,00,000	8,00,000	30,000	22,30,000
4.	Mr. Jens Wohlthat	11,20,000	8,00,000	-	19,20,000

Independence of Directors

Based on the disclosures and confirmations received from each of the Independent Directors, the Board is of the opinion that, all the Independent Directors fulfil the criteria prescribed under the Act and are independent of the management of the Company.

Meeting of Independent Directors

During the year, a separate meeting of Independent Directors was held on February 5, 2026, in terms of Schedule IV of the Act, without the presence of Non-Independent Directors and members of the management. All the Independent Directors were present at the said meeting and *inter-alia* reviewed:

- performance of Non-Independent Directors and the Board as a whole;
- performance of the Chairman of the Company, taking into account the views of executive directors and non-executive directors;
- performance of the Committee(s) of the Board; and
- assessed the quality, quantity and timeliness of flow of information between the Company, Management & the Board, necessary for the Board to effectively & reasonably perform its duties.

Committees of the Board of Directors

Constitution & Composition

Pursuant to the Act and IRDAI Corporate Governance Regulations, the Board has constituted six (6) mandatory committees and one (1) non-mandatory committee. The details of the Committees and its composition as on March 31, 2026, are as follows:

Mandatory Committees	
Audit Committee	**Nomination and Remuneration Committee**
1. Mr. Sudhir Kapadia (Chairman)	1. Ms. Sandhya Sharma (Chairperson)
2. Mr. Mayank Poddar	2. Mr. Sanjay Chamria
3. Mr. Vinesh Kriplani	3. Mr. Jens Wohlthat
4. Mr. Sanjay Sachdev	4. Mr. Sudhir Kapadia
5. Ms. Sandhya Sharma	5. Mr. Sanjay Sachdev
Corporate Social Responsibility and Sustainability Committee	**Policyholder Protection, Grievance Redressal and Claims Monitoring Committee**
1. Mr. Sudhir Kapadia (Chairman)	1. Mr. Sanjay Sachdev (Chairman)
2. Mr. Vinesh Kriplani	2. Mr. Sanjay Chamria
3. Ms. Sandhya Sharma	3. Ms. Sandhya Sharma
4. Mr. Rajive Kumaraswami*	4. Mr. Rajive Kumaraswami*

Investment Committee	Risk Management Committee
1. Mr. Sanjay Sachdev (Chairman)	1. Ms. Sandhya Sharma (Chairperson)
2. Mr. Sanjay Chamria	2. Mr. Sanjay Chamria
3. Mr. Vinesh Kriplani	3. Mr. Jens Wohlthat
4. Mr. Jens Wohlthat	4. Mr. Sudhir Kapadia
5. Mr. Rajive Kumaraswami*	5. Mr. Rajive Kumaraswami*
6. Mr. Shivendra Tripathi	6. Mr. Gaurav Parasrampuria
7. Mr. Jinesh Shah	7. Mr. Shivendra Tripathi
8. Mr. Kishore Khanchandani	8. Mr. Kishore Khanchandani
9. Mr. Amit Bhandari	
10. Mr. Gaurav Parasrampuria	
Non-Mandatory Committee	
Management Committee	
1. Mr. Sanjay Chamria (Chairman)	
2. Mr. Vinesh Kriplani	
3. Mr. Rajive Kumaraswami*	

**Ceased w.e.f. March 20, 2026*

1. Audit Committee

The Audit Committee has been constituted pursuant to provisions of Section 177 of the Act and IRDAI Corporate Governance Regulations.

a. Terms of Reference

The Terms of reference of the Committee, *inter-alia*, include the following:

1. Oversight of the company's financial statements, financial reporting, statement of cash flow and disclosure of its financial information, both on an annual and quarterly basis, to ensure that the financial statement is correct, sufficient and credible.
2. Recommendation for appointment, removal, remuneration and terms of appointment, performance and oversight of the work of the auditors (including Internal / Statutory / Concurrent / Secretarial / Forensic / Systems Audit).
3. Acting as a "Compliance" Committee to discuss the level of compliance and any associated risks and to monitor and report to the Board any significant compliance breaches.
4. Approve rendering of services by the statutory auditor other than those expressly barred under Section 144 of Companies Act, 2013 and remuneration for the same.
5. Approval or any subsequent modification and disclosure of any related party transactions of the Company.
6. Discussion with Internal Auditors and the Management of any significant findings, status of previous audit recommendations and monitor the progress made in rectification of irregularities and changes in processes wherever deficiencies have come to notice.
7. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
8. Evaluating reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
9. Reviewing the functioning of whistle blower / vigil mechanism, if any.
10. Reviewing Management letters/letters of internal control weakness issued by the Statutory Auditors.
11. Reviewing the Internal Audit Report relating to internal control weaknesses.
12. Reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process.
13. Valuation of undertakings or assets of the company, wherever necessary.
14. Evaluating internal financial controls and risk management systems.
15. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.) and related matters, the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.

16. Overseeing Company's Stewardship Activities.

    During the year under review, there were no instances of any non-acceptance of recommendations of the Audit Committee by the Board.

b. Meetings and attendance during the year

During the year, four (4) meetings of the Audit Committee were held. The following table sets out the particulars of attendance of members of the Committee at such meetings:

Name of the Member	Date of Meeting				% of attendance
	Apr 29, 2025	Jul 21, 2025	Oct 27, 2025	Feb 10, 2026	
Mr. Sudhir Kapadia *Independent Director, Chairman*	√	√	√	√	100
Mr. Mayank Poddar *Non-executive Director*	√#	√#	LOA	LOA	50
Ms. Sandhya Sharma *Independent Director*	√	√	√	√	100
Mr. Sanjay Sachdev *Independent Director*	√	√	√#	√	100
Mr. Vinesh Kriplani *Non-executive Director*	√	√	√#	√#	100

√ Present

LOA Leave of Absence

 # Through Video Conferencing

All the Committee Members are financially literate and / or have accounting, financial management expertise / background.

The Management Team is invited to the meetings of the Audit Committee. The participation of the Managing Director & CEO at the meetings of the Audit Committee is limited to addressing queries, if any, of the Members.

The Joint Statutory Auditors and Internal Auditor are permanent invitees to the meetings of the Audit Committee.

During the year under review, the meeting(s) of the credit rating agency(ies), providing rating to the Company's Non-Convertible Debentures, with the members of the Audit Committee were duly convened and held.

The Chairman of the Audit Committee attended the 16h Annual General Meeting ("AGM") of the Company held on September 26, 2025.

The gap between the two (2) Audit Committee Meetings did not exceed one hundred and twenty (120) days. The necessary quorum was present at the above Meetings.

2. Nomination and Remuneration Committee

The Nomination and Remuneration Committee is constituted in accordance with the provisions of Section 178 of the Act and IRDAI Corporate Governance Regulations.

a. Terms of Reference

During the year under review, the terms of reference of Nomination and Remuneration Committee were amended to increase its scope. The amended Terms of reference of the Committee, *inter-alia*, include the following:

1. Devise a policy on Board diversity and recommend the size and an optimum mix of promoter directors, executive, independent and non-independent directors keeping in mind the needs of the Company.
2. Formulate criteria for:
    a. determining qualifications, positive attributes and independence of a director;
    b. evaluation of directors (including independent directors), the Board and the Committee(s) of the Board.
3. Identifying, evaluating and recommending to the Board:
    a. Persons who are qualified for appointment as Independent and Non-Executive Directors/Executive Directors/ Whole-time Directors /Managing Directors in accordance with the criteria laid down;
    b. Appointment of Senior Management Personnel (all the Direct Reportees to the Managing Director) in accordance with the criteria laid down;
    c. Removal of Directors and Senior Management Personnel.
4. Determine the processes for evaluating the skill, knowledge, experience, effectiveness and performance of Individual Directors as well as Board as a whole.
5. Recommend budget for Board related expenses.

6. Devise a Policy on remuneration including any compensation related payments of the directors, key managerial personnel and other employees and recommend the same to the Board of Directors of the Company;

7. Ensure that the proposed appointments/ re-appointments of Key Management Persons or Directors are in conformity with the Board approved policy on retirement/ superannuation.

8. Determine remuneration packages for the following:

   a. Recommend remuneration package of the Directors of the Company, including Sitting Fees and other expenses payable to Non-Executive Directors of the Company;

   b. Recommend changes in compensation levels and one time compensation related payments in respect of Managing Director/Whole-time Director/Executive Director;

   c. Approve remuneration packages and service contract terms of Senior Management / Key Managerial Personnel / Key Management Person(s) (all the Direct Repartees to the Managing Director) including the structure, design and target setting for short and long term incentives / bonus;

   d. Approve framework and broad policy in respect of all Employees for increments.

9. Approve issuance, subscription and allotment of shares to the eligible employees under the shareholders approved ESOP Schemes.

10. Formulation/Amendments/Dissolution of ESOP Schemes.

11. Recommend / review succession plans for key positions, including its implementation in a smoother manner.

12. Conduct annual review of the Committee's performance and effectiveness at the Board level.

b. Meeting and attendance during the year

During the year, Six (6) meetings of the Committee were held. The following table sets out the particulars of attendance of members of the Committee at such meetings:

Name of the Member	Date of Meeting						% of attendance
	Jun 27, 2025	Jul 21, 2025	Sep 22, 2025	Oct 27, 2025	Feb 10, 2026	Mar 17, 2026	
Ms. Sandhya Sharma *Independent Director, Chairperson*	√	√	√#	√	√	√#	100
Mr. Sanjay Chamria *Non-executive Director*	√#	√	√#	√	√	LOA	83.33
Mr. Jens Wohlthat *Non-executive Director*	√#	√	√#	√	√#	√#	100
Mr. Sanjay Sachdev *Independent Director*	√#	√	√#	√#	√	√#	100
Mr. Sudhir Kapadia *Independent Director*	√	√	√#	√	√	√#	100

√ - Present

LOA – Leave of Absence

 # Through Video Conferencing

The Chairperson of the Nomination and Remuneration Committee attended the 16th AGM of the Company held on September 26, 2025.

3. Corporate Social Responsibility and Sustainability Committee

The Corporate Social Responsibility and Sustainability Committee has been constituted pursuant to the Act and IRDAI Corporate Governance Regulations.

a. Terms of Reference

During the year under review, the terms of reference of Corporate Social Responsibility and Sustainability Committee were amended to increase its scope. The amended Terms of reference of the Committee, *inter-alia*, includes the following:

1. Formulate and recommend to the Board, a Corporate Social Responsibility ("CSR") Policy which indicates the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013.

2. Monitoring the CSR Policy of the Company from time to time.

3. Recommendation of the CSR budget and annual action plan of the Company.

4. Approving CSR activities and its geographical distribution.

5. Identifying manner of CSR implementation.

6. Execution, implementation, monitoring and reporting of CSR activities.
7. Reviewing of CSR expenditure of the Company and recommendation thereof to the Board.
8. Recommending the Annual Report on CSR activities of the Company to the Board for adoption.
9. Reviewing and recommending ESG Framework to the Board and overseeing implementation thereof under the guidance of the Board of Directors.
10. Ensure implementation of Climate Risk Management framework under the guidance of Risk Management Committee.
11. To exercise such powers and perform such other functions as prescribed under the Companies Act, 2013, Master Circular on Corporate Governance for Insurers, 2024 issued by IRDAI, as amended from time to time, any other law for the time being in force, by the Articles of Association of the Company or such other functions as may be assigned by the Board from time to time.

b. Meeting and attendance during the year

During the year, three (3) meetings of the Corporate Social Responsibility and Sustainability Committee were held. The following table sets out the particulars of attendance of members of the Committee at such meetings:

Name of the Member	Date of Meeting			% of attendance
	Jun 27, 2025	Jul 21, 2025	Feb 10, 2026	
Mr. Sudhir Kapadia *Independent Director, Chairman*	√	√	√	100
Ms. Sandhya Sharma *Independent Director*	√	√	√	100
Mr. Rajive Kumaraswami* *Managing Director & CEO*	√	√	√	100
Mr. Vinesh Kriplani Non-executive Director	LOA	√#	√#	66.66

√ - Present

 # Through Video Conferencing

LOA – Leave of Absence

**Resigned w.e.f. March 20, 2026*

4. Policyholder Protection, Grievance Redressal and Claims Monitoring Committee

The Policyholder Protection, Grievance Redressal and Claims Monitoring Committee has been constituted pursuant to IRDAI Corporate Governance Regulations, as amended from time to time.

a. Terms of reference

The Terms of reference of the Committee, *inter-alia*, include the following:

1. Recommend policy on customer education for approval of the Board and ensure proper implementation of the same.
2. Adopt standard operating procedures to treat the customer fairly including timeframes for policy and claims servicing parameters and monitoring implementation thereof.
3. Establish policies and procedures, for the creation of a dedicated unit to deal with customer complaints and resolve disputes expeditiously.
4. Establish effective mechanism to address complaints and grievances of policyholders including mis-selling by intermediaries.
5. Put systems in place to ensure that policyholders have access to redressal mechanisms.
6. Put in place a framework for review of awards given by Insurance Ombudsman/Consumer Forums. Analyse the root cause of customer complaints, identify market conduct issues and advise the management appropriately about rectifying systemic issues, if any.
7. Review all the awards given by Insurance Ombudsman/Consumer Forums remaining unimplemented for more than thirty (30) days with reasons therefor and report the same to the Board for initiating remedial action.
8. Review the measures and take steps to reduce customer complaints at periodic intervals.
9. Ensure compliance with the statutory requirements as laid down in the regulatory framework.
10. Provide details of grievances at periodic intervals in such formats as may be prescribed by the Authority.
11. Ensure that details of insurance ombudsmen are provided to the policyholders.

12. Ensure that there is a Grievance Redressal Officer in place who shall be responsible for grievance redressal and whose details shall be made available on the website.
13. Review of Claims Report, including status of Outstanding Claims with ageing of outstanding claims.
14. Review Repudiated claims with analysis of reasons.
15. Review status of settlement of other customer benefit payouts.
16. Review unclaimed amounts of Policyholders, as required under the Circulars and guidelines issued by the Authority.
17. Report to the Board, a status on the policyholders' protection issues.
18. Review the settlement of unclaimed amounts on quarterly basis, including the number and amounts of claims, the steps taken to reduce unclaimed amounts by identifying policyholders or beneficiaries and creating awareness in accordance with the Standard operating procedure/ policy approved by the Committee.

b. Meeting and attendance during the year

During the year, four (4) meetings of the Policyholder Protection, Grievance Redressal and Claims Monitoring Committee were held. The following table sets out the particulars of attendance of members of the Committee at such meetings:

Name of the Member	Date of Meeting				% of attendance
	Apr 29, 2025	Jul 21, 2025	Oct 27, 2025	Feb 10, 2026	
Mr. Sanjay Sachdev *Independent Director, Chairman*	√	√	√#	√	100
Mr. Sanjay Chamria *Non-executive Director*	√	√	√	√	100
Ms. Sandhya Sharma *Independent Director*	√	√	√	√	100
Mr. Rajive Kumaraswami *Managing Director & CEO**	√	√	√	√	100

√ Present

 # Through Video Conferencing

**Resigned w.e.f. March 20, 2026*

5. Investment Committee

The Investment Committee has been constituted pursuant to IRDAI Corporate Governance Regulations and IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 read with Master Circular on Actuarial, Finance and Investment Functions of Insurers, 2024.

a. Terms of reference

The Terms of reference of the Committee, *inter - alia*, are as follows:

1. Making loans & investments as may be permitted under the Companies Act, 2013 or applicable IRDAI Regulations.
2. Framing and implementing the Investment Policy to invest the funds, subject to review and approval by Board.
3. Lay down the Operational Framework for investment operations of the Company.
4. Focus on prudential Asset Liability Management ("ALM") supported by internal controls.
5. Monitoring the implementation of compliance of IRDAI Investment Regulations / Policy / Guidelines and Circulars.
6. Submitting a quarterly report to the Board on the performance of the investment portfolio with regard to its safety and soundness.
7. Monitoring the compliance with the policies set by internal and statutory auditors.
8. Laying down norms in terms of types of investment, exposure limits to group companies and limits on investment in any single industry sector.
9. Ensure the maintenance of solvency margins at all times, take due care to maintain exposure norms.
10. Reviewing of investment decisions through use of due diligence and not merely rely on credit ratings.
11. Reviewing of non-performing assets of investments on a quarterly periodicity.
12. Reviewing Stewardship Policy of the Company.
13. Reviewing the investment strategies adopted from time to time and suggest directions as needed in the best interest of the Company.

14. Formulation of an effective reporting system to ensure compliance with the policy set out apart from Internal / Concurrent Audit mechanisms for a sustained and on-going monitoring of Investment Operations.

15. Reviewing and approving the Standard Operating Procedures (SOPs) of Investment Operations of the Company.

b. Meeting and attendance during the year

During the year, four (4) meetings of the Investment Committee were held. The following table sets out the particulars of attendance of members of the Committee at such meetings:

Name of the Member	Date of Meeting				% of attendance
	Apr 29, 2025	Jul 21, 2025	Oct 27, 2025	Feb 10, 2026	
Mr. Sanjay Sachdev *Independent Director, Chairman*	√	√	√#	√	100
Mr. Sanjay Chamria *Non-Executive Director*	√	√	√	√	100
Mr. Rajive Kumaraswami* *Managing Director & CEO*	√	√	√	√	100
Mr. Vinesh Kriplani *Non-Executive Director*	√	√#	√#	√#	100
Mr. Jens Wohlthat *Non-Executive Director*	√	√	√	√#	100
Mr. Gaurav Parasrampuria *Chief Financial Officer*	√	√	√	√	100
Mr. Amit Bhandari *Chief Technical Officer*	√	√	√	√	100
Mr. Shivendra Tripathi *Appointed Actuary*	√	√	√	√	100
Mr. Jinesh Shah *Chief Investment Officer*	√	√	√	√	100
Mr. Kishore T Khanchandani *Chief Risk Officer*	√	√	√	√	100

√ Present

Through Video Conferencing

Resigned w.e.f. March 20, 2026

6. Risk Management Committee

The Risk Management Committee has been constituted pursuant to IRDAI Corporate Governance Regulations.

a. Terms of reference

During the year under review, the terms of reference of Risk Management Committee were amended to increase its scope. The amended Terms of reference of the Committee, *inter - alia*, are as follows:

1. Establish effective Risk Management framework and recommend to the Board the Risk Management Policy and processes for the organization.

2. Set the risk tolerance limits and assess the cost and benefits associated with risk exposure.

3. Review the Company's risk-reward performance to align with overall policy objectives.

4. Assist the Board in effective operation of the risk management system by performing specialized analysis and quality reviews and advise the Board with regard to risk management decisions in relation to strategic and operational matters.

5. Maintain an aggregated view on the risk profile of the Company for all categories of risk including insurance risk, market risk, credit risk, liquidity risk, operational risk, compliance risk, legal risk, reputation risk, etc.

6. Report to the Board, details on the risk exposures and the actions taken to manage the exposures; review, monitor and challenge where necessary, risks undertaken by the Company.

7. Review the solvency position of the Company and monitor updates on business continuity.

8. Formulation of a Fraud monitoring policy and framework for approval by the Board.

9. Monitor implementation of Anti-fraud policy for effective deterrence, prevention, detection and mitigation of frauds and review compliance with the Insurance Fraud Monitoring Framework.

10. Review the reinvestment decisions of matured investments considering the duration of liabilities.

11. Make a coordinated effort with the Nomination and Remuneration Committee to have an integrated approach to the formulation of the Remuneration Policy.
12. Setting the Company's risk/reward objectives and assessing policyholder expectations.
13. Quantifying the level of risk exposure (eg. market, credit and liquidity) and assessing the expected rewards and costs associated with the risk exposure.
14. Formulating and implementing optimal ALM strategies and submitting the ALM information to the Board and meeting risk-reward objectives at both product and enterprise level. Annual review of strategic asset allocation.
15. Ensuring that liabilities are backed by appropriate assets and manage mismatches between assets and liabilities to ensure they remain within acceptable monitored tolerances for liquidity, solvency and the risk profile of the entity.
16. Reviewing key methodologies and assumptions including actuarial assumptions, used to value assets and liabilities.
17. Managing capital requirements at the company level using regulatory solvency requirements.
18. Reviewing, approving and monitoring capital plans and related decisions over capital transactions (e.g. dividend payments, acquisitions, disposals, etc.)
19. Reviewing the summary of the material risks arising out of outsourcing contracts at least once a year.
20. Review and recommend the Climate Risk Management Framework and provide an annual update.
21. Receive periodic inputs on matters related to Information Security Risk (IS) from the Information Security Risk Management Committee (ISRMC) and recommend to the Board budget for Information and Cyber security.
22. Review the status of non-conformities observed in the annual cyber security assurance audit report and risk report, and take serious non-conformities, if any, to the Board.
23. Approve the exceptions to the established cybersecurity policies which exceeds three months. Further, exceptions exceeding one year shall be approved by the Board of Directors of the organization

b. Meeting and attendance during the year

During the year, four (4) meetings of the Risk Management Committee were held. The following table sets out the particulars of attendance of members of the Committee at such meetings:

Name of the Member	Date of Meeting				% of attendance
	April 29, 2025	July 21, 2025	October 27, 2025	February 9, 2026	
Ms. Sandhya Sharma *Independent Director, Chairperson*	√	√	√	√#	100
Mr. Sanjay Chamria *Non-Executive Director*	√	√	√	√#	100
Mr. Sudhir Kapdia *Independent Director*	√	√	√	√#	100
Mr. Jens Wohlthat *Non-Executive Director*	√	√	√	√#	100
Mr. Rajive Kumaraswami* *Managing Director & CEO*	√	√	√	√#	100
Mr. Gaurav Parasrampuria *Chief Financial Officer*	√	√	√	√#	100
Mr. Kishore Khanchandani *Chief Risk Officer*	√	√	√	√	100
Mr. Shivendra Tripathi *Appointed Actuary*	√	√	√	√	100

√ - Present

 # Through Video Conferencing

**Resigned w.e.f. March 20, 2026*

7. Management Committee

The Management Committee was constituted by the Board of Directors for operational convenience in connection with the routine business matters of the Company.

Meeting and attendance during the year

No meeting of the Management Committee was held during the year under review.

Over the past few years, the Management Committee had not convened any meetings, and all matters within its scope have been directly approved by the Board of Directors either through circular resolutions or at duly convened Board meetings.

Accordingly, and in view of absence of any regulatory requirement for a separate Management Committee, the Board of Directors at its meeting held on April 17, 2026, dissolved the Management Committee.

Investor Grievance Redressal

During the year under review, no complaints were received from the investors.

Policies, Frameworks and Codes:

Some of the policies, frameworks and codes adopted by the Company with an oversight of Board Committee(s) inter-alia include the following:

Sr No	Audit Committee	Nomination and Remuneration Committee	Risk Management Committee	Investment Committee	Policyholders Protection, Grievance Redressal and Claim Monitoring Committee	Corporate Social Responsibility & Sustainability Committee
1	Code of Conduct for Regulating, Monitoring and Reporting of Trading by Insiders	Policy on Prevention, Prohibition and Redressal of Sexual Harassment	Reinsurance Inward Policy	Policy on Stewardship Activity	Protection of Policyholders' Interest Policy	Corporate Social Responsibility Policy
2	Breach of Integrity and Whistle Blower Policy	Code of Conduct	Business Continuity Management Policy	-	Policy on Appointment of Insurance Agents	Environmental Social Governance Framework
3	Policy on Utilization of Insurance Marketing Firm	Policy on Equal Opportunity and Non-Discrimination	Asset Liability Management Policy	-	-	-
4	Policy on Related Party Transactions	Remuneration Policy	Anti- Fraud Policy	-	-	-
5	Policy on Preservation of Documents and Archival	Board Diversity Policy	-	-	-	-
6	Code of Practices and Procedures for Fair Disclosure	Recruitment Policy	-	-	-	-
7	Policy on dealing with unclaimed amount of investors	-	-	-	-	-

Annual Fees

Section 3A of the Insurance Act, 1938 provides for payment of Annual Fee to IRDAI by the Insurers. In view of the same, the Company has paid annual fees for the Financial Year March 31, 2026 to IRDAI as prescribed under the Insurance Act, 1938.

Environmental, Social and Governance Framework

The Company recognizes the importance of Environmental, Social and Governance ("ESG") and strives to contribute towards sustainable development and inclusive growth by adopting responsible business practices which serve the interest of all its stakeholders, including the environment and society at large. The Company is committed towards conducting its business in a sustainable and responsible manner.

In line with IRDAI Corporate Governance Regulations, the Company has a Board approved ESG Framework primarily to protect and restore the environment, by adopting best practices to identify and mitigate environmental and climate change related risks and impacts associated with the business operations. It also encompasses carbon intensity, climate change strategy, energy management and waste management.

The ESG Reports are hosted on the website of the Company and can be viewed at https://www.magmainsurance.com/web/magmainsurance/public-disclosures.

Climate Risk Management Framework

In accordance with the IRDAI (Corporate Governance for Insurers) Regulations, 2024 read with Master Circular on Corporate Governance for Insurers, 2024, the Company has established a comprehensive Climate Risk Management framework to facilitate climate risk management, keeping in view size, nature and complexity of operations of the Company.

This Policy sets out the Companies approach/framework to identifying, assessing, managing, and disclosing climate-related risks and opportunities across Business Continuity Plan (BCP), Enterprise Risk Management (ERM), Investments, and Underwriting.

Vigil Mechanism/ Whistle Blower Policy

Section 177(9) of the Act read with Rules made thereunder and IRDAI Corporate Governance Regulations requires the Company to establish a vigil mechanism/whistle blower policy. The Company has adopted the 'Breach of Integrity and Whistle Blower Policy' which is annually reviewed. The details of the said Policy are explained in the Board's Report.

Details of shares held by Directors and Key Management Persons ("KMP") as on March 31, 2026:

Name of Director / KMP	Number of Equity Shares
Mr. Sanjay Chamria, Director Jointly with Celica Developers Private Limited	222
Mr. Amit Bhandari, Chief Technical Officer	7,22,575
Mr. Jinesh Shah, Chief Investment Officer	20,650
Mr. Amit Loya, Chief Internal Auditor	20,650
Mr. Shivendra Tripathi, Appointed Actuary	20,650

Shareholding under Magma General Insurance - Employee Stock Option Plan 2018:

A) Under the Companies Act 2013:

As on March 31, 2026, Mr. Amit Bhandari, Chief Technical Officer, Mr. Gaurav Parasrampuria, Chief Financial Officer holds beneficial ownership in equity shares of the Company pursuant to exercise of Options under Magma General Insurance - Employee Stock Option Plan 2018 (ESOP Plan 2018). The registered owner of equity shares is Magma General Insurance ESOP Trust.

B) Under the Insurance Act 1938 read with IRDAI Regulations:

No employee was granted Options in excess of 1% of the issued share capital of the Company at the time of grant.

Except as disclosed above, none of the other Directors and KMPs hold any Equity Shares in the Company.

As on March 31, 2026, none of the Directors / KMPs of the Company hold Non-Convertible Debentures of the Company.

For and on behalf of the Board of Directors

Sanjay Chamria
Chairman
(DIN 00009894)

Date: May 05, 2026
Place: Mumbai

Certification for Compliance of the Corporate Governance Master Circular

I, Sumit Talreja, Chief Compliance Officer, hereby certify that the Company has complied with the IRDAI (Corporate Governance for Insurers) Regulations, 2024 and the Circulars issued thereunder, with following exception and nothing has been concealed or suppressed.

- Succession Planning for key positions is being put in place and will be taken up with the Nomination and Remuneration Committee and the Board of Directors.

Date: May 05, 2026
Place: Mumbai

Sumit Talreja
Chief Compliance Officer

MANAGEMENT REPORT

MANAGEMENT REPORT

In accordance with the provisions of the Insurance Regulatory and Development Authority of India (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 read with Master Circular, the Management submits the following Report for the year ended March 31, 2026:

1. We confirm the validity of Certificate of Registration granted by the Insurance Regulatory and Development Authority of India ("IRDAI") to undertake General Insurance business in India.
2. To the best of our knowledge and belief, we certify that all the undisputed dues payable to the statutory authorities have been duly paid.
3. We confirm that the shareholding pattern and any transfer of shares during the year are in accordance with statutory and regulatory requirements.
4. We declare that the management has not directly or indirectly invested outside India the funds of the holders of policies issued in India.
5. We confirm that the Company has maintained the required solvency margins as laid down by IRDAI. The Company's solvency margin as at March 31, 2026 stands at 1.74 times.
6. We certify that the values of all the assets of the Company have been reviewed on the date of the balance sheet and to the best of our knowledge and belief the assets set forth in the balance sheet are shown in the aggregate at amounts not exceeding their realisable or market value under the several headings - 'Loans', 'Investments', 'Agents Balance', 'Outstanding Premium', 'Interest, Dividends and Rents outstanding', 'Income Accrued on Investments', 'Due from other entities carrying on Insurance Business (including Reinsurers)', 'Sundry Debtors', 'Cash and Bank Balances', and the several other items specified under 'Others' except that Investments in Debt securities and Unlisted Equity are stated at historical cost as per the IRDAI Regulations .
7. The Company is exposed to various types of risks associated with general insurance business. The company closely monitors these risks and manages them by adopting prudent risk mitigation measures.

   The Company has established Underwriting process to mitigate the underwriting risk. Appropriate reinsurance arrangements are made to reinsure the risks in excess of retention.

   Investment risk is mitigated by laying down the investment guidelines through the Investment Policy and Operating Guidelines. The Investment Policy & Operating Guidelines are reviewed at regular intervals to take care of the latest developments including regulatory changes.
8. The Company does not have any operations outside India.
9. The ageing of claims outstanding and the trends in average claims settlement time during the preceding 5 years are provided in Annexure A & B respectively and details of claim intimated during the year is provided in Annexure C.
10. We certify that all debt securities are stated at historical cost subject to amortization of premium or accretion of discount on the basis of effective interest rate over the holding period / maturity of the security. Investments in mutual fund units are stated at Net Asset Value, which is taken from Association of Mutual Funds in India ("AMFI") as on the Balance Sheet date. Investment in Units of InvIT and listed Equity, if any, are taken from NSE Limited and if the prices are not available on NSE Limited then from BSE Limited as on the Balance Sheet date. Investment in Unlisted Equity is stated at historical cost. Market value of Government Securities and other debt instruments have been reported in accordance with IRDAI Guidelines.

    The Company assesses at each balance sheet date whether any impairment has occurred in respect of investment in Debt Securities. The impairment loss, if any, is recognized in the profit and loss account and the carrying value of such investment is reduced to its recoverable value. If on the assessment at balance sheet date a previously impaired loss no longer exists, then such amount is reversed in the profit & loss account and the investment is restated to that extent.
11. The Company has adopted a prudent investment policy with emphasis on optimizing risk adjusted returns based on appropriate mix of duration, liquidity & safety. Emphasis is made to maintain the portfolio quality through investments in Government securities and other AAA rated debt instruments and to manage the duration of the portfolio dynamically depending on the volatility in interest rates. Investments are managed in accordance with the investment policy approved by the Board from time to time and are within the investment regulation and guidelines of IRDAI. The Company has carried out periodic review of the investment portfolio. There are no non-performing assets as at the end of the financial year.
12. The Management of the Company confirms that:
    (i) In the preparation of financial statements, the applicable accounting standards, principles and policies have been followed along with proper explanation relating to material departures, if any.
    (ii) The management has adopted accounting policies and applied them consistently except otherwise stated 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 profit or loss and of the profit or loss of the Company for the financial year.

(iii) The management has taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the applicable provisions of Insurance Act, 1938 (4 of 1938) and Companies Act, 2013 to the extent applicable, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

(iv) The management has prepared the financial statements on a going concern basis.

(v) The management has ensured that an internal audit system commensurate with the size and nature of the business exists and is operating effectively.

13. Schedule of payments which have been made to individuals, firms, companies and organisations in which directors of the insurers are interested.

(₹ in Lakhs)

Sr. No.	Name of the Director with designation	Entity in which Director is interested	Interested as	Description of Transactions / Payment made for	During the year	During the previous year
1	Sanjay Chamria	Magma Ventures Private Limited	Shareholder, Director and Relative is a Director	Brand Licence Fees	0.30	0.60
2	Mayank Poddar	CLP Business LLP	Designated Partner	Rent Payment	35.21	33.53
3	Mayank Poddar	Celica Developers Private Limited	Director	Rent Payment	10.60	10.60
				Payment of utility charges	6.08	5.91

14. The Company has no subsidiaries, associates, joint ventures and other similar arrangements .

For and on behalf of the Board of Directors

Sanjay Chamria
Chairman
DIN 00009894

Ramchandra Pandit
WTD & Interim CEO
DIN 08846736

Vinesh Kriplani
Director
DIN 08212644

Gaurav Parasrampuria
Chief Financial Officer

Sudhir Kapadia
Director
DIN 05307843

Sidhi Jatkar
Company Secretary
Membership No.: A27539

Place: Mumbai
Date: May 05, 2026

Annexure A

Ageing analysis of Gross Claims outstanding (Direct)

(₹ in Lakhs)

As at March 31, 2026	Fire		Marine (Cargo)		Engineering		Motor OD		Motor TP		Public / Product Liability	
	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount
Upto 30 days	150	1,059	70	408	13	490	1805	3,134	1001	6,455	-	-
31 Days to 6 months	181	3,292	63	623	22	429	1285	5,990	3853	26,687	-	-
6 months to 1 year	69	10,955	32	2,729	18	443	158	886	4403	36,264	-	-
1 year to 5 years	165	10,344	64	2,781	14	302	472	1,639	15209	137,284	-	-
5 years or more	4	14	8	136	3	23	163	679	1587	15,891	-	-
Total	**569**	**25,663**	**237**	**6,676**	**70**	**1,687**	**3883**	**12,328**	**26053**	**222,580**	**-**	**-**

(₹ in Lakhs)

As at March 31, 2026	Worksmen's Compensation		Other Liability		Personal Accident		Health Insurance		All Other Misc		Grand Total	
	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount
Upto 30 days	46	120	2	3	105	283	8993	7,012	11	4	**12196**	**18,965**
31 Days to 6 months	162	269	11	327	105	561	1399	617	4	1	**7085**	**38,794**
6 months to 1 year	48	193	3	651	22	172	83	87	-	-	**4836**	**52,381**
1 year to 5 years	11	119	12	265	3	2	32	51	-	-	**15982**	**152,787**
5 years or more	-	-	1	0	-	-	-	-	-	-	**1766**	**16,742**
Total	**267**	**700**	**29**	**1,246**	**235**	**1,017**	**10507**	**7,767**	**15**	**5**	**41865**	**279,669**

Ageing analysis of Gross Claims outstanding (Direct)

(₹ in Lakhs)

As at March 31, 2025	Fire		Marine (Cargo)		Engineering		Motor OD		Motor TP		Public / Product Liability	
	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount
Upto 30 days	72	1,053	77	190	2	45	1949	3,238	1000	5,432	-	-
31 Days to 6 months	161	6,875	83	967	13	423	1489	5,418	4264	26,093	-	-
6 months to 1 year	101	4,418	33	2,666	5	42	120	484	4282	30,334	-	-
1 year to 5 years	147	4,784	46	267	13	1,477	431	1,341	13255	109,149	-	-
5 years or more	2	8	10	133	5	33	169	615	1629	15,736	-	-
Total	**483**	**17,138**	**249**	**4,223**	**38**	**2,019**	**4158**	**11,096**	**24430**	**186,744**	**-**	**-**

(₹ in Lakhs)

As at March 31, 2025	Worksmen's Compensation		Other Liability		Personal Accident		Health Insurance		All Other Misc		Grand Total	
	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount
Upto 30 days	51	26	3	6	61	168	6442	5,538	3	3	**9660**	**15,698**
31 Days to 6 months	113	153	1	2	42	146	483	307	4	23	**6653**	**40,406**
6 months to 1 year	13	105	1	3	-	-	18	36	-	-	**4573**	**38,089**
1 year to 5 years	3	11	15	271	3	2	8	11	2	10	**13923**	**117,323**
5 years or more	-	-	-	-	1	2	-	-	-	-	**1816**	**16,527**
Total	**180**	**294**	**20**	**283**	**107**	**317**	**6951**	**5,892**	**9**	**36**	**36625**	**228,043**

Ageing analysis of Gross Claims outstanding (Direct)

(₹ in Lakhs)

As at March 31, 2024	Fire		Marine (Cargo)		Engineering		Motor OD		Motor TP		Public / Product Liability	
	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount
Upto 30 days	64	157	41	174	1	2	2828	2,541	1274	6,720	-	-
31 Days to 6 months	170	4,779	44	477	9	787	1855	4,136	5148	30,449	-	-
6 months to 1 year	87	2,898	16	408	11	1,049	117	505	4792	33,526	-	-
1 year to 5 years	83	3,061	45	357	1	8	364	1,076	8666	69,379	1	40
5 years or more	3	26	7	116	4	25	154	592	1304	11,978	-	-
Total	**407**	**10,921**	**153**	**1,532**	**26**	**1,871**	**5318**	**8,850**	**21184**	**152,052**	**1**	**40**

(₹ in Lakhs)

As at March 31, 2024	Worksmen's Compensation		Other Liability		Personal Accident		Health Insurance		All Other Misc		Grand Total	
	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount
Upto 30 days	20	10	2	4	30	77	4124	3,535	4	7	**8388**	**13,227**
31 Days to 6 months	31	97	10	64	32	27	322	172	8	30	**7629**	**41,018**
6 months to 1 year	2	7	10	79	-	-	4	5	-	-	**5039**	**38,478**
1 year to 5 years	2	1	12	376	3	6	2	4	1	0	**9180**	**74,308**
5 years or more	-	-	-	-	-	-	-	-	1	147	**1473**	**12,883**
Total	**55**	**115**	**34**	**524**	**65**	**109**	**4452**	**3,716**	**14**	**184**	**31709**	**179,913**

Ageing analysis of Gross Claims outstanding (Direct)

(₹ in Lakhs)

As at March 31, 2023	Fire		Marine (Cargo)		Engineering		Motor OD		Motor TP		Public / Product Liability	
	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount
Upto 30 days	179	811	22	330	1	4	3033	2,247	931	4,562	1	1
31 Days to 6 months	37	2,154	45	366	-	-	1829	3,749	3816	19,734	2	1
6 months to 1 year	13	201	22	289	1	19	106	365	3098	19,225	5	16
1 year to 5 years	44	1,671	33	101	13	57	332	1,015	5877	44,385	33	181
5 years or more	7	447	6	85	-	-	129	429	1121	10,680	1	2
Total	**280**	**5,284**	**128**	**1,171**	**15**	**80**	**5429**	**7,805**	**14843**	**98,586**	**42**	**201**

(₹ in Lakhs)

As at March 31, 2023	Worksmen's Compensation		Other Liability		Personal Accident		Health Insurance		All Other Misc		Grand Total	
	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount
Upto 30 days	14	7	5	69	18	17	2358	1,769	2	0	**6564**	**9,817**
31 Days to 6 months	2	1	2	14	12	78	198	97	-	-	**5943**	**26,194**
6 months to 1 year	4	21	7	311	-	-	3	7	1	-	**3260**	**20,453**
1 year to 5 years	3	24	5	5	1	2	2	5	2	148	**6345**	**47,596**
5 years or more	-	-	2	1	-	-	-	-	-	-	**1266**	**11,644**
Total	**23**	**53**	**21**	**400**	**31**	**97**	**2561**	**1,878**	**5**	**149**	**23378**	**115,704**

Ageing analysis of Gross Claims outstanding (Direct)

(₹ in Lakhs)

As at March 31, 2022	Fire		Marine (Cargo)		Engineering		Motor OD		Motor TP		Public / Product Liability	
	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount
Upto 30 days	212	37	25	52	-	-	2490	1,591	360	1,798	-	-
31 Days to 6 months	794	1,247	37	164	9	14	1340	2,734	3326	15,136	-	-
6 months to 1 year	106	492	30	84	14	27	85	198	2049	11,308	-	-
1 year to 5 years	29	1,091	11	287	8	76	368	1,218	4426	32,676	1	40
5 years or more	1	51	7	636	2	4	92	260	989	7,871	-	-
Total	**1142**	**2,918**	**110**	**1,222**	**33**	**121**	**4375**	**6,001**	**11150**	**68,788**	**1**	**40**

(₹ in Lakhs)

As at March 31, 2022	Worksmen's Compensation		Other Liability		Personal Accident		Health Insurance		All Other Misc		Grand Total	
	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount	No. of Claims	Amount
Upto 30 days	6	3	7	19	11	37	865	702	-	-	**3976**	**4,238**
31 Days to 6 months	8	24	5	16	3	3	106	63	-	-	**5628**	**19,399**
6 months to 1 year	7	66	18	33	3	3	2	4	1	0	**2315**	**12,214**
1 year to 5 years	-	-	26	127	1	2	-	-	1	140	**4871**	**35,657**
5 years or more	-	-	-	-	-	-	-	-	-	-	**1091**	**8,823**
Total	**21**	**93**	**56**	**194**	**18**	**45**	**973**	**769**	**2**	**140**	**17881**	**80,331**

Annexure B

Details of Average Claim (Direct) settlement time for the preceding five years

(₹ in Lakhs)

Class of Business	Trend in average claim settlement time for various segments														
	FY 2025-26			FY 2024-25			FY 2023-24			FY 2022-23			FY 2021-22		
	Average settlement time (Days)	No. of claims Settled	Amount Settled	Average settlement time (Days)	No. of claims Settled	Amount Settled	Average settlement time (Days)	No. of claims Settled	Amount Settled	Average settlement time (Days)	No. of claims Settled	Amount Settled	Average settlement time (Days)	No. of claims Settled	Amount Settled
Fire	22	11278	6,682	14	25869	3,814	25	19725	2,975	65	10753	2,271	56	16539	3,267
Marine Cargo	8	16320	3,968	11	8790	3,268	5	13801	2,273	10	6355	2,032	66	1036	1,383
Engineering	89	157	1,007	53	88	278	369	32	121	199	44	30	347	46	63
Motor OD	3	93174	46,105	2	151736	46,115	3	168022	36,609	1	178649	38,051	2	100886	20,576
Public / Product Liability	0	1	-	92	1	0	1228	1	40	-	-	-	2	2	0
Worksmen's Compensation	122	709	1,038	116	357	354	146	85	160	173	37	42	113	22	52
Other Liability	290	13	142	327	32	198	600	67	478	364	17	486	565	18	3
Personal Accident	4	1185	1,928	3	741	844	1	417	339	5	197	181	23	164	164
Health	3	145626	72,160	2	107392	47,183	3	62634	28,661	4	22983	10,513	5	11224	6,215
Others Misc	47	133	161	63	109	337	41	40	48	70	60	38	96	59	39
Total	**4**	**268596**	**133,191**	**4**	**295115**	**102,392**	**5**	**264824**	**71,704**	**5**	**219095**	**53,645**	**10**	**129996**	**31,761**

* *The above ageing does not include Motor third party claims which have to be settled through MACT and other judicial bodies.*

** *Average settlement time is calculated considering cashless payments as same day settlement.*

Annexure C

Details of Claim Intimated

(₹ in Lakhs)

Class of Business	FY 2025-26		FY 2024-25	
	No. of claims Intimated	Amount	No. of claims Intimated	Amount
Fire	11364	6,939	25945	19,803
Marine Cargo	16308	8,338	8886	7,310
Engineering	189	1,836	100	1,363
Motor OD	92899	48,086	150576	54,332
Motor TP	11639	66,371	11833	64,141
Public / Product Liability	1	1	-	-
Worksmen's Compensation	796	1,454	482	354
Other Liability	22	281	18	40
Personal Accident	1313	3,699	783	1,641
Health	149182	105,976	109891	70,911
Others Misc	139	150	104	275
Total	**283852**	**243,131**	**308618**	**220,170**

AUDITED FINANCIAL STATEMENTS

INDEPENDENT AUDITORS' REPORT

To the members of
Magma General Insurance Limited
(formerly Magma HDI General Insurance Company Limited)

Report on Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Magma General Insurance Limited** (formerly Magma HDI General Insurance Company Limited) ("the Company"), which comprise the Balance Sheet as at March 31, 2026, the Revenue Accounts, the Profit and Loss Account and the Receipts and Payments Account for the year then ended, the schedules annexed there and notes to the financial statements, including a summary of the significant accounting policies and other explanatory notes (hereinafter referred to as "Financial Statements).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by provisions of the Insurance Act, 1938, as amended by the Insurance Laws (Amendment) Act, 2015 (the "Insurance Act") read with Insurance Regulatory and Development Act, 1999 (the "IRDAI Act"), and other accounting principles generally accepted in India, to the extent considered relevant and appropriate for the purpose of the annual financial result and which are not inconsistent with the accounting principles as prescribed in the Insurance Regulatory and Development Authority of India (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 (the "IRDAI Financial Statement Regulations") and orders/ directions / circulars issued by the Insurance Regulatory and Development Authority of India ("IRDAI"/ the "Authority"), to the extent applicable and the Companies Act, 2013, as amended, ('the Act') to the extent applicable and in the manner so required, and give true and fair view in conformity with the accounting principles generally accepted in India, as applicable to insurance companies:

i. in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2026;

ii. in the case of the Revenue Accounts, of the operating profit in the Fire business, and operating loss in the Marine and Miscellaneous business for year ended on that date;

iii. in the case of the Profit and Loss Account, of the profit for the year ended on that date; and

iv. in the case of the Receipts and Payments Account, of the receipts and payments for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditors' Responsibilities for the Audit of the Financial Statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statement.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period and include the most significant risks identified by us that may lead to material misstatement (whether or not due to fraud) and assessed by us as part of the audit procedures. These matters included those which had the greatest effect on the overall audit strategy, the allocation of resources in the audit and directing the efforts of the engagement team.

These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matters	Auditors' Response
Information Technology Systems and Controls (IT Controls):		
1	The Company is highly dependent on its information technology ('IT') systems for carrying out its operations and due to the large volume of transactions that are processed daily across multiple IT systems, there exists a potential risk that gaps in the IT control environment could result in the financial accounting and reporting records being misstated.	Our audit procedures included the following: • We involved our IT specialists for assessment of the IT systems and controls over financial reporting; • Understood General IT Controls (GITC) and Information Technology Application Controls (ITAC) over key financial accounting and reporting systems (referred to as "in-scope systems") which covered access controls, program/ system changes, program development and computer operations

Sr. No.	Key Audit Matters	Auditors' Response
	The controls implemented by the Company in its IT environment determine the integrity, accuracy, completeness, and validity of the data that is processed by the applications and is ultimately used for financial reporting. These controls contribute to mitigating risk of potential misstatements caused by fraud or error. On account of the extensive use of IT systems across varied phases of business, the testing with respect to general computer controls of the IT systems used in financial reporting was identified to be a key audit matter.	• Understood the IT Systems i.e. operating systems and databases and related data security controls; • Tested controls over IT Systems covering user access including privilege users and system changes, for those IT systems that are critical to financial reporting; • Tested controls over IT Systems covering user access including privilege users and system changes, for those IT systems that are critical to financial reporting; • Evaluated policies and strategies adopted by the Company in relation to operational security of key information infrastructure, data and client information management and monitoring • Our procedures also included testing of the compensating controls or alternate procedures to assess the risk of material misstatement. • Reviewed the key findings of internal audit, if any, to assess the impact of observations and management's response, on the financials reporting.

Information Other than the Financial Statements and Auditors' Report Thereon

The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Director's Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility of Management and Those Charged With Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the requirements of the Insurance Act, the IRDAI Act, the IRDAI Financial Statements Regulations, the Act and in accordance with the accounting principles generally accepted in India, including the applicable Accounting Standards specified under Section 133 of the Act read with relevant rules issued thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system with reference to Financial Statements and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Statements

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements for the year ended March 31, 2026 and are therefore, the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

The actuarial valuation of liabilities in respect of Claims Incurred But Not Reported (the "IBNR"), Claims Incurred But Not Enough Reported (the "IBNER") and Premium Deficiency Reserve (the "PDR") Is the responsibility of the Company's Appointed Actuary (the "Appointed Actuary"). The actuarial valuation of these liabilities, which are estimated using statistical methods as at March 31, 2026 has been duly certified by the Appointed Actuary and in his opinion, the assumptions considered by him for such valuation are in accordance with the guidelines and norms issued by the IRDAI and the Institute of Actuaries of India In concurrence with the IRDAI. We have relied upon the Appointed Actuary's certificate in this regard for forming our opinion on the valuation of liabilities for outstanding claims reserves and the PDR contained in the Financial Statements of the Company.

Our opinion is not modified in respect of above matter.

Report on Other Legal and Regulatory Requirements

1. As required by the IRDAI Financial Statements Regulations, we have issued a separate certificate dated May 05, 2026 certifying the matters specified in paragraphs 3 and 4 of Part III to the IRDAI Financial Statements Regulations.
2. This Report does not include a statement on the matters specified in paragraph 3 and 4 of the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section 11 of Section 143 of the Act, since in our opinion and according to the information and explanations given to us, the said Order is not applicable to the Company.
3. As required by IRDAI Financial Statements Regulations, read with Section 143 (3) of the Act, we report that:
    a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
    b. In our opinion, proper books of account as required by law relating to preparation of the financial statements have been kept by the Company so far as it appears from our examination of those books;
    c. As the Company's financial accounting system is centralized at Head Office, no returns for the purposes of our audit are prepared at the branches of the Company;
    d. The Balance Sheet, the Revenue Accounts, the Profit and Loss Account, and the Receipts and Payments Account dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the financial statements ;

e. In our opinion and to the best of our information and according to the explanations given to us, investments have been valued in accordance with the provisions of the Insurance Act the IRDAI Financial Statements Regulations and / or orders / directions / circulars / guidelines issued by the IRDAI in this behalf;

f. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements dealt with by this report comply with the Accounting Standards specified under Section 133 of the Act to the extent they are not inconsistent with the accounting principles prescribed in the IRDAI Financial Statements Regulations and orders/directions issued by IRDAI in this regard;

g. 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 the Accounting Standards specified under Section 133 of the Act, to the extent they are not inconsistent with the accounting principles prescribed in the IRDAI Financial Statements Regulations and orders / directions issued by the IRDAI in this behalf;

h. On the basis of the written representations received from the directors as on March 31, 2026, taken on record by the Board of Directors in their meeting held on May 05, 2026, none of the directors is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act;

i. As required by the Companies (Amendment) Act, 2017, in our opinion, according to information and explanations given to us, the remuneration paid/ provided by the Company to its directors during the year is within the limits prescribed under section 197 of the Act read with Section 34A of the Insurance Act, 1938;

j. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure A**";

k. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

    i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 17.1 of Schedule 17 to the financial statements;

    ii. Liability for insurance contracts, is determined by the Company's Actuary referred to in Other Matter paragraph above, on which we have placed reliance; and the Company did not have any other long-term contracts including derivative contracts for which there were any material foreseeable losses - Refer Note 17.24 & 17.27 respectively of Schedule 17 to the financial statements;

    iii. There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2026;

    iv. (a) The Management has represented that, to the best of its knowledge and belief as disclosed in Note 17.36, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies) including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

    (b) The Management has represented, that, to the best of its knowledge and belief as disclosed in Note 17.36, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

    v. The Company has not declared and paid any dividend during the year and accordingly no compliance with respect to section 123 of the Act is required to be followed.

vi. Based on our examination, the Company has used accounting software(s) for maintaining its books of account which has a feature of recording audit trail (edit log) facility. Further, the audit trail facility has been operated throughout the year for all relevant transactions recorded in the accounting software(s). Further, during the course of our examination, in respect of the accounting software(s) being used by the Company, we did not come across any instance of audit trail feature being tampered with or audit trail retention not being maintained.

For Singhi & Co.
Chartered Accountants
ICAI Firm Registration No.: 302049E

Shweta Singhal
Partner
Membership No.: 414420
UDIN: 26414420VAKZZO6277

Mumbai
May 05, 2026

For M S K A & Associates LLP
(Formerly Known as MSKA & Associates)
Chartered Accountants
ICAI Firm Registration No: 105047W/W101187

Padmashree Crasto
Partner
Membership No: 117156
UDIN: 26117156MYJMVT4788

Mumbai
May 05, 2026

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF MAGMA GENERAL INSURANCE LIMITED (formerly Magma HDI General Insurance Company Limited)

(Referred to in paragraph 3(j) under 'Report on Other Legal and Regulatory Requirements' of the Independent Auditors' Report of even date to the members of Magma General Insurance Limited on the financial statements for the year ended March 31, 2026)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (the "Act")

Opinion

1. We have audited the internal financial controls with reference to financial statements of **Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)** ("the Company") as of March 31, 2026 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

   In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March, 31, 2026, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

Management's Responsibility for Internal Financial Controls

2. The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI) (the "Guidance Note"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act including the provisions of the Insurance Act, 1938 as amended by the Insurance Laws (Amendment) Act, 2015 (the "Insurance Act"), the Insurance Regulatory and Development Authority Act, 1999 (the "IRDAI Act"), the IRDAI Financial Statements Regulations, orders/directions issued by the Insurance Regulatory and Development Authority of India (the "IRDAI") in this regard.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note issued by the ICAI and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to financial statements.

Meaning of Internal Financial Controls With reference to Financial Statements

6. A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls With reference to financial statements

7. Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Other Matters

8. The actuarial valuation of liabilities in respect of Claims Incurred But Not Reported (the "IBNR"), Claims Incurred But Not Enough Reported (the "IBNER") and Premium Deficiency Reserve (the "PDR") Is the responsibility of the Company's Appointed Actuary (the "Appointed Actuary"). The actuarial valuation of these liabilities, which are estimated using statistical methods as at March 31, 2026 has been duly certified by the Appointed Actuary and in his opinion, the assumptions considered by him for such valuation are in accordance with the guidelines and norms issued by the IRDAI and the Institute of Actuaries of India In concurrence with the IRDAI. We have relied upon the aforesaid certificate while forming our opinion on the financial statements of the Company as mentioned in Other Matter paragraph in our Audit Report on the financial statements for the year ended March 31, 2026. Accordingly, our opinion on the internal financial controls with reference to financial statements does not include reporting on the adequacy and operating effectiveness of the internal controls over the valuation and accuracy of the aforesaid actuarial liabilities.

   Our opinion is not modified in respect of the above matter.

For Singhi & Co.
Chartered Accountants
ICAI Firm Registration No.: 302049E

Shweta Singhal
Partner
Membership No.: 414420
UDIN: 26414420VAKZZO6277

Mumbai
May 05, 2026

For M S K A & Associates LLP
(Formerly Known as MSKA & Associates)
Chartered Accountants
ICAI Firm Registration No: 105047W/W101187

Padmashree Crasto
Partner
Membership No: 117156
UDIN: 26117156MYJMVT4788

Mumbai
May 05, 2026

INDEPENDENT AUDITORS' CERTIFICATE

TO THE MEMBERS OF MAGMA GENERAL INSURANCE LIMITED (formerly Magma HDI General Insurance Company Limited) ("The Company")

(Referred to in paragraph 1 of "Report on Other Legal and Regulatory Requirements" forming part of the Independent Auditors' Report dated May 05, 2026)

We have been requested by the Company having registered office at Equinox Business Park, Tower 3, Ambedkar Nagar, 2nd Floor, Unit Number 1B & 2B, LBS Marg, Kurla (West), Mumbai - 400070, Maharashtra, India to issue a certificate in accordance with the terms of engagement letter.

This certificate is issued to comply with the provisions of paragraphs 3 and 4 of Part III: Auditor's Report of the Insurance Regulatory and Development Authority of India (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 (the "Regulations") to be read with Master Circular.

Management's Responsibility

The Management is responsible for ensuring that the Company complies with the requirements of The Insurance Act, 1938 as amended by Insurance Laws (Amendment) Act, 2015 (the "Insurance Act"), the Insurance Regulatory and Development Authority Act, 1999 (the "IRDAI Act"), and other accounting principles generally accepted in India, to the extent considered relevant and appropriate for the purpose of the annual financial result and which are not inconsistent with the accounting principles as prescribed in the Insurance Regulatory and Development Authority of India (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 (the "IRDAI Financial Statement Regulations") and orders/ directions / circulars issued by the Insurance Regulatory and Development Authority of India ("IRDAI"/ the "Authority"), to the extent applicable, which includes preparation of the Management Report. The responsibility includes collecting, collating, validating data, designing, implementing and monitoring of internal controls relevant for ensuring compliance as stated above and providing all relevant information to IRDAI and making estimates that are reasonable in the circumstances.

Auditors' Responsibility

Pursuant to the requirements of the Regulations, our responsibility, for the purpose of this certificate, is to provide reasonable assurance on matters contained in paragraphs 3 and 4 of Part III, read with Master Circular, of the IRDAI Financial Statements Regulations.

We have performed the following procedures: -

a) Reviewed the management report attached to the financial statements for the year ended March 31, 2026, to ensure that there is no apparent mistake or material inconsistency with the financial statements;

b) We have verified the cash balances, to the extent considered necessary, and securities relating to the Company's loans and investments as at March 31, 2026, on the basis of certificates/ confirmations received from the Custodian and/or Depository Participants appointed by the Company, as the case may be;

c) Read the compliance certificate submitted to the Board of Directors; and

d) Relied on Management representation;
   - that the Company is not a trustee of any trust; and
   - that no part of the assets of the policyholder's funds has been directly or indirectly applied in contravention to the provisions of the Insurance Act relating to the application and investments of the policyholder's funds.

We have audited the financial statements of the Company as of and for the financial year ended March 31, 2026, on which we issued an unmodified audit opinion vide our reports dated May 05, 2026. Our audit of these financial statements was conducted in accordance with the Standards on Auditing as prescribed under Section 143(10) of the Companies Act, 2013 and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India ("ICAI"). Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. Our audits were not planned and performed in connection with any transactions to identify matters that may be of potential interest to third parties.

We conducted our examination in accordance with the Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) issued by the ICAI, which includes the concepts of test checks and materiality. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI. We have not performed an audit, the objective of which would be the expression of an opinion on the financial statements, specified elements, accounts or items thereof, for the purpose of this Certificate.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements issued by ICAI.

Opinion

Based on our examination, as above, the information and explanations and representation given to us, we report that:

1. We have reviewed the Management Report attached to the financial statements for the year ended March 31, 2026, and on the basis of our review, there are no apparent mistakes or material inconsistencies with the financial statements;
2. The Company has complied with the terms and conditions of registration as per sub section 4 of section 3 of the Insurance Act, 1938;
3. We have reviewed the cash balances and cheques on hand from the certificate and confirmations provided by the management and securities relating to Company's loans and investments as at March 31, 2026, by actual inspection and on the basis of certificates/confirmations received from the third parties/Custodians and/Depository Participants appointed by the Company, as the case may be;
4. The Company is not a trustee of any trust; and
5. No part of the assets of the Policyholders' Funds has been directly or indirectly applied in contravention of the provisions of the Insurance Act, 1938 relating to the application and investments of the Policyholders' Funds.

Restriction on use

This certificate is issued at the request of the Company solely for use of the Company for inclusion in the annual accounts in order to comply with the provisions of paragraph 3 and 4 of Part III of the IRDAI Financial Statements Regulations read with Regulation 3 of the IRDAI Regulations and is not intended to be and should not be used for any other purpose without our prior consent. Auditors' shall not be liable to the Company or to any other concerned for any claims, liabilities or expenses relating to this assignment. We have no responsibility to update this certificate for events and circumstances occurring after the date of this certificate. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this Certificate is shown or into whose hands it may come without our prior consent in writing.

For Singhi & Co.
Chartered Accountants
ICAI Firm Registration No.: 302049E

Shweta Singhal
Partner
Membership No.: 414420
UDIN: 26414420DJZQJI3585

Mumbai
May 05, 2026

For M S K A & Associates LLP
(Formerly Known as MSKA & Associates)
Chartered Accountants
ICAI Firm Registration No: 105047W/W101187

Padmashree Crasto
Partner
Membership No: 117156
UDIN: 26117156KKKDUL4637

Mumbai
May 05, 2026

FORM B-RA

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)

IRDAI Registration No. 149 dated May 22, 2012

Revenue Account for the year ended March 31, 2026

(₹ in Lakhs)

	Particulars	Schedule Ref.	Fire		Marine		Miscellaneous		Total	
			Year ended Mar 31, 2026	Year ended Mar 31, 2025	Year ended Mar 31, 2026	Year ended Mar 31, 2025	Year ended Mar 31, 2026	Year ended Mar 31, 2025	Year ended Mar 31, 2026	Year ended Mar 31, 2025
1	Premiums Earned (Net)	**1**	7,373	8,939	1,564	1,239	325,743	290,686	334,680	300,864
2	Profit / (Loss) on Sale / Redemption of Investments (Net)		73	11	24	2	4,798	488	4,895	501
3	Interest, Dividend and Rent - Gross (Note 1)		1,044	1,261	236	204	46,655	41,512	47,935	42,977
4	Other									
	a) Other Income									
	i) Miscellaneous Income		17	17	3	2	103	51	123	70
	b) Contribution from the Shareholders' Account									
	i) Towards Excess Expenses of Management (EOM)		-	-	-	-	-	5,822	-	5,822
	ii) Towards Remuneration of MD/CEO/WTD/Other KMPs		-	3	-	-	-	26	-	29
	Total (A)		**8,507**	**10,231**	**1,827**	**1,447**	**377,299**	**338,585**	**387,633**	**350,263**
5	Claims Incurred (Net)	**2**	4,238	3,708	2,142	1,439	273,155	234,948	279,535	240,095
6	Commission (Net)	**3**	(3,339)	128	1,221	100	73,208	68,693	71,090	68,921
7	Operating Expenses related to Insurance Business	**4**	3,326	3,566	452	501	35,443	34,104	39,221	38,171
8	Premium Deficiency		-	-	-	(43)	-	-	-	(43)
	Total (B)		**4,225**	**7,402**	**3,815**	**1,997**	**381,806**	**337,745**	**389,846**	**347,144**
9	**Operating Profit / (Loss) (C) = (A - B)**		4,282	2,829	(1,988)	(550)	(4,507)	840	(2,213)	3,119
10	**Appropriations**									
	Transfer to Shareholders' Account		4,282	2,829	(1,988)	(550)	(4,507)	840	(2,213)	3,119
	Transfer to Catastrophe Reserve		-	-	-	-	-	-	-	-
	Transfer to Other Reserves		-	-	-	-	-	-	-	-
	Total (C)		**4,282**	**2,829**	**(1,988)**	**(550)**	**(4,507)**	**840**	**(2,213)**	**3,119**

Note - 1

(₹ in Lakhs)

Pertaining to Policyholder's funds		Fire		Marine		Miscellaneous		Total	
		Year ended Mar 31, 2026	Year ended Mar 31, 2025	Year ended Mar 31, 2026	Year ended Mar 31, 2025	Year ended Mar 31, 2026	Year ended Mar 31, 2025	Year ended Mar 31, 2026	Year ended Mar 31, 2025
Interest, Dividend & Rent		725	959	243	213	47,653	42,952	48,621	44,124
Add/Less:-									
Investment Expenses		(19)	(21)	(2)	(3)	(179)	(172)	(200)	(196)
Amortisation of (Premium) / Discount on Investments		(14)	(29)	(5)	(6)	(896)	(1,288)	(915)	(1,323)
Amount Written off in respect of Depreciated Investments		-	-	-	-	-	-	-	-
Provision for Bad and Doubtful Debts		-	-	-	-	-	-	-	-
Provision for Diminution in the value of other than actively traded Equities		-	-	-	-	-	-	-	-
Investment Income from Pool		352	352	-	-	77	20	429	372
Interest, Dividend & Rent – Gross*		**1,044**	**1,261**	**236**	**204**	**46,655**	**41,512**	**47,935**	**42,977**

* Term gross implies inclusive of TDS

Significant Accounting Policies **16**

Notes to Accounts **17**

The Schedules referred to above & notes to accounts form an integral part of the Financial Statements.

As per our Report of even date attached

For Singhi & Co.
Chartered Accountants
Firm Regn. No. 302049E

For M S K A & Associates
(Formerly Known as MSKA & Associates)
Chartered Accountants
Firm Regn. No. 105047W/W101187

Shweta Singhal
Partner
Membership No. 414420

Padmashree Crasto
Partner
Membership No. 117156

Mumbai, May 05, 2026

For and on behalf of the Board of Directors

Sanjay Chamria
Chairman
DIN 00009894

Ramchandra Pandit
WTD & Interim CEO
DIN 08846736

Vinesh Kriplani
Director
DIN 08212644

Gaurav Parasrampuria
Chief Financial Officer

Sudhir Kapadia
Director
DIN 05307843

Sidhi Jatkar
Company Secretary
Membership No. A27539

FORM B-PL

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)

IRDAI Registration No. 149 dated May 22, 2012

Profit & Loss Account for the year ended March 31, 2026

(₹ in Lakhs)

	Particulars	Schedule Ref.	Year ended Mar 31, 2026	Year ended Mar 31, 2025
1	**Operating Profit / (Loss)**			
	(a) Fire Insurance		4,282	2,829
	(b) Marine Insurance		(1,988)	(550)
	(c) Miscellaneous Insurance		(4,507)	840
2	**Income From Investments**			
	(a) Interest, Dividend and Rent - Gross		10,202	9,099
	(b) Profit on Sale / Redemption of Investments		1,035	263
	(c) (Loss on Sale / Redemption of Investments)		(10)	(162)
	(d) Amortization of (Premium) / Discount on Investments		(192)	(273)
3	**Other Income**			
	(a) Profit on Sale / Discard of Fixed Assets		12	-
	(b) Liabilities Written back		-	607
	(c) Miscellaneous Income		3	197
	Total (A)		**8,837**	**12,850**
4	**Provisions (Other than taxation)**			
	(a) For Diminution in the Value of Investments		-	-
	(b) For Doubtful Debts		12	15
	(c) Others		4	-
5	**Other Expenses**			
	(a) Expenses other than those related to Insurance Business		-	-
	(b) Bad Debts Written off		8	5
	(c) Interest on Subordinated Debt		4,030	4,026
	(d) Expenses towards CSR Activities (Refer Note 17.25)		-	-
	(e) Penalties (Refer Note 17.37)		0.26	0.02
	(f) Contribution to Policyholders' Account			
	i) Towards Excess Expenses of Management (EOM) (Refer Note 17.20)		-	5,822
	ii) Towards Remuneration of MD/CEO/WTD/Other KMPs (Refer Note 17.18.c)		-	29
	iii) Others		-	-
	(g) Others			
	i) Investment Expenses (Refer Note 17.12)		42	41
	ii) Loss on Sale / Discard of Fixed Assets		-	38
	iii) Director Fees (Refer Note 17.18.b)		86	109
	Total (B)		**4,182**	**10,085**
6	**Profit / (Loss) Before Tax**		**4,655**	**2,765**
7	Provision for Taxation		1,776	2,660
	(a) Current Tax		-	-
	(b) Deferred Tax Expense / (Income)		1,776	2,660
8	**Profit / (Loss) After Tax**		**2,879**	**105**
9	**Appropriations**			
	(a) Interim Dividends Paid during the year		-	-
	(b) Final Dividend Paid		-	-
	(c) Transfer to any Reserves or Other Accounts		-	-
	Balance of Profit / (Loss) brought forward from last year		(45,251)	(45,356)
	Balance carried forward to Balance Sheet		**(42,372)**	**(45,251)**

Significant Accounting Policies	**16**
Notes to Accounts	**17**

The Schedules referred to above & notes to accounts form an integral part of the Financial Statements.

As per our Report of even date attached

For Singhi & Co.
Chartered Accountants
Firm Regn. No. 302049E

Shweta Singhal
Partner
Membership No. 414420

For M S K A & Associates LLP
(Formerly Known as MSKA & Associates)
Chartered Accountants
Firm Regn. No. 105047W/W101187

Padmashree Crasto
Partner
Membership No. 117156

Mumbai, May 05, 2026

For and on behalf of the Board of Directors

Sanjay Chamria
Chairman
DIN 00009894

Ramchandra Pandit
WTD & Interim CEO
DIN 08846736

Vinesh Kriplani
Director
DIN 08212644

Gaurav Parasrampuria
Chief Financial Officer

Sudhir Kapadia
Director
DIN 05307843

Sidhi Jatkar
Company Secretary
Membership No. A27539

FORM B-BS

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)

IRDAI Registration No. 149 dated May 22, 2012

Balance Sheet as at March 31, 2026

(₹ in Lakhs)

Particulars	Schedule Ref.	As at Mar 31, 2026		As at Mar 31, 2025	
Sources of Funds					
Share Capital	5 & 5A		29,355		29,339
Share Application Money Pending Allotment			-		-
Reserves and Surplus	6		136,374		136,400
Fair Value Change Account					
- Shareholders' Funds			7		4
- Policyholders' Funds			35		19
Borrowings	7		42,500		42,500
Total			**208,271**		**208,262**
Application of Funds					
Investments					
Investments - Shareholders	8	139,430		144,166	
Investments - Policyholders	8A	701,025		652,469	
Total Investments			**840,455**		**796,635**
Loans	9		949		-
Fixed Assets	10		4,990		4,450
Deferred Tax Asset (Net) (Refer Note 17.30)			436		2,212
Current Assets					
Cash and Bank Balances	11	7,591		5,356	
Advances and Other Assets	12	84,822		50,031	
Sub-Total (A)		**92,413**		**55,387**	
Current Liabilities	13	609,776		532,644	
Provisions	14	163,568		163,029	
Sub-Total (B)		**773,344**		**695,673**	
Net Current Assets / (Liabilities) (C) = (A - B)			**(680,931)**		**(640,286)**
Miscellaneous Expenditure (to the extent not written off or adjusted)	15		-		-
Debit Balance in Profit & Loss Account			42,372		45,251
Total			**208,271**		**208,262**

Contingent Liabilities	**17.1**
Significant Accounting Policies	**16**
Notes to Accounts	**17**

The Schedules referred to above & notes to accounts form an integral part of the Financial Statements.

As per our Report of even date attached

For and on behalf of the Board of Directors

For Singhi & Co.
Chartered Accountants
Firm Regn. No. 302049E

For M S K A & Associates LLP
(Formerly Known as MSKA & Associates)
Chartered Accountants
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DIN 08212644

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Chief Financial Officer

Sudhir Kapadia
Director
DIN 05307843

Sidhi Jatkar
Company Secretary
Membership No. A27539

Mumbai, May 05, 2026

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)

IRDAI Registration No. 149 dated May 22, 2012

Receipt and Payments for the year ended March 31, 2026

(₹ in Lakhs)

Particulars	Year ended Mar 31, 2026	Year ended Mar 31, 2025
Cash flows from the operating activities:		
Premium received from policyholders, including advance receipts	387,806	365,032
Other receipts	4,481	-
Payments to Reinsurers, net of Commissions and Claims	(34,553)	(41,365)
Payments to Co-insurers, net of Claims recovery	(12)	(1,731)
Payments of Claims	(204,585)	(155,072)
Payments of Commission & Brokerage	(93,940)	(82,762)
Payments of other Operating expenses	(40,103)	(39,192)
Deposits, Advances and Staff Loans	(4,806)	(291)
Income Tax (paid) / refund (Net)	(69)	407
Goods & Service Tax paid	(25,713)	(22,289)
Other Payments	-	(1,488)
Cash flows before extraordinary items	**(11,494)**	**21,249**
Cash flow from extraordinary operations	-	-
Net cash flow from operating activities (A)	**(11,494)**	**21,249**
Cash flows from investing activities:		
Purchase of Fixed Assets	(1,847)	(1,379)
Proceeds from sale of Fixed Assets	20	-
Purchases of Investments	(1,268,633)	(796,733)
Loans disbursed	(949)	-
Sales / redemption of Investments	1,232,843	701,654
Repayments received	-	57
Rents / Interests / Dividends received	56,472	50,943
Investments in money market instruments and in liquid mutual funds (Net)	34	(15)
Expenses related to Investments	(242)	(237)
Net cash flow from investing activities (B)	**17,698**	**(45,710)**
Cash flows from financing activities:		
Proceeds from issuance of Share Capital (net of issue expenses)	113	29,942
Proceeds from Borrowing	-	-
Repayments of Borrowing	-	(1)
Interest / Dividends paid	(4,082)	(3,935)
Net cash flow from financing activities (C)	**(3,969)**	**26,006**
Effect of foreign exchange rates on cash and cash equivalents, net (D)	-	-
Net increase / (decrease) in cash and cash equivalents: (A+B+C+D)	2,235	1,545
Cash and Cash Equivalent at the beginning of the year	5,356	3,811
Cash and Cash Equivalent at the end of the year	**7,591**	**5,356**

Refer Schedule 11 for components of Cash and Bank balances

As per our Report of even date attached

For and on behalf of the Board of Directors

For Singhi & Co.
Chartered Accountants
Firm Regn. No. 302049E

For M S K A & Associates LLP
(Formerly Known as MSKA & Associates)
Chartered Accountants
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Sanjay Chamria
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Sudhir Kapadia
Director
DIN 05307843

Sidhi Jatkar
Company Secretary
Membership No. A27539

Mumbai, May 05, 2026

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)

Schedules to the Financial Statements

SCHEDULE – 1

Premium Earned [Net]

(₹ in Lakhs)

Particulars	Year ended March 31, 2026						Year ended March 31, 2025					
	Fire	Marine			Miscellaneous*	Total	Fire	Marine			Miscellaneous*	Total
		Marine Cargo	Marine Hull	Marine Total				Marine Cargo	Marine Hull	Marine Total		
Gross Direct Premium	33,563	5,173	-	5,173	322,812	361,548	33,643	5,166	-	5,166	294,631	333,440
Add : Premium on reinsurance accepted	4,678	89	-	89	39,342	44,109	4,702	171	-	171	25,182	30,055
Less : Premium on reinsurance ceded	(33,243)	(3,589)	-	(3,589)	(33,647)	(70,479)	(31,731)	(3,865)	-	(3,865)	(23,632)	(59,228)
Net Written Premium / Net Premium Income	**4,998**	**1,673**	**-**	**1,673**	**328,507**	**335,178**	**6,614**	**1,472**	**-**	**1,472**	**296,181**	**304,267**
Add: Opening balance of Unearned Premium Reserve (UPR)	6,782	539	-	539	152,559	159,880	9,107	306	-	306	147,064	156,477
Less: Closing balance of Unearned Premium Reserve (UPR)	(4,407)	(648)	-	(648)	(155,323)	(160,378)	(6,782)	(539)	-	(539)	(152,559)	(159,880)
Net Earned Premium	**7,373**	**1,564**	**-**	**1,564**	**325,743**	**334,680**	**8,939**	**1,239**	**-**	**1,239**	**290,686**	**300,864**
Gross Direct Premium												
- In India	33,563	5,173	-	5,173	322,812	361,548	33,643	5,166	-	5,166	294,631	333,440
- Outside India	-	-	-	-	-	-	-	-	-	-	-	-

* Refer to Schedule - 1(A)

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)

SCHEDULE – 1 (A)

Premium Earned [Net]

Miscellaneous Premium Earned [Net] breakup for the year ended March 31, 2026

(₹ in Lakhs)

Particulars	Miscellaneous													
	Motor			Health				Workmen's Compensation/ Employer's Liability	Public/ Product Liability	Engineering	Aviation	Crop	Others	Total
	Motor OD	Motor TP	Motor Total	Health	Personal Accident	Travel	Health Total							
Gross Direct Premium	50,141	156,325	206,466	92,051	4,369	-	96,420	1,179	56	4,431	-	-	14,260	322,812
Add : Premium on reinsurance accepted	-	-	-	38,580	516	-	39,096	-	-	143	-	-	103	39,342
Less : Premium on reinsurance ceded	(2,801)	(6,420)	(9,221)	(10,820)	(434)	-	(11,254)	(49)	(20)	(3,486)	-	-	(9,617)	(33,647)
Net Written Premium / Net Premium Income	**47,340**	**149,905**	**197,245**	**119,811**	**4,451**	**-**	**124,262**	**1,130**	**36**	**1,088**	**-**	**-**	**4,746**	**328,507**
Add: Opening balance of Unearned Premium Reserve (UPR)	23,633	82,448	106,081	43,613	1,288	-	44,901	586	13	231	-	-	747	152,559
Less: Closing balance of Unearned Premium Reserve (UPR)	(25,171)	(78,882)	(104,053)	(46,491)	(1,579)	-	(48,070)	(490)	(13)	(479)	-	-	(2,218)	155,323)
Net Earned Premium	**45,802**	**153,471**	**199,273**	**116,933**	**4,160**	**-**	**121,093**	**1,226**	**36**	**840**	**-**	**-**	**3,275**	**325,743**
Gross Direct Premium														
- In India	50,141	156,325	206,466	92,051	4,369	-	96,420	1,179	56	4,431	-	-	14,260	322,812
- Outside India	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Miscellaneous Premium Earned [Net] breakup for the year ended March 31, 2025

(₹ in Lakhs)

Particulars	Miscellaneous													
	Motor			Health				Workmen's Compensation/ Employer's Liability	Public/ Product Liability	Engineering	Aviation	Crop	Others	Total
	Motor OD	Motor TP	Motor Total	Health	Personal Accident	Travel	Health Total							
Gross Direct Premium	50,656	156,146	206,802	71,615	2,662	-	74,277	1,188	17	2,715	-	-	9,632	294,631
Add : Premium on reinsurance accepted	-	-	-	24,901	-	-	24,901	-	-	269	-	-	12	25,182
Less : Premium on reinsurance ceded	(2,635)	(6,479)	(9,114)	(2,860)	(228)	-	(3,088)	(47)	(8)	(2,607)	-	-	(8,768)	(23,632)
Net Written Premium / Net Premium Income	**48,021**	**149,667**	**197,688**	**93,656**	**2,434**	**-**	**96,090**	**1,141**	**9**	**377**	**-**	**-**	**876**	**296,181**
Add: Opening balance of Unearned Premium Reserve (UPR)	32,073	82,002	114,075	31,554	946	-	32,500	204	1	178	-	-	107	147,064
Less: Closing balance of Unearned Premium Reserve (UPR)	(23,633)	(82,448)	(106,081)	(43,613)	(1,288)	-	(44,901)	(586)	(13)	(231)	-	-	(747)	(152,559)
Net Earned Premium	**56,461**	**149,221**	**205,682**	**81,597**	**2,092**	**-**	**83,689**	**759**	**(3)**	**324**	**-**	**-**	**235**	**290,686**
Gross Direct Premium														
- In India	50,656	156,146	206,802	71,615	2,662	-	74,277	1,188	17	2,715	-	-	9,632	294,631
- Outside India	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)

Schedules to the Financial Statements

SCHEDULE – 2
Claims Incurred [Net]

(₹ in Lakhs)

Particulars	Year ended March 31, 2026						Year ended March 31, 2025					
	Fire	Marine			Miscellaneous*	Total	Fire	Marine			Miscellaneous*	Total
		Marine Cargo	Marine Hull	Marine Total				Marine Cargo	Marine Hull	Marine Total		
Claims Paid (Direct)	6,682	3,968	-	3,968	189,996	200,646	3,814	3,267	-	3,267	142,358	149,439
Add : Re-insurance accepted to direct claims	966	173	-	173	13,314	14,453	2,354	13	-	13	17,798	20,165
Less : Re-insurance ceded to claims paid	(4,942)	(2,560)	-	(2,560)	(11,755)	(19,257)	(4,118)	(2,318)	-	(2,318)	(8,685)	(15,121)
Net Claims Paid	**2,706**	**1,581**	**-**	**1,581**	**191,555**	**195,842**	**2,050**	**962**	**-**	**962**	**151,471**	**154,483**
Add : Claims outstanding at the end of the year	7,304	1,939	-	1,939	487,140	496,383	5,772	1,378	-	1,378	405,540	412,690
Less : Claims outstanding at the beginning of the year	(5,772)	(1,378)	-	(1,378)	(405,540)	(412,690)	(4,114)	(901)	-	(901)	(322,063)	(327,078)
Net Incurred Claims	**4,238**	**2,142**	**-**	**2,142**	**273,155**	**279,535**	**3,708**	**1,439**	**-**	**1,439**	**234,948**	**240,095**
Claims Paid (Direct)												
- In India	6,682	3,779	-	3,779	189,996	200,457	3,814	3,206	-	3,206	142,358	149,378
- Outside India	-	189	-	189	-	189	-	61	-	61	-	61
Estimates of IBNR and IBNER at the end of the year (net)	1,916	1,021	-	1,021	257,473	260,410	1,638	776	-	776	214,114	216,528
Estimates of IBNR and IBNER at the beginning of the year (net)	1,638	776	-	776	214,114	216,528	1,311	506	-	506	172,660	174,477

* *Refer to Schedule - 2(A)*

SCHEDULE – 2 (A)

Claims Incurred [Net]

Miscellaneous Claims Incurred [Net] breakup for the year ended March 31, 2026

(₹ in Lakhs)

Particulars	Miscellaneous													
	Motor			Health				Workmen's Compensation/ Employer's Liability	Public/ Product Liability	Engineering	Aviation	Crop	Others	Total
	Motor OD	Motor TP	Motor Total	Health	Personal Accident	Travel	Health Total							
Claims Paid (Direct)	46,105	67,455	113,560	72,160	1,928	-	74,088	1,038	-	1,007	-	-	303	189,996
Add : Re-insurance accepted to direct claims	-	-	-	13,292	-	-	13,292	-	-	22	-	-	-	13,314
Less : Re-insurance ceded to claims paid	(2,810)	(4,825)	(7,635)	(3,012)	(77)	-	(3,089)	(42)	-	(846)	-	-	(143)	(11,755)
Net Claims Paid	**43,295**	**62,630**	**105,925**	**82,440**	**1,851**	**-**	**84,291**	**996**	**-**	**183**	**-**	**-**	**160**	**191,555**
Add : Claims outstanding at the end of the year	15,215	428,439	443,654	32,344	2,207	-	34,551	1,015	10	668	-	6,151	1,091	487,140
Less : Claims outstanding at the beginning of the year	(12,348)	(370,993)	(383,341)	(14,257)	(726)	-	(14,983)	(555)	(2)	(359)	-	(6,151)	(149)	(405,540)
Net Incurred Claims	**46,162**	**120,076**	**166,238**	**100,527**	**3,332**	**-**	**103,859**	**1,456**	**8**	**492**	**-**	**-**	**1,102**	**273,155**
Claims Paid (Direct)														
- In India	46,105	67,455	113,560	72,160	1,928	-	74,088	1,038	-	1,007	-	-	303	189,996
- Outside India	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Estimates of IBNR and IBNER at the end of the year (net)	3,400	227,104	230,504	24,620	1,231	-	25,851	343	10	346	-	-	419	257,473
Estimates of IBNR and IBNER at the beginning of the year (net)	2,395	204,760	207,155	5,972	421	-	6,393	273	2	172	-	-	119	214,114

Miscellaneous Claims Incurred [Net] breakup for the year ended March 31, 2025

(₹ in Lakhs)

Particulars	Miscellaneous													
	Motor			Health				Workmen's Compensation/ Employer's Liability	Public/ Product Liability	Engineering	Aviation	Crop	Others	Total
	Motor OD	Motor TP	Motor Total	Health	Personal Accident	Travel	Health Total							
Claims Paid (Direct)	46,115	47,047	93,162	47,183	845	-	48,028	355	-	279	-	-	534	142,358
Add : Re-insurance accepted to direct claims	-	-	-	17,741	9	-	17,750	-	-	48	-	-	-	17,798
Less : Re-insurance ceded to claims paid	(2,228)	(3,849)	(6,077)	(1,893)	(34)	-	(1,927)	(14)	-	(266)	-	-	(401)	(8,685)
Net Claims Paid	**43,887**	**43,198**	**87,085**	**63,031**	**820**	**-**	**63,851**	**341**	**-**	**61**	**-**	**-**	**133**	**151,471**
Add : Claims outstanding at the end of the year	12,348	370,993	383,341	14,257	726	-	14,983	555	2	359	-	6,151	149	405,540
Less : Claims outstanding at the beginning of the year	(9,952)	(298,059)	(308,011)	(6,926)	(316)	-	(7,242)	(209)	(16)	(273)	-	(6,151)	(161)	(322,063)
Net Incurred Claims	**46,283**	**116,132**	**162,415**	**70,362**	**1,230**	**-**	**71,592**	**687**	**(14)**	**147**	**-**	**-**	**121**	**234,948**
Claims Paid (Direct)														
- In India	46,115	47,047	93,162	47,183	845	-	48,028	355	-	279	-	-	534	142,358
- Outside India	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Estimates of IBNR and IBNER at the end of the year (net)	2,395	204,760	207,155	5,972	421	-	6,393	273	2	172	-	-	119	214,114
Estimates of IBNR and IBNER at the beginning of the year (net)	2,411	166,363	168,774	3,361	202	-	3,563	98	2	127	-	-	96	172,660

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)
Schedules to the Financial Statements

SCHEDULE – 3
Commission

(₹ in Lakhs)

Particulars	Year ended March 31, 2026						Year ended March 31, 2025					
	Fire	Marine			Miscellaneous*	Total	Fire	Marine			Miscellaneous*	Total
		Marine Cargo	Marine Hull	Marine Total				Marine Cargo	Marine Hull	Marine Total		
Gross Commission	3,742	568	-	568	74,741	79,051	4,165	573	-	573	70,012	74,750
Add : Commission on Re-insurance accepted	572	8	-	8	3,076	3,656	576	18	-	18	1,768	2,362
Less : Commission on Re-insurance ceded	(7,653)	645	-	645	(4,609)	(11,617)	(4,613)	(491)	-	(491)	(3,087)	(8,191)
Net commission	**(3,339)**	**1,221**	**-**	**1,221**	**73,208**	**71,090**	**128**	**100**	**-**	**100**	**68,693**	**68,921**

Channel wise break-up of Commission (Gross):

Individual Agents	29	0	-	0	6,555	6,584	24	1	-	1	5,340	5,365
Corporate Agents - Banks/FII/HFC	85	-	-	-	5,419	5,504	-	-	-	-	1,091	1,091
Corporate Agents - Others	8	-	-	-	1,740	1,748	226	-	-	-	3,455	3,681
Insurance Brokers	3,620	568	-	568	51,289	55,476	3,915	571	-	571	49,527	54,013
Direct Business - Online	-	-	-	-	-	-	-	-	-	-	-	-
MISP (Direct)	-	-	-	-	314	314	-	-	-	-	227	227
Web Aggregators	-	-	-	-	3	3	-	-	-	-	-	-
Insurance Marketing Firm	0	-	-	-	159	159	-	-	-	-	87	87
Common Service Centers	-	-	-	-	-	-	-	-	-	-	-	-
Micro Agents	-	-	-	-	-	-	-	-	-	-	-	-
Point of Sales (Direct)	-	-	-	-	9,262	9,262	-	-	-	-	10,285	10,285
Other	-	-	-	-	-	-	-	-	-	-	-	-
Total	**3,742**	**568**	**-**	**568**	**74,741**	**79,050**	**4,165**	**573**	**-**	**573**	**70,012**	**74,750**
Commission (Excluding Reinsurance) Business written:												
- In India	3,742	568	-	568	74,741	79,051	4,165	573	-	573	70,012	74,750
- Outside India	-	-	-	-	-	-	-	-	-	-	-	-

* Refer to Schedule - 3(A)

SCHEDULE – 3 (A)

Commission

Miscellaneous Commission Breakup for the year ended March 31, 2026

(₹ in Lakhs)

Particulars	Miscellaneous													
	Motor			Health				Workmen's Compensation/ Employer's Liability	Public/ Product Liability	Engineering	Aviation	Crop	Others	Total
	Motor OD	Motor TP	Motor Total	Health	Personal Accident	Travel	Health Total							
Gross Commission	14,615	40,888	55,503	14,656	902	-	15,558	318	11	734	-	-	2,617	74,741
Add : Commission on Re-insurance accepted	-	-	-	2,963	72	-	3,035	-	-	18	-	-	23	3,076
Less : Commission on Re-insurance ceded	(355)	(426)	(781)	(951)	(45)	-	(996)	(7)	-	(804)	-	-	(2,021)	(4,609)
Net commission	**14,260**	**40,462**	**54,722**	**16,668**	**929**	**-**	**17,597**	**311**	**11**	**(52)**	**-**	**-**	**619**	**73,208**

Channel wise break-up of Commission (Gross):

Particulars	Motor OD	Motor TP	Motor Total	Health	Personal Accident	Travel	Health Total	Workmen's Compensation/ Employer's Liability	Public/ Product Liability	Engineering	Aviation	Crop	Others	Total
Individual Agents	792	4,553	5,345	1,001	104	-	1,105	97	0	4	-	-	4	6,555
Corporate Agents - Banks/FII/HFC	687	876	1,563	3,386	15	-	3,401	0	-	51	-	-	403	5,419
Corporate Agents - Others	28	82	110	1,418	147	-	1,564	0	-	25	-	-	40	1,740
Insurance Brokers	11,122	27,856	38,978	8,636	621	-	9,258	219	10	654	-	-	2,171	51,289
Direct Business - Online	-	-	-	-	-	-	-	-	-	-	-	-	-	-
MISP (Direct)	154	160	314	-	-	-	-	-	-	-	-	-	-	314
Web Aggregators	0	2	3	-	-	-	-	-	-	-	-	-	-	3
Insurance Marketing Firm	33	86	119	37	3	-	39	1	-	-	-	-	0	159
Common Service Centers	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Micro Agents	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Point of Sales (Direct)	1,799	7,273	9,071	178	12	-	191	-	-	-	-	-	-	9,262
Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	**14,615**	**40,888**	**55,503**	**14,656**	**902**	**-**	**15,558**	**317**	**10**	**734**	**-**	**-**	**2,618**	**74,741**
Commission (Excluding Reinsurance) Business written:														
- In India	14,615	40,888	55,503	14,656	902	-	15,558	318	11	734	-	-	2,617	74,741
- Outside India	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Miscellaneous Commission Breakup for the year ended March 31, 2025

(₹ in Lakhs)

Particulars	Miscellaneous													
	Motor			Health				Workmen's Compensation/ Employer's Liability	Public/ Product Liability	Engineering	Aviation	Crop	Others	Total
	Motor OD	Motor TP	Motor Total	Health	Personal Accident	Travel	Health Total							
Gross Commission	15,373	40,603	55,976	12,061	602	-	12,663	348	2	463	-	-	560	70,012
Add : Commission on Re-insurance accepted	-	-	-	1,733	-	-	1,733	-	-	34	-	-	1	1,768
Less : Commission on Re-insurance ceded	(442)	(442)	(884)	(334)	(25)	-	(359)	(7)	-	(541)	-	-	(1,296)	(3,087)
Net commission	**14,931**	**40,161**	**55,092**	**13,460**	**577**	**-**	**14,037**	**341**	**2**	**(44)**	**-**	**-**	**(735)**	**68,693**

Channel wise break-up of Commission (Gross):

Individual Agents	671	3,547	4,218	940	31	-	972	142	-	2	-	-	7	5,340
Corporate Agents - Banks/FII/HFC	-	-	-	1,090	-	-	1,090	-	-	-	-	-	-	1,091
Corporate Agents - Others	1,120	897	2,017	1,408	6	-	1,414	-	-	-	-	-	25	3,455
Insurance Brokers	11,152	28,235	39,386	8,387	557	-	8,944	206	2	461	-	-	528	49,527
Direct Business - Online	-	-	-	-	-	-	-	-	-	-	-	-	-	-
MISP (Direct)	124	103	227	-	-	-	-	-	-	-	-	-	-	227
Web Aggregators	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Insurance Marketing Firm	17	59	76	10	1	-	11	-	-	-	-	-	-	87
Common Service Centers	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Micro Agents	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Point of Sales (Direct)	2,289	7,763	10,052	227	6	-	233	-	-	-	-	-	-	10,285
Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	**15,373**	**40,603**	**55,976**	**12,061**	**602**	**-**	**12,663**	**348**	**2**	**463**	**-**	**-**	**560**	**70,012**

Commission (Excluding Reinsurance) Business written:

- In India	15,373	40,603	55,976	12,061	602	-	12,663	348	2	463	-	-	560	70,012
- Outside India	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)

Schedules to the Financial Statements

SCHEDULE – 4

Operating Expenses Related to Insurance Business

(₹ in Lakhs)

	Particulars	Year ended March 31, 2026						Year ended March 31, 2025					
		Fire	Marine			Miscellaneous*	Total	Fire	Marine			Miscellaneous*	Total
			Marine Cargo	Marine Hull	Marine Total				Marine Cargo	Marine Hull	Marine Total		
1	Employees' remuneration and welfare benefits	2,053	282	-	282	23,321	25,656	2,242	310	-	310	22,912	25,464
2	Travel, conveyance and vehicle running expenses	89	12	-	12	845	946	112	16	-	16	938	1,066
3	Training expenses	2	-	-	-	17	19	3	-	-	-	29	32
4	Rents, rates and taxes	164	23	-	23	2,098	2,285	169	23	-	23	1,854	2,046
5	Repairs and maintenance	55	8	-	8	524	587	58	8	-	8	488	554
6	Printing and stationery	6	-	-	-	55	61	10	2	-	2	82	94
7	Communication expenses	21	4	-	4	196	221	28	4	-	4	234	266
8	Legal and professional charges	140	18	-	18	1,965	2,123	146	21	-	21	1,756	1,923
9	Auditors' fees, expenses etc.												
	(a) as auditor	5	-	-	-	49	54	5	1	-	1	42	48
	(b) as adviser or in any other capacity, in respect of												
	(i) Taxation matters	-	-	-	-	3	3	-	-	-	-	2	2
	(ii) Insurance matters	2	-	-	-	15	17	1	-	-	-	4	5
	(c) out of pocket expenses	-	-	-	-	5	5	1	-	-	-	6	7
10	Advertisement and publicity	3	-	-	-	28	31	3	1	-	1	25	29
11	Interest and bank charges	108	16	-	16	1,024	1,148	109	15	-	15	913	1,037
12	Depreciation	123	15	-	15	1,162	1,300	141	21	-	21	1,179	1,341
13	Brand / Trade mark usage fee / charges	-	-	-	-	-	-	-	-	-	-	1	1
14	Business development and sales promotion expenses	18	3	-	3	175	196	16	4	-	4	132	152
15	Information technology expenses	301	43	-	43	2,849	3,193	310	44	-	44	2,589	2,943
16	Goods and services tax (GST)	64	8	-	8	607	679	22	3	-	3	185	210
17	Others												
	Miscellaneous expenses	162	17	-	17	408	587	190	27	-	27	733	950
	Insurance awareness	10	3	-	3	97	110	-	1	-	1	-	1
	Total	**3,326**	**452**	**-**	**452**	**35,443**	**39,221**	**3,566**	**501**	**-**	**501**	**34,104**	**38,171**
	- In India	3,326	452	-	452	35,443	39,221	3,566	501	-	501	34,104	38,171
	- Outside India	-	-	-	-	-	-	-	-	-	-	-	-

* Refer to Schedule - 4(A)

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)

Schedules to the Financial Statements

SCHEDULE – 4 (A)

Miscellaneous Operating Expenses Related to Insurance Business for the year ended March 31, 2026

(₹ in Lakhs)

	Particulars	Miscellaneous													
		Motor			Health				Workmen's Compensation/ Employer's Liability	Public/ Product Liability	Engineering	Aviation	Crop	Others	Total
		Motor OD	Motor TP	Motor Total	Health	Personal Accident	Travel	Health Total							
1	Employees' remuneration and welfare benefits	3,887	9,207	13,094	8,762	331	-	9,093	72	3	254	-	-	805	23,321
2	Travel, conveyance and vehicle running expenses	117	365	482	305	11	-	316	3	-	11	-	-	33	845
3	Training expenses	2	7	9	7	-	-	7	-	-	-	-	-	1	17
4	Rents, rates and taxes	236	673	909	1,066	36	-	1,102	5	-	20	-	-	62	2,098
5	Repairs and maintenance	73	226	299	189	7	-	196	2	-	7	-	-	20	524
6	Printing and stationery	8	23	31	19	1	-	20	-	-	1	-	-	3	55
7	Communication expenses	27	85	112	71	3	-	74	1	-	2	-	-	7	196
8	Legal and professional charges	501	573	1,074	799	18	-	817	4	-	17	-	-	53	1,965
9	Auditors' fees, expenses etc.														
	(a) as auditor	7	21	28	17	1	-	18	-	-	1	-	-	2	49
	(b) as adviser or in any other capacity, in respect of														
	(i) Taxation matters	1	1	2	1	-	-	1	-	-	-	-	-	-	3
	(ii) Insurance matters	2	8	10	5	-	-	5	-	-	-	-	-	-	15
	(c) out of pocket expenses	1	2	3	2	-	-	2	-	-	-	-	-	-	5
10	Advertisement and publicity	4	13	17	10	-	-	10	-	-	-	-	-	1	28
11	Interest and bank charges	142	442	584	370	14	-	384	3	-	13	-	-	40	1,024
12	Depreciation	161	501	662	419	16	-	435	4	-	15	-	-	46	1,162
13	Brand / Trade mark usage fee / charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14	Business development and sales promotion expenses	24	76	100	63	2	-	65	1	-	2	-	-	7	175
15	Information technology expenses	395	1,230	1,625	1,028	38	-	1,066	9	-	36	-	-	113	2,849
16	Goods and services tax (GST)	84	262	346	219	8	-	227	2	-	8	-	-	24	607
17	Others														
	Miscellaneous expenses	44	136	180	181	6	-	187	1	-	20	-	-	20	408
	Insurance awareness	14	42	56	35	1	-	36	-	-	1	-	-	4	97
	Total	**5,730**	**13,893**	**19,623**	**13,568**	**493**	**-**	**14,061**	**107**	**3**	**408**	**-**	**-**	**1,241**	**35,443**
	- In India	5,730	13,893	19,623	13,568	493	-	14,061	107	3	408	-	-	1,241	35,443
	- Outside India	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Miscellaneous Operating Expenses Related to Insurance Business for the year ended March 31, 2025

(₹ in Lakhs)

	Particulars	Miscellaneous													
		Motor			Health				Workmen's Compensation/ Employer's Liability	Public/ Product Liability	Engineering	Aviation	Crop	Others	Total
		Motor OD	Motor TP	Motor Total	Health	Personal Accident	Travel	Health Total							
1	Employees' remuneration and welfare benefits	4,303	9,670	13,973	7,907	220	-	8,127	78	-	175	-	-	559	22,912
2	Travel, conveyance and vehicle running expenses	149	458	607	283	8	-	291	3	-	9	-	-	28	938
3	Training expenses	4	16	20	8	-	-	8	-	-	-	-	-	1	29
4	Rents, rates and taxes	227	690	917	848	20	-	868	5	-	13	-	-	51	1,854
5	Repairs and maintenance	77	238	315	147	4	-	151	2	-	5	-	-	15	488
6	Printing and stationery	13	40	53	25	1	-	26	-	-	1	-	-	2	82
7	Communication expenses	37	114	151	71	2	-	73	1	-	2	-	-	7	234
8	Legal and professional charges	490	595	1,085	608	10	-	618	5	-	11	-	-	37	1,756
9	Auditors' fees, expenses etc.														
	(a) as auditor	7	21	28	13	-	-	13	-	-	-	-	-	1	42
	(b) as adviser or in any other capacity, in respect of														
	(i) Taxation matters	-	1	1	1	-	-	1	-	-	-	-	-	-	2
	(ii) Insurance matters	1	2	3	1	-	-	1	-	-	-	-	-	-	4
	(c) out of pocket expenses	1	3	4	2	-	-	2	-	-	-	-	-	-	6
10	Advertisement and publicity	4	12	16	8	-	-	8	-	-	-	-	-	1	25
11	Interest and bank charges	145	445	590	275	8	-	283	3	-	9	-	-	28	913
12	Depreciation	187	576	763	356	10	-	366	4	-	11	-	-	35	1,179
13	Brand / Trade mark usage fee / charges	-	1	1	-	-	-	-	-	-	-	-	-	-	1
14	Business development and sales promotion expenses	21	65	86	40	1	-	41	-	-	1	-	-	4	132
15	Information technology expenses	410	1,264	1,674	781	22	-	803	10	-	24	-	-	78	2,589
16	Goods and services tax (GST)	29	90	119	56	2	-	58	1	-	2	-	-	5	185
17	Others														
	Miscellaneous expenses	107	326	433	243	7	-	250	2	-	21	-	-	27	733
	Insurance awareness	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Total	**6,212**	**14,627**	**20,839**	**11,673**	**315**	**-**	**11,988**	**114**	**-**	**284**	**-**	**-**	**879**	**34,104**
	- In India	6,212	14,627	20,839	11,673	315	-	11,988	114	-	284	-	-	879	34,104
	- Outside India	-	-	-	-	-	-	-	-	-	-	-	-	-	-

SCHEDULE – 5
Share Capital

(₹ in Lakhs)

	Particulars	As at Mar 31, 2026	As at Mar 31, 2025
1	**Authorised Capital**		
	350,000,000 (Previous year : 350,000,000) Equity Shares of ₹ 10/- each fully paid-up	35,000	35,000
2	**Issued Capital**		
	293,553,070 (Previous year : 293,393,120) Equity Shares of ₹ 10/- each fully paid-up	29,355	29,339
3	**Subscribed Capital**		
	293,553,070 (Previous year : 293,393,120) Equity Shares of ₹ 10/- each fully paid-up	29,355	29,339
4	**Called-up Capital**		
	293,553,070 (Previous year : 293,393,120) Equity Shares of ₹ 10/- each fully paid-up	29,355	29,339
	Less: Calls unpaid	-	-
	Add: Equity Shares forfeited (amount originally paid up)	-	-
	Less: Par value of equity shares bought back	-	-
	Less: Preliminary expenses	-	-
	Less: Expenses including commission or brokerage on underwriting or subscription of shares	-	-
	Total	**29,355**	**29,339**

SCHEDULE – 5A
Pattern of Shareholding
(As certified by the management)

Shareholder	As at Mar 31, 2026		As at Mar 31, 2025	
	No of Shares	% of Holding	No of Shares	% of Holding
Promoters				
Indian	271,025,460	92.32%	271,025,460	92.38%
Foreign	-	-	-	-
Investors				
Indian	19,869,426	6.77%	19,869,426	6.77%
Foreign	-	-	-	-
Others				
Indian	2,658,184	0.91%	2,498,234	0.85%
Foreign	-	-	-	-
Total	**293,553,070**	**100.00%**	**293,393,120**	**100.00%**

SCHEDULE – 6
Reserves and Surplus

(₹ in Lakhs)

	Particulars	As at Mar 31, 2026		As at Mar 31, 2025	
1	Capital Reserve		-		-
2	Capital Redemption Reserve		-		-
3	Share Premium				
	Balance brought forward from Previous Year	135,261		107,728	
	Add: Addition during the year	97		27,861	
	Less: Share / Debenture Issue Expenses	-	135,358	(328)	135,261
4	Revaluation Reserve		-		-
5	General Reserve		-		-
	Less: Amount utilized for Buy-Back		-		-
	Less: Amount utilized for issue of Bonus Shares		-		-
6	Catastrophe Reserve		-		-
7	Other Reserves		-		-
	Debenture Redemption Reserve		-		-
	Employee Stock Option Reserve		1,016		1,139
8	Balance of profit in Profit & Loss Account		-		-
	Total		**136,374**		**136,400**

SCHEDULE – 7

Borrowings

(₹ in Lakhs)

	Particulars	As at Mar 31, 2026	As at Mar 31, 2025
1	Debentures / Bonds (Refer Note 17.21d)		
	- Due within 12 months	-	-
	- Due after 12 months	42,500	42,500
2	Banks		
	- Due within 12 months	-	-
	- Due after 12 months	-	-
3	Financial institutions		
	- Due within 12 months	-	-
	- Due after 12 months	-	-
4	Others	-	-
	Total	**42,500**	**42,500**

Disclosure for Secured Borrowings

(₹ in Lakhs)

Sl. No.	Source / Instrument	Amount Borrowed	Amount of Security	Nature of Security
1		-	-	-

SCHEDULE – 8 & 8A

Investment Schedule (Refer Note 16.10)

(₹ in Lakhs)

	Particulars	SCH-8 Shareholders		SCH-8A Policyholders		Total	
		As at Mar 31, 2026	As at Mar 31, 2025	As at Mar 31, 2026	As at Mar 31, 2025	As at Mar 31, 2026	As at Mar 31, 2025
	Long Term Investments						
1	Government Securities and Government Guaranteed Bonds including Treasury Bills	53,409	66,165	268,532	299,448	**321,941**	**365,613**
2	Other Approved Securities	-	-	-	-	-	-
3	Other Investments						
	(a) Shares						
	(aa) Equity	-	-	-	-	-	-
	(bb) Preference	-	-	-	-	-	-
	(b) Mutual Funds	-	-	-	-	-	-
	(c) Derivative Instruments	-	-	-	-	-	-
	(d) Debentures / Bonds	29,065	29,138	146,133	131,876	**175,198**	**161,014**
	(e) Other Securities (Bank Deposits)	-	-	-	-	-	-
	(f) Subsidiaries	-	-	-	-	-	-
	(g) Investment Properties-Real Estate	-	-	-	-	-	-
4	Investments in Infrastructure and Housing	42,160	40,656	211,971	184,002	**254,131**	**224,658**
5	Other than Approved Investments	83	904	417	4,092	**500**	**4,996**
	Total	**124,717**	**136,863**	**627,053**	**619,418**	**751,770**	**756,281**
	Short Term Investments						
1	Government Securities and Government Guaranteed Bonds including Treasury Bills	1,743	1	8,763	3	**10,506**	**4**
2	Other Approved Securities	-	-	-	-	-	-
3	Other Investments						
	(a) Shares						
	(aa) Equity	-	-	-	-	-	-
	(bb) Preference	-	-	-	-	-	-

	Particulars	SCH-8 Shareholders		SCH-8A Policyholders		Total	
		As at Mar 31, 2026	As at Mar 31, 2025	As at Mar 31, 2026	As at Mar 31, 2025	As at Mar 31, 2026	As at Mar 31, 2025
	(b) Mutual Funds	3,020	3,910	15,181	17,696	**18,201**	**21,606**
	(c) Derivative Instruments	-	-	-	-	**-**	**-**
	(d) Debentures / Bonds	2,778	542	13,965	2,454	**16,743**	**2,996**
	(e) Other Securities (Bank Deposits)	2,447	1,305	12,304	5,905	**14,751**	**7,210**
	(f) Subsidiaries	-	-	-	-	**-**	**-**
	(g) Investment Properties-Real Estate	-	-	-	-	**-**	**-**
4	Investments in Infrastructure and Housing	3,980	641	20,011	2,902	**23,991**	**3,543**
5	Other than Approved Investments	745	904	3,748	4,091	**4,493**	**4,995**
	Total	**14,713**	**7,303**	**73,972**	**33,051**	**88,685**	**40,354**
	Grand Total	**139,430**	**144,166**	**701,025**	**652,469**	**840,455**	**796,635**

A) Aggregate value of the investments other than Listed Equity shares, Units of InvIT and Mutual Funds :-

(₹ in Lakhs)

	Particulars	Shareholders		Policyholders		Total	
		As at Mar 31, 2026	As at Mar 31, 2025	As at Mar 31, 2026	As at Mar 31, 2025	As at Mar 31, 2026	As at Mar 31, 2025
	Long Term Investments--						
	Book Value	124,716	136,862	627,048	619,413	**751,764**	**756,275**
	Market Value	123,044	139,448	618,639	631,113	**741,683**	**770,561**
	Short Term Investments--						
	Book Value	11,693	3,393	58,791	15,355	**70,484**	**18,748**
	Market Value	11,689	3,389	58,768	15,340	**70,457**	**18,729**

B) Aggregate value of the investments in Listed Equity shares, Units of InvIT and Mutual Funds :-

(₹ in Lakhs)

	Particulars	Shareholders		Policyholders		Total	
		As at Mar 31, 2026	As at Mar 31, 2025	As at Mar 31, 2026	As at Mar 31, 2025	As at Mar 31, 2026	As at Mar 31, 2025
	Long Term Investments	1	1	5	5	**6**	6
	Short Term Investments	3,013	3,906	15,146	17,677	**18,159**	**21,583**

Notes:

1 The Company does not have investment in listed Equity shares other than units of InvIT.

2 Value of contracts under Shareholders' account in relation to investments where deliveries are pending ₹ 1,258 Lakhs (Previous year : ₹ 294 Lakhs) and in respect of sale of Investments where payments are overdue Nil (Previous year : Nil).

3 Value of contracts under Policyholders' account in relation to investments where deliveries are pending ₹ 6,325 Lakhs (Previous year : ₹ 1,329 Lakhs) and in respect of sale of Investments where payments are overdue Nil (Previous year : Nil).

4 Investments in Mutual Funds and Units of InvIT under Shareholders' Account includes ₹ 7 Lakhs (Previous year : ₹ 4 Lakhs) being the change in their fair value as at March 31, 2026, which is classified under Fair Value Change Account.

5 Investments in Mutual Funds and Units of InvIT under Policyholders' Account includes ₹ 35 Lakhs (Previous year : ₹ 19 Lakhs) being the change in their fair value as at March 31, 2026, which is classified under Fair Value Change Account.

6 All the above investments are performing assets.

7 Investments made are in accordance with the Insurance Act, 1938, as amended by Insurance Laws (Amendment) Act, 2015, as amended and IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024, read with master circulars and various other notifications issued by the IRDAI in this context from time to time.

8 There are no Investments outside India.

9 Investment assets have been allocated in the ratio of Policyholders and Shareholders Funds as per IRDAI Circular (Refer Note 16.10B).

SCHEDULE – 9

Loans

(₹ in Lakhs)

	Particulars	As at Mar 31, 2026	As at Mar 31, 2025
1	**Security-Wise Classification**		
	Secured		
	(a) On mortgage of property		
	(aa) In India	-	-
	(bb) Outside India	-	-
	(b) On Shares, Bonds, Govt. Securities	-	-
	(c) Others	-	-
	Unsecured	949	-
	Total	949	-
2	**Borrower-Wise Classification**		
	(a) Central and State Governments	-	-
	(b) Banks and Financial Institutions	-	-
	(c) Subsidiaries	-	-
	(d) Industrial Undertakings	-	-
	(e) Companies	-	-
	(f) Others (Employee Benefit Trust)	949	-
	Total	949	-
3	**Performance-Wise Classification**		
	(a) Loans classified as standard		
	(aa) In India	949	-
	(bb) Outside India	-	-
	(b) Non-performing loans less provisions		
	(aa) In India	-	-
	(bb) Outside India	-	-
	Total	949	-
4	**Maturity-Wise Classification**		
	(a) Short Term	949	-
	(b) Long Term	-	-
	Total	949	-

Provisions against Non-Performing Loans

(₹ in Lakhs)

	Non-Performing Loans	Loan Amount	Provision
	Sub-standard	-	-
	Doubtful	-	-
	Loss	-	-
	Total	**-**	**-**

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)

Schedules to the Financial Statements

SCHEDULE – 10

Fixed Assets

(₹ in Lakhs)

Particulars	Gross Block				Depreciation / Amortisation				Net Block	
	Opening as at Apr 01, 2025	Additions / Transfer	Deductions / Transfer	Closing as at Mar 31, 2026	As at Apr 01, 2025	For the Year Mar 31, 2026	On Sales / Adjustments	As at Mar 31, 2026	As at Mar 31, 2026	As at Mar 31, 2025
Computer Software*	5,398	1,132	-	6,530	3,534	571	-	4,105	2,425	1,864
Leasehold Property	1,795	-	9	1,786	668	291	4	955	831	1,127
Furniture & Fittings	447	6	3	450	225	30	2	253	197	222
Information Technology Equipment	2,011	40	275	1,776	1,624	244	275	1,593	183	387
Vehicles	103	-	11	92	76	12	11	77	15	27
Office Equipment	827	14	12	829	417	152	10	559	270	410
Total	**10,581**	**1,192**	**310**	**11,463**	**6,544**	**1,300**	**302**	**7,542**	**3,921**	**4,037**
Capital Work in Progress	413	1,847	1,191	1,069	-	-	-	-	1,069	413
Grand Total	**10,994**	**3,039**	**1,501**	**12,532**	**6,544**	**1,300**	**302**	**7,542**	**4,990**	**4,450**
Previous Year	9,723	2,607	1,335	10,994	5,277	1,341	74	6,544	4,450	

* Useful life of software ranges between 1 to 19 years.

SCHEDULE – 11

Cash and Bank Balances

(₹ in Lakhs)

	Particulars	As at Mar 31, 2026	As at Mar 31, 2025
1	Cash (including Cheques* , Drafts and Stamps)	66	101
2	Bank Balances		
	(a) Deposit Accounts		
	(aa) Short-Term (due within 12 months)	2,450	-
	(bb) Others	-	-
	(b) Current Accounts	5,075	5,255
	(c) Others	-	-
3	Money at Call and Short Notice		
	(a) With Banks	-	-
	(b) With Other Institutions	-	-
4	Others	-	-
	Total	**7,591**	**5,356**
	Balances With Non-Scheduled Banks Included In 2 and 3 Above	-	-
	Cash and Bank Balances		
	In India	**7,591**	**5,356**
	Outside India	**-**	**-**

* * Cheques on hand amounted to ₹ 66 Lakhs (Previous year : ₹ 101 Lakhs)

SCHEDULE – 12

Advances and Other Assets

(₹ in Lakhs)

	Particulars	As at Mar 31, 2026	As at Mar 31, 2025
	Advances		
1	Reserve Deposits with Ceding Companies	-	-
2	Application Money for Investments	-	-
3	Prepayments	529	706
4	Advances to Directors / Officers	-	-
5	Advance Tax Paid and Taxes Deducted at Source (Net of Provision for Taxation)	427	358
6	Goods & Services Tax Credit (Net)	1,021	-
7	**Others**		
	(i) Advance Recoverable in Cash or in Kind	1,463	1,124
	(ii) Advance to Employees	1	5
	(iii) Gratuity (excess of plan assets over obligation)	-	100
	Total (A)	**3,441**	**2,293**
	Other Assets		
1	Income Accrued on Investments	23,464	21,113
2	Outstanding Premiums	-	-
	Less : Provisions for doubtful, if any	-	-
3	Agents' Balances	30	27
4	Foreign Agencies Balances	-	-
5	Due from other entities carrying on Insurance Business (including Reinsurers)	44,286	20,787
	Less : Provisions for doubtful, if any	-	-
6	Due from Subsidiaries / Holding Company	-	-
7	Investments held for Unclaimed Amount of Policyholders	300	318
8	Interest on Investments held for Unclaimed Amount of Policyholders	-	-
9	**Others**		
	(i) Unsettled Investment Contract Receivable	5,059	2,064
	(ii) Deposits	8,242	3,429
	Total (B)	**81,381**	**47,738**
	Total (A+B)	**84,822**	**50,031**

SCHEDULE – 13

Current Liabilities

(₹ in Lakhs)

	Particulars	As at Mar 31, 2026	As at Mar 31, 2025
1	Agents' Balances	2,707	2,546
2	Balances due to other Insurance Companies (net)	24,893	17,810
3	Deposits held on Reinsurance Ceded	2,550	1,351
4	Premium received in advance		
	(a) For Long Term Policies	37,376	57,710
	(b) For Other Policies	916	2,480
5	Unallocated Premium	1,539	553
6	Sundry Creditors	7,714	11,051
7	Due to Subsidiaries / Holding Company	-	-
8	Claims Outstanding (net)	496,383	412,790
9	Due to Officers / Directors	-	-
10	Unclaimed Amount of Policyholders (Refer Note 17.32)	266	249
11	Income Accrued on Unclaimed Amounts (Refer Note 17.32)	31	34
12	Interest Payable on Debentures / Bonds	490	490
13	Goods and Services Tax Liabilities (net)	-	1,338
14	Others -		
	(i) Due to Policyholders	574	307
	(ii) TDS Payable	1,673	1,447
	(iii) Unsettled Investment Contracts Payable	7,583	1,623
	(iv) Other Statutory Dues	197	189
	(v) Book Overdraft	3,962	3,174
	(vi) Employee Payables	322	232
	(vii) Other Payable	20,600	17,270
	Total	**609,776**	**532,644**

Details of Unclaimed Amounts and Investment Income thereon

(₹ in Lakhs)

	Particulars	As at Mar 31, 2026	As at Mar 31, 2025
	Opening Balance	283	279
	Add: Amount transferred to Unclaimed Amount	130	121
	Add: Cheques issued out of the Unclaimed Amount but not encashed by the Policyholders	-	-
	Add: Investment Income	7	4
	Less: Amount Paid during the year	101	116
	Less: Transferred to SCWF	22	5
	Closing Balance of Unclaimed Amount	**297**	**283**

SCHEDULE – 14

Provisions

(₹ in Lakhs)

	Particulars	As at Mar 31, 2026	As at Mar 31, 2025
1	Unearned Premium Reserve	160,378	159,880
2	Premium Deficiency Reserve	-	-
3	For Taxation (net of Advance Tax and Tax Deducted at Source)	-	-
4	For Employee Benefit	3,106	3,081
5	Others		
	(i) Provision for Doubtful Debts	84	68
	Total	**163,568**	**163,029**

SCHEDULE – 15

Miscellaneous Expenditure

(To the extent not written off or adjusted)

(₹ in Lakhs)

	Particulars	As at Mar 31, 2026	As at Mar 31, 2025
1	Discount Allowed in Issue of Shares / Debentures	-	-
2	Others	-	-
	Total	-	-

SCHEDULE – 16:

Significant Accounting Policies forming part of the Financial Statements for the year ended March 31, 2026

Background

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited) ("the Company") was incorporated on June 26, 2009. The Company obtained the regulatory approval to undertake General Insurance business on May 22, 2012 from Insurance Regulatory and Development Authority of India (IRDAI) and holds a valid certificate of registration. The Company was formed as a joint venture between Poonawalla Fincorp Limited, Celica Developers Private Limited, Jaguar Advisory Services Private Limited and HDI Global SE. Pursuant to acquisition of stake by Sanoti Properties LLP ("Sanoti"), an entity predominantly held by Mr. Adar Poonawalla, Sanoti is a majority shareholder in the Company as on the reporting date.

During the year the Registered office of the Company has changed from Development House, 24, Park Street, Kolkata - 700016, West Bengal to Equinox Business Park, Tower 3, Ambedkar Nagar, 2nd Floor, Unit Number 1B & 2B, LBS Marg, Kurla (West), Mumbai - 400070, Maharashtra, India.

16 Significant accounting policies

16.1 Basis of preparation of financial statements

The financial statements have been prepared and presented on a going concern basis in accordance with Generally Accepted Accounting Principles followed in India under the historical cost convention, on accrual basis and in accordance with the applicable provisions of the Insurance Act, 1938, as amended by Insurance Laws (Amendment) Act, 2015, the IRDA Act, 1999, the IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 read with Master Circulars / notifications issued by IRDAI from time to time, the applicable accounting standards referred to in section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules 2014, and Companies (Accounting Standards) Amendment Rules 2016 dated March 30, 2016 to the extent applicable and the provisions of the Companies Act, 2013 (to the extent applicable), in the manner so required and conform to the statutory provisions in regard to general insurance operations in India. The financial statements are presented in Indian rupees rounded off to nearest lakhs.

Accounting policies are consistent with previous year except otherwise stated in the notes and except where different treatment is required as per new pronouncements made by the regulatory authorities. The management evaluates all recently issued or revised accounting pronouncements on an ongoing basis.

16.2 Use of Estimates

The preparation of financial statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses for the year, of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as on the date of the financial statements. Actual results may differ from the estimates and assumptions and any revision to accounting estimates is recognised prospectively in current and future periods.

16.3 Revenue recognition

(A) Premium income:

(i) Products with Insurance coverage upto 1 year

Premium including reinsurance accepted (commonly known as "Gross Written Premium" or "GWP"), (with coverage period upto 1 year) is recorded net of Goods & Service Tax at the time of commencement of risk, on receipt of complete information.

(ii) Long term products (with insurance coverage period more than one year)

Fire, Health and Personal Accident Segments:

Until September 30, 2024, the premium received on long term policies for the entire coverage period was recognised as GWP upfront in first year at the time of commencement of the risk.

Effective, October 01, 2024, the premium received on long term policies is recognized as GWP in the respective years spread equally over the coverage period and the premium related to subsequent years is represented in Balance Sheet as Premium received in Advance until recognised as GWP in subsequent periods.

SCHEDULE – 16:

Significant Accounting Policies forming part of the Financial Statements for the year ended March 31, 2026

Third Party Liability premium on Private Car and Two-Wheeler products:

The premium received on long term policies for the entire coverage period continues to be recognised as GWP in the respective years spread equally over the coverage period and the premium related to subsequent years is represented in Balance Sheet as Premium received in Advance until recognised as GWP in subsequent periods.

Own Damage premium on Private Car and Two-Wheeler segments:

Until September 30, 2024, the premium received on long term policies for the entire coverage period was recognised as GWP in the respective years in proportion of Insured Declared Value ("IDV") of the vehicle in the respective years. Effective, October 01, 2024, the premium received on long term policies is recognized as GWP in the respective years spread equally over the coverage period. The premium related to subsequent periods continues to be represented in Balance Sheet as Premium received in Advance until recognised as GWP in subsequent periods.

The change in recognition of premium income (GWP) and Premium received in Advance effective October 01, 2024 is in accordance with the IRDAI Master Circular on Actuarial, Finance and Investment Functions of Insurers dated May 17, 2024 read with IRDAI instructions dated October 18, 2024.

Refer note no. 17.11 for details.

(iii) Coinsurance follower premium is recorded on receipt of confirmation from the coinsurance leader.

(iv) Instalment premium is recorded on receipt of premium.

(v) Any subsequent adjustments to premium income including that on account of cancellation of policies are recorded in the period in which they occur and are recognised over the remaining period of risk or policy period, as applicable.

(vi) Premium earning is recognised as income proportionately over the period of risk or the policy period, as applicable.

(B) Interest / dividend income

Interest income is recognised on accrual basis. Accretion of discount and amortisation of premium relating to debt securities is recognised over the holding / maturity period on effective interest rate basis. Dividend income is recognised when the right to receive the dividend is established.

(C) Profit / loss on sale / redemption of securities

Profit / loss on sale / redemption of securities is recognised on trade date. The net realised gains or losses on the debt securities is the difference between the net sale consideration and the amortized book value, which is computed on weighted average basis, as on the date of sale. Further, in case of listed equity shares and mutual fund units, the profit or loss on sale also includes the accumulated changes in the fair value previously recognised in the fair value change account. Sale consideration for the purpose of realised gain / loss is net of brokerage, stamp duty and taxes etc, if any, and excludes interest received on sales.

The difference between the acquisition price and the maturity value of treasury bills is recognised as income in the revenue accounts or the profit and loss account, as the case may be, over the remaining term of these instruments on effective interest rate basis.

(D) Commission income on reinsurance ceded

Commission income on reinsurance ceded is recognised as income in the period in which risk is ceded.

Profit commission under reinsurance treaties, wherever applicable, is recognised as income in the year in which the same is determined.

Profit commission and sliding scale commission under reinsurance treaties, wherever applicable, is determined at every balance sheet date as per terms of the respective treaties.

SCHEDULE – 16:

Significant Accounting Policies forming part of the Financial Statements for the year ended March 31, 2026

16.4 Reinsurance ceded

Insurance premium on ceding of the risk is recognised at the time of recognition of the GWP of the underlying insurance policies in accordance with reinsurance arrangements with the reinsurers.

Any subsequent revision to premium ceded is recognised in the period of such revision. Adjustment to reinsurance premium arising on cancellation of policies is recognised in the period in which they are cancelled.

Premium on excess of loss reinsurance cover is accounted as per the terms of reinsurance arrangements.

16.5 Acquisition costs

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

16.6 Premium received in advance

(A) In case of insurance policies with coverage period upto one year this represents premium received during the period, where the risk commences subsequent to the balance sheet date.

(B) In case of Long-Term Products with coverage period more than one year, the accounting is done as mentioned in para 16.3 (A).

16.7 Reserve for unexpired risk ("UPR") (Other than Terrorism Pool and Marine Cargo Pool)

Reserve for unexpired risk is recognised net of reinsurance ceded and represents premium written that is attributable to and allocated to succeeding accounting periods. UPR is calculated on a daily pro-rata basis except in the case of Marine Hull business in which case it is computed at 100% of net premium written during the preceding twelve months as on the balance sheet date.

16.8 Reserve for Premium deficiency

Premium deficiency is recognized for the company when the sum of expected claim costs and related expenses (including claim handling cost) exceed the reserve for unexpired risks for all segments taken together (i.e. at insurer level). Assessment of expected claim cost, related expenses and Premium Deficiency amount is duly certified by the Appointed Actuary in accordance with IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 read with Master Circular.

16.9 Claims incurred

Claims are recognized as and when reported. Claims incurred comprises claims paid (net of salvage and other recoveries), change in the outstanding provision of claims and estimated liability for claims incurred but not reported ("IBNR") and claims incurred but not enough reported ("IBNER") net of amounts receivable from reinsurers / coinsurers. It also includes fees payable to surveyors, investigators, advocates handling claims and Third Party Administrators ("TPA"), provision for Hit and Run Compensation Account and other ancillary costs directly attributable to claims.

Claims liability (net of amounts receivable from reinsurers / coinsurers) is recognised on the date of intimation on management estimates of ultimate amounts that are likely to be paid on each claim, established by the management in light of past experience, based on estimates from surveyors / insured and based on actuarial valuation. These estimates are modified for changes, as appropriate on availability of further information.

IBNR represents the estimated amount of claims that have been incurred during the accounting period but have not been reported or claimed. The IBNR provision also includes provision, if any, required for claims IBNER. Estimated liability for claims IBNR and claims IBNER is based on actuarial estimate duly certified by the Appointed Actuary of the Company in accordance with guidelines issued by IRDAI and Actuarial Practice Standards issued by the Institute of Actuaries of India.

SCHEDULE – 16:

Significant Accounting Policies forming part of the Financial Statements for the year ended March 31, 2026

16.10 Investments

Investments are recorded at cost on trade date and includes brokerage, securities transaction tax, stamp duty and other charges incidental to transactions and excludes pre-acquisition interest, if any.

(A) Classification

Investments are made, accounted and classified in accordance with the Insurance Act, 1938, as amended by Insurance Laws (Amendment) Act, 2015, IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 read with Master Circular and various other circulars / notifications / clarifications issued by the IRDAI in this context, as amended from time to time. Investments maturing within twelve months from the balance sheet date or investments made with the specific intention to dispose off within twelve months from the date of purchase are classified as short-term investments. Investments other than short term investments are classified as long-term investments.

(B) Allocation of Investment Assets

Investment assets are bifurcated into policyholders' and shareholders' funds on notional basis as required by IRDAI circular, as amended from time to time. Policyholders' funds represent an amount equivalent to the sum of the estimated liability for outstanding claims including IBNR and IBNER, Unexpired Risk Reserve ("URR"), Premium Deficiency Reserve, Catastrophe Reserve and Other Liabilities net off Other Assets as specified by IRDAI and the balance being disclosed as Shareholders' Funds.

(C) Valuation

Debt Securities

All debt securities are considered as 'held to maturity' and stated at historical cost adjusted for amortization of premium or accretion of discount on effective interest rate basis over the holding period / maturity of the security.

Mutual Funds

Investment in Mutual Fund units are stated at Net Asset Value ("NAV") at the Balance Sheet date. Unrealised gains / losses are credited / debited to fair value change account.

Equity Shares and other exchange traded instruments

Listed and actively traded securities at the balance sheet date are stated at the fair value, being last quoted closing price on the National Stock Exchange of India Limited ("NSE") and in case the equity shares are not listed on the NSE, then they are valued on the last quoted closing price on BSE Limited. Unrealized gains or losses are credited / debited to the fair value change account.

Unlisted equity shares are stated at historical cost less provision for diminution in value.

(D) Fair Value Change Account

In accordance with the IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 read with Master Circular, any unrealised gains / losses arising due to change in fair value of Mutual Fund, Equity and Units of InvIT investments are accounted in "Fair Value Change Account" and carried in the Balance Sheet and is not available for distribution.

(E) Impairment of Investments

An amount, whether interest or principal is said to be overdue if it is not paid to the insurer on the specified date. An asset is classified as NPA if the interest and / or instalment of principal remain overdue for more than 90 days. Once an investment gets classified as NPA, any unrealized interest is reversed from the investment income and provision on investment is accounted for in accordance with IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 read with Master Circular.

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

SCHEDULE – 16:

Significant Accounting Policies forming part of the Financial Statements for the year ended March 31, 2026

16.11 Allocation of Income and Expenses

(A) Allocation of Investment Income and Miscellaneous Income

Investment Income has been allocated between Revenue Account and Profit and Loss Account on the basis of the ratio of average policyholder's investment assets to average shareholder's investment assets, average being the balance at the beginning of the year and balance at the end of the reporting year.

The Investment Income allocated to Revenue Account has been further allocated to different segments on the basis of respective Net Written Premium of that particular segment.

Miscellaneous Income which is directly identifiable is allocated on actuals to Revenue Account(s) and Profit and Loss Account as applicable. Miscellaneous Income in Revenue Account which is not directly identifiable has been allocated to different segments on the basis of respective Gross Written Premium of that particular segment.

(B) Allocation of Expenses

Operating expenses relating to insurance business are allocated to specific classes of business on the following basis:

(i) Expenses which are attributable and identifiable to the business segments, are directly charged to respective business segment.

(ii) Other expenses that are not identifiable to a segment, are allocated on the basis of ratio of gross written premium in each business segment.

In accordance with the IRDAI (Expenses of Management, including Commission, of Insurers) Regulations, 2024 read with Master Circular, operating expenses in excess of allowable limits on the overall basis are borne by the shareholders and are charged to Profit & Loss Account.

Expenses related to investment activities relating to shareholders funds are charged to Profit and Loss Account.

16.12 Fixed Assets, intangible assets and capital work-in-progress

(A) Fixed assets

Fixed assets are stated at cost of acquisition (including incidental expenses relating to acquisition and installation) and expenses directly attributable to bringing the asset to its working condition for its intended use less accumulated depreciation and impairment of assets, if any.

Capital work-in-progress includes assets not ready for the intended use and are carried at cost, comprising direct cost and related incidental expenses.

Intangible assets are stated at the consideration paid for acquisition / development and licensing less accumulated amortisation.

(B) Depreciation and amortisation

Depreciation on fixed assets is provided using the straight-line method based on the economic useful life as estimated by the management / limits specified in Schedule II to the Companies Act, 2013. Depreciation on assets purchased/disposed off during the year is provided on pro rata basis with reference to the date of additions/ deductions. Individual assets costing upto ₹ 5,000/- are depreciated fully within one month of acquisition. Lease hold improvements are amortised over the primary period of lease from the date the asset is available to the Company for its use.

Nature of Fixed Asset	Useful Life as per the Limits prescribed in Schedule II of the Companies Act, 2013	Management Estimate of Useful Life
	Life in Years	Life in Years
Furniture & Fittings	10	10
IT Equipment - Servers and Networks	6	6
IT Equipment - Others	3	3
Vehicles	8	4
Office Equipment	5	5
Electrical Equipment	10	10

SCHEDULE – 16:

Significant Accounting Policies forming part of the Financial Statements for the year ended March 31, 2026

Intangible assets are amortised over their management estimated useful lives on straight-line basis, commencing from the date the asset is available to the Company for its use.

In case of Vehicles, the management estimate of the useful life is lower than that prescribed in Schedule II of the Companies Act, 2013. This is based on internal assessment.

Management reviews its estimate of useful life at each Balance Sheet date.

(C) Impairment of Assets

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

16.13 Employee Benefits

(A) Short term Employee Benefits

Employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and are recognised in the year in which the employee renders the related service. These benefits includes salaries, bonus, ex-gratia and compensated absences.

(B) Long Term Employee Benefits

(i) Provident fund

Contributions paid / payable to the recognised provident fund, which is a defined contribution scheme, are charged to the Revenue Account in the year in which it is incurred.

(ii) Gratuity

The Company's gratuity benefit scheme is a defined benefit plan. The present value of the obligation under such defined benefit plan is determined at each balance sheet date based on actuarial valuation carried out by an independent actuary using projected unit credit method. Actuarial gains and losses are recognised in the Revenue Account.

(iii) Compensated absences

The employees of the Company are entitled to compensated absences which are both accumulating and non-accumulating in nature. The expected cost of accumulating compensated absences is determined by actuarial valuation based on the additional amount expected to be paid as a result of the unused entitlement that has accumulated at the Balance Sheet date.

16.14 Foreign Currency Transactions

Foreign currency transactions are accounted for at the rates prevailing on the date of the transaction. Exchange differences, if any, arising out of transactions settled during the year are recognised in the Revenue Account / Profit and Loss Account. Monetary assets and liabilities denoted in foreign currencies as at the Balance Sheet date are translated at the closing exchange rates. Resultant exchange differences, if any, are recognised in the Revenue Account / Profit and Loss Account and related assets and liabilities are accordingly restated in the Balance Sheet. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency at the Balance Sheet date are reported using exchange rates at the date of the transaction.

16.15 Taxes on income

Income-tax expense is recognised in Profit and Loss Account and comprises of current tax (i.e. amount of tax for the year determined in accordance with the provisions of Income Tax Act, 1961) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the year).

(A) Current tax

Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates and tax laws.

SCHEDULE – 16:

Significant Accounting Policies forming part of the Financial Statements for the year ended March 31, 2026

(B) Deferred tax

Deferred tax is recognised in respect of timing differences between taxable income and accounting income i.e. differences that originate in one year and are capable of reversal in one or more subsequent years. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates and tax laws that have been enacted or substantively enacted on the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future. However, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets are reviewed at each balance sheet date and written down or written-up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

16.16 Provisions and Contingencies

A provision is recognised when there is a present obligation as a result of a past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A disclosure for a contingent liability, other than insurance contracts, is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are neither recognised nor disclosed in the financial statements.

16.17 Earnings per share

The basic earnings per share is calculated by dividing the net profit after tax by weighted average number of equity shares outstanding during the reporting period.

Number of equity shares used in computing diluted earnings per share comprises the weighted average number of shares considered for basic earnings per share and also weighted average number of equity shares which may be issued on conversion of all dilutive potential shares. In computing diluted earnings per share only potential equity shares that are dilutive are considered. Dilutive potential equity shares are deemed to be converted as at the beginning of the period unless issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable on issuance of potential equity shares. Dilutive potential equity shares are determined independently for each period presented.

16.18 Segment Reporting

Based on the primary segments identified under the IRDA Act, 1999, the IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 and Master Circular / notifications issued by IRDAI from time to time read with Accounting Standard 17 “Segment Reporting” referred to in Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules 2014, the Company has classified and disclosed segment information for Fire, Marine and Miscellaneous lines of business. There are no reportable geographical segments, since all business is written in India.

The accounting policies used in segment reporting are same as those used in the preparation of financial statements.

16.19 Share/ Debentures Issue Expenses

Securities issue expenses towards shares / debentures issued during the year are adjusted against the Share Premium Account.

16.20 (A) Terrorism Pool

In accordance with the agreement entered between the insurance companies for management of coverage of Terrorism Risk, the Company, together with other Insurance Companies, participates in the Terrorism Pool. This Pool is managed by the General Insurance Corporation of India Re (“GIC Re”). Amount collected as Terrorism premium in accordance with the requirements of the Tariff Advisory Committee (“TAC”) are ceded at 100% of the Terrorism Premium collected to the Terrorism Pool, subject to conditions and an overall limit of ₹ 2,000 crore per risk.

SCHEDULE – 16:

Significant Accounting Policies forming part of the Financial Statements for the year ended March 31, 2026

In accordance with the Terms of the Agreement, GIC Re, retrocedes, to the Company, terrorism premium to the extent of the Company's share in the risk, which is recorded as reinsurance accepted. Such reinsurance accepted is recorded based on quarterly statements received from the GIC Re. The reinsurance accepted on account of terrorism pool has been recorded in accordance with the last statement received from the GIC Re. The Company does not recognise income from the retroceded terrorism premium until expiry of 12 months from the GIC Re statement period and creates liability through reserve for unexpired risks to the extent of 100% of premium (net of claims and expenses) retroceded to the Company during the preceding 12 months.

(B) Marine Cargo Pool

General Insurance Companies have entered into an arrangement effective June 1, 2022 by creating a pool managed by GIC Re to share in the insurance of Marine Cargo risk insured in the Excluded Territories and War / Strikes Riots & Civil Commotion (SRCC) risk. Excluded Territories means the Republic of Belarus, Ukraine and / or the Russian Federation.

The members will cede the entire premium underwritten in the above risk categories, after the obligatory cession, to the pool in accordance with the terms of the arrangement. GIC Re retrocedes to the Company, pool premium to the extent of the share agreed to be borne by the Company in the risk, which is recorded as reinsurance accepted. The reinsurance accepted on account of marine cargo pool has been recorded in accordance with the last statement received from the GIC Re.

The Company does not recognise income from the retroceded Marine Cargo premium until expiry of 12 months from the GIC Re statement period and creates liability through reserve for unexpired risks to the extent of 100% of premium (net of claims and expenses) retroceded to the Company during the preceding 12 months.

16.21 Contribution to Motor Vehicle Accident Fund (MVA Fund)

MVA Fund has been created under Sec 164B of the Motor Vehicle Act read with Central Motor Vehicles (Motor Vehicle Accident Fund) Rules, 2022 ('MVAF Rules'). As per the MVAF Rules, the MVA fund comprises of following accounts related to insurance companies, administered by a Trust established under the Rules;

A. Hit and Run Compensation Account (erstwhile Solatium fund)

As per MVAF Rules, the Hit & Run Compensation Account shall be credited with (a) the current balance under Solatium Scheme, 1989 as on date of the commencement of these rules, and (b) such percentage of total third-party premium collected by insurance companies as specified by the trust.

B. Motor Vehicle Accident Fund Insured Vehicles

The Company contributes to the Motor Vehicle Accident Fund Insured Vehicles established by the Central Government, Ministry of Road Transport and Highways ("MoRTH") as per the rules specified by MVAF Rules. The fund has been established to provide for the Golden Hour Treatment Scheme. The contribution is accounted as a deposit as at the balance sheet date.

16.22 Transfer of amounts to Senior Citizen Welfare fund

In accordance with IRDAI Master Circular on Operations and Allied Matters of Insurers dated June 19, 2024, the Company transfers amounts outstanding for a period of more than 10 years in Unclaimed amount of Policyholders to the Senior Citizen Welfare Fund ("SCWF") on or before March 1st of each financial year.

16.23 Contribution to Environment Relief Fund

The Company provides for contribution to the Environment Relief Fund established by the Central Government, an amount equal to the premium received in relation to Public Liability policies issued by the company, as per the rules specified by Public Liability Insurance Rules, 1992.

16.24 Employee Stock Option Plan ("ESOP")

The Employees Stock Option Scheme ("the Scheme") provides for grant of the equity shares of the Company to eligible employees. The Company follows the fair value method for computing the compensation cost for options granted under the scheme(s). The compensation cost is amortised over the vesting period of the options.

SCHEDULE – 16:

Significant Accounting Policies forming part of the Financial Statements for the year ended March 31, 2026

16.25 Borrowing Costs

Interest on borrowings is recognised on time proportion basis taking into account the amount outstanding and rate applicable on the borrowings. They are charged to Profit & Loss Account in the period in which they are incurred.

16.26 Receipts and Payments Account

Receipts and Payments Account is prepared and reported using the Direct Method, in accordance with IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 read with Master Circular.

16.27 Loans given

Loans are stated at historical cost, subject to provisioning and impairment, if any, as per IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 read with Master Circular.

16.28 Operating Lease

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased asset are classified as operating leases. Operating lease payments of assets / premises taken on operating lease are recognised as an expense in the revenue account.

16.29 Cash and Bank Balances

Cash balances include cash, cheques and revenue stamps in hand.

Bank balances include balances with banks and fixed deposits (other than fixed deposits forming part of investment portfolio) as per IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 read with Master Circular.

16.30 Goods and Service Tax

The Goods and Service Tax (“GST”) is collected as per the GST Laws in force and the same is considered as a liability. The Input Tax Credit (“ITC”) eligible as per the GST Laws is considered as an asset. The ineligible ITC is examined and expensed off on such determination. The eligible unutilized ITC, if any, is carried forward for utilization in subsequent periods.

SCHEDULE – 17:

Notes to Accounts forming part of the Financial Statements for the year ended March 31, 2026

17.1 Contingent Liabilities

(₹ in Lakhs)

	Particulars	As at March 31, 2026	As at March 31, 2025
1	Partly Paid-Up Investments	-	-
2	Claims, other than those against policies, not acknowledged as debts by the Company.	-	-
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	-	-
	• Goods and Services Tax [I]	23,093	23,052
	• Income Tax [I]	14,101	14,101
6	Reinsurance Obligations to the extent not provided for in Accounts	-	-
7	Others	-	-

[I] The Company has received GST demand amounting to ₹ 22,064 Lakhs plus penalty pertaining to availment of input tax credit on certain advertisement and marketing payments. Apart from this, there are various GST demands amounting to ₹ 1,029 Lakhs in total.

The Company has received Income Tax demands amounting to ₹ 14,101 Lakhs pertaining to disallowances of certain advertisement and marketing expenses.

Based on the legal advice, the Company has appealed / or is in the process of filing the appeal against the above GST and Income Tax demand orders and does not expect any outflow of economic benefits.

[II] Apart from the contingent liabilities mentioned above, there are Show Cause Notices issued by various Government Authorities which are not considered as Obligation. When the demand notices are raised against such show cause notices and are disputed by the Company, these are classified accordingly.

17.2 Micro & Small Scale Business Entities

There is no Micro, Small & Medium enterprise to which the Company owes dues, which are outstanding for more than 45 days as at March 31, 2026 (Previous year : Nil). This information as required to be disclosed under Micro, Small and Medium Enterprises Development Act 2006, has been determined to the extent such parties have been identified on the basis of information available with the Company.

17.3 Encumbrances on Assets

The assets of the Company are free from any encumbrances except in case of certain deposits made by the Company of ₹ 8,242 Lakhs (Previous year : ₹ 3,429 Lakhs).

17.4 Capital Commitments

a. There are no commitments made and outstanding for Loans and Investments as at March 31, 2026 (Previous year : Nil).

b. Estimated amount of commitment pertaining to contracts remaining to be executed in respect of fixed assets (net of advances) is ₹ 1,680 Lakhs as at March 31, 2026 (Previous year : ₹ 565 Lakhs).

17.5 Premium

a. All premiums, net of reinsurance are written and received in India.

b. Premium income recognized on “Varying Risk Pattern” is Nil (Previous year : Nil).

17.6 Sector wise business based on Gross Direct Premium (GDP)

Business Sector	Year ended March 31, 2026		Year ended March 31, 2025	
	GDP (₹ in Lakhs)	% of GDP	GDP (₹ in Lakhs)	% of GDP
Rural	82,350	22.8	78,140	23.4
Urban	279,198	77.2	255,300	76.6
Total	**361,548**	**100.0**	**333,440**	**100.0**

Business Sector	Year ended March 31, 2026		Year ended March 31, 2025	
	GDP (₹ in Lakhs)	% of GDP	GDP (₹ in Lakhs)	% of GDP
Social	1,179	0.33	1,188	0.36

17.7 Premium Retention & Reinsurance

Extent of risk retained and reinsured with respect to gross written premium is set below :

For the year ended on March 31, 2026 *(₹ in Lakhs)*

Particulars	Basis	Gross Premium	Retention	Cession	Retention %	Cession %
Fire	Total Sum Insured	38,241	6,753	31,488	17.7%	82.3%
Marine Cargo	Value at Risk	5,262	2,112	3,150	40.1%	59.9%
Marine Hull	NA	-	-	-	-	-
Miscellaneous						
Motor	Total Sum Insured	206,466	198,207	8,259	96.0%	4.0%
Health Insurance	Value at Risk	130,631	119,811	10,820	91.7%	8.3%
Personal Accident	Value at Risk	4,885	4,635	250	94.9%	5.1%
Travel	NA	-	-	-	-	-
Workmen's Compensation	Value at Risk	1,179	1,131	48	95.9%	4.1%
Public/ Product Liability	Value at Risk	56	53	3	94.6%	5.4%
Engineering	Total Sum Insured	4,574	1,153	3,421	25.2%	74.8%
Aviation	NA	-	-	-	-	-
Crop	NA	-	-	-	-	-
Others	Value at Risk	14,363	5,106	9,257	35.5%	64.5%
Total		**405,657**	**338,961**	**66,696**	**83.6%**	**16.4%**

The above cession numbers exclude Excess of Loss cover reinsurance premium and re-instatement premium of ₹ 3,784 Lakhs for the year ended on March 31, 2026.

For the year ended on March 31, 2025 *(₹ in Lakhs)*

Particulars	Basis	Gross Premium	Retention	Cession	Retention %	Cession %
Fire	Total Sum Insured	38,345	7,947	30,398	20.7%	79.3%
Marine Cargo	Value at Risk	5,337	1,968	3,369	36.9%	63.1%
Marine Hull	NA	-	-	-	-	-
Miscellaneous						
Motor	Total Sum Insured	206,802	198,530	8,272	96.0%	4.0%
Health Insurance	Value at Risk	96,516	93,656	2,860	97.0%	3.0%
Personal Accident	Value at Risk	2,662	2,534	128	95.2%	4.8%
Travel	NA	-	-	-	-	-
Workmen's Compensation	Value at Risk	1,188	1,140	48	96.0%	4.0%
Public/ Product Liability	Value at Risk	17	16	1	94.1%	5.9%
Engineering	Total Sum Insured	2,984	417	2,567	14.0%	86.0%
Aviation	NA	-	-	-	-	-
Crop	NA	-	-	-	-	-
Others	Value at Risk	9,644	1,248	8,396	12.9%	87.1%
Total		**363,495**	**307,456**	**56,039**	**84.6%**	**15.4%**

The above cession numbers exclude Excess of Loss cover reinsurance premium and re-instatement premium of ₹ 3,190 Lakhs for the year ended on March 31, 2025.

17.8 Reinsurance Regulations

As per Insurance Regulatory and Development Authority (General Insurance - Reinsurance) (Amendment) Regulations, 2023, prior approval from IRDAI is required in case of placement of surplus over and above the domestic reinsurance arrangements with any reinsurer outside India in excess of defined limits of total reinsurance ceded outside India. In terms of the aforesaid regulations, the Company has submitted to the Authority, the details and reasons thereof in respects of its reinsurance placements including those where the reinsurance support exceeds the defined limits from overseas reinsurers.

17.9 Premium Deficiency

The Company has recognised Premium Deficiency Reserve amounting to Nil as at March 31, 2026 (Previous year : Nil).

17.10 Claims

a. All claims, net of reinsurance incurred and paid to claimants in / outside India are as under. *(₹ in Lakhs)*

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
In India	195,807	154,461
Outside India	35	22

b. There are no claims which are settled and unpaid for a period of more than six months as on the balance sheet date (Previous year : Nil).

c. Claims where the claim payment period exceeds four years is Nil (Previous year : Nil).

d. Ageing of Gross Claims outstanding (Direct) is set out in table below: *(₹ in Lakhs)*

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
More than 6 months	221,910	171,939
Others	57,759	56,105

17.11 Change in Accounting Policy

IRDAI vide IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 and Master Circular thereon dated May 17, 2024 has prescribed accounting treatment for long Term Products effective October 1, 2024, wherein, premium for long term policies collected at the time of sale shall be recognized on a 1/ n basis where "n" denotes the policy duration. Accordingly, as on March 31, 2026, the Gross Written Premium is reduced by ₹ 3,364 Lakhs (Previous year : ₹ 3,121 Lakhs) and Premium received in advance has been increased to that extent.

17.12 Expenses directly identifiable with investment activity amounting to ₹ 42 Lakhs (Previous year : ₹ 41 Lakhs) are included under Investment Expenses in the Profit and Loss Account.

17.13 Employee Benefit Plans

Defined Contribution Plan *(₹ in Lakhs)*

Expenses on Defined Contribution Plan	Year ended March 31, 2026	Year ended March 31, 2025
Contribution to Staff Provident Fund	1,093	1,067
Contribution to National Pension Scheme	163	140

Defined Benefit Plan - Gratuity

The Company has a defined benefit gratuity plan in India, governed by the Payment of Gratuity Act, 1972. This plan entitles an employee, who has rendered at least five years of continuous service, to gratuity at the rate of fifteen days wages for every completed year of service or part thereof in excess of six months, based on the rate of wages last drawn by the employee concerned. The scheme is funded with Life Insurance Corporation of India (LIC). This defined benefit plan expose the Company to actuarial risks, such as regulatory risk, credit risk, liquidity risk, etc. as defined below. The most recent actuarial valuation of plan assets and the present value of the defined benefit obligation for gratuity were carried out as at March 31, 2026. The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

The disclosure required under the defined benefit plan as per AS-15 for gratuity fund is provided below:

(a) Reconciliation of opening and closing balances of the present value of defined benefit obligation *(₹ in Lakhs)*

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
	Gratuity	Gratuity
Opening defined benefit obligation	1,509	1,231
Current service cost	260	209
Past service cost	359	-
Interest cost	93	84
Actuarial losses/(gains)	69	99
Benefit paid	(348)	(114)
Closing defined benefit obligation	1,943	1,509

(b) Changes in the fair value of the plan assets are as follows *(₹ in Lakhs)*

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
	Gratuity	Gratuity
Opening fair value of the plan assets	1,609	1,350
Interest Income on plan assets	121	109
Contributions by employer	271	266
Actuarial (losses)/gains	(1)	(3)
Benefit paid	(348)	(114)
Closing fair value of the plan assets	1,653	1,609

(c) Net asset/(liability) recognized in the balance sheet *(₹ in Lakhs)*

Particulars	As at March 31, 2026	As at March 31, 2025
	Gratuity	Gratuity
Present value of the defined benefit obligations	(1,943)	(1,509)
Fair value of plan assets	1,653	1,609
Past service cost	61	–
Net asset/(liability)	(229)	100

(d) Expense recognized in the Revenue Account *(₹ in Lakhs)*

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
	Gratuity	Gratuity
Current service cost	260	209
Past service cost	297	-
Interest on defined benefit obligation	93	84
Net actuarial losses/(gains) recognized	70	102
Interest income on plan assets	(121)	(109)
Total included in "Employee benefit expenses"	**600**	**286**

(e) Summary of actuarial assumptions

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
	Gratuity	Gratuity
Discount rate	6.64%	6.54%
Salary increase	8.00%	8.00%
Expected rate of return on plan assets	7.68%	7.68%

(f) Experience adjustments *(₹ in Lakhs)*

Particulars	March 31, 2026	March 31, 2025	March 31, 2024	March 31, 2023	March 31, 2022
	Gratuity	Gratuity	Gratuity	Gratuity	Gratuity
Present value of defined benefit obligation	(1,943)	(1,509)	(1,231)	(974)	(759)
Fair value of plan assets	1,653	1,609	1,350	1,100	801
Funded Status - Surplus/ (Deficit)	(290)	100	120	126	42
Experience (gain)/loss adjustment on plan liabilities	54	86	104	137	78
Experience gain/(loss) adjustment on plan assets	(1)	(3)	6	5	(23)
Experience (gain)/loss adjustment on plan liabilities due to change in assumption	15	13	(8)	(63)	(23)

The Gratuity fund is managed by Life Insurance Corporation of India and the Company makes contribution to the fund.

The estimates of future salary increases takes into account regular increases, price inflation, promotional increases and other relevant factors if applicable. The above gratuity liability estimates have also considered the estimated impact of New Labour Codes (Refer Note 17.14).

The contribution expected to be made by the Company during the financial year FY 2026-27, amounts to ₹ 581 Lakhs (Previous year : ₹ 447 Lakhs).

Accrued Leave

The Company has a scheme for accrual of leave for employees, the liability for which is determined on the basis of Actuarial Valuation carried out at the year end. Actuarial Assumption stated above is applicable for accrued leaves also.

(₹ in Lakhs)

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Opening Balance	1,078	929
Add: Provision made during the year	389	282
Less: Benefits paid during the year	(241)	(134)
Closing Balance	1,226	1,078

The above leave liability estimates have also considered the estimated impact of New Labour Codes (Refer Note 17.14).

17.14 The Government of India has notified the Code on Wages, 2019; Industrial Relations Code, 2020; Code on Social Security, 2020; and Occupational Safety, Health and Working Conditions Code, 2020 (collectively referred to as the 'New Labour Codes'). These Codes have been made effective from November 21, 2025, replacing the 29 existing labour laws. The corresponding and supporting Rules under these codes are yet to be notified. Accordingly, as on March 31, 2026, pursuant to the amendments to New Labour Codes and based on the management's assessment and Actuarial valuation, the Company has provided an additional liability of ₹ 375 Lakhs towards gratuity and ₹ 202 Lakhs towards leave encashment. The final assessment of additional liability towards gratuity and leave encashment and the assessment of other impacted areas, if any, on employee benefit expenses arising from the New Labour Codes will be undertaken and accounted for upon notification of the relevant rules by the appropriate authorities.

17.15 During the year, there is no restructuring pertaining to Loans given by the Company (Previous year : Nil).

17.16 Details of outsourcing activities:

(₹ in Lakhs)

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Total Outsourcing Expenses	2,464	1,122
Break up of Outsourcing Expenses		
1. Legal and Professional Charges	1,029	718
2. Repairs and Maintenance	-	319
3. Roadside Assistance	-	34
4. Printing and Stationery	62	24
5. Miscellaneous Expenses	23	18
6. Information Technology Expenses	1,342	9
7. Communication expenses	8	-

17.17 Operating Lease

The Company's significant leasing arrangements include agreements for office premises. These lease agreements are generally mutually renewable / cancellable by the lessor / lessee. The future total of minimum lease payments relating to non cancellable operating leases are as follows:

(₹ in Lakhs)

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Payable not later than one year	248	471
Payable later than one year but not later than five years	305	55
Payable later than five years	-	-

a. Rent expense charged to Revenue account include lease rent paid during the year for non-cancellable leases ₹ 549 Lakhs (Previous year : ₹ 898 Lakhs)

b. The period of agreements ranges between five to nine years and generally renewable thereafter at the option of the lessee.

17.18 Computation of managerial remuneration

In terms of disclosure requirements of clause 9 of IRDAI Master Circular on Corporate Governance for Insurers, 2024, the elements of remuneration paid to Managing Director / Chief Executive Officer, the Executive Directors, all other directors and Key Management Persons are as follows :

a. The details of remuneration of Key Management Persons (KMPs) as defined under IRDAI Master Circular on Corporate Governance for Insurers, 2024, are as under : *(₹ in Lakhs)*

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Salary, perquisites & allowances (including incentives)	1,498	1,694
Contribution to Provident and other Funds	118	104
Total	**1,616**	**1,798**

Expenses towards gratuity and leave provision are determined actuarially on overall Company basis and accordingly have not been considered in the above information.

In addition to above, KMPs are entitled to Employee Stock Option Plan (ESOP) under the Company's ESOP Scheme.

b. Fees paid to Non Executive Directors for attending Board / Committee meetings amounted to ₹ 86 Lakhs (Previous year : ₹ 109 Lakhs).

c. The details of qualitative and quantitative disclosures with respect to remuneration of MD/CEO/WTD are provided in Annexure 4.

17.19 In terms of disclosure requirements of IRDAI Master Circular on Corporate Governance for Insurers, 2024, details of additional work done by Statutory Auditors is given below :- *(₹ in Lakhs)*

Name of the Auditor	Services Rendered	Year ended March 31, 2026	Year ended March 31, 2025
M S K A & Associates LLP (Formerly Known as MSKA & Associates)	Certification	14	4
	Taxation Matters	-	-
Singhi & Co.	Certification	3	1
	Taxation Matters	3	2

17.20 In accordance with the IRDAI (Expenses of Management, including Commission, of Insurers) Regulations, 2024, Expenses of Management (EOM) in excess of allowable limits on the overall basis are to be borne by the shareholders. The Company is compliant with EOM limits for FY 2025-26. Accordingly, there is Nil excess Expenses of Management to be transferred from Revenue account and charged to Profit and loss account in current year (Previous year : ₹ 5,822 Lakhs).

The Company had filed an application with IRDAI for forbearance from the above Regulations for FY 2024-25, the approval for which is awaited.

17.21 a. Share Capital

During the year, the Company has allotted Nil fresh equity shares (Previous year : 23,627,624) under preferential issue and allotted 159,950 equity shares (Previous year : 463,303) under ESOP plan of the Company to the Trust.

b. Share Application

The amount of Share application money received by the Company, pending allotment as on balance sheet date is Nil (Previous year : Nil).

c. Share Purchase Agreement for proposed transfer of stake

The Board of Directors of the Company at its meeting held on March 12, 2025, approved the execution of Share Purchase Agreement ("SPA") with respect to the proposed transfer of equity shares by Sanoti Properties LLP, Celica Developers Private Limited, Jaguar Advisory Services Private Limited, Mr. Keki Mistry, Atul DP Family Trust, Shahi Sterling Exports Private Limited, QRG Investments and Holdings Limited and such other employee shareholders (collectively referred to as "Sellers") to Patanjali Ayurved Limited, S.R. Foundation, RITI Foundation, RR Foundation, Suruchi Foundation and Swati Foundation (collectively referred to as "Buyers") at a fair value as set out in the valuation report(s) issued by the Registered Valuer and Category I - Merchant Banker.

Pursuant to the SPA and subject to the terms and conditions thereof, the Buyers propose to acquire such number of equity shares of the Company from the Sellers which will result in the Buyers holding approximately 98% (on a fully diluted basis) of the Company's total issued and paid-up equity share capital.

The proposed acquisition is subject to the consent / approval of Insurance Regulatory and Development Authority of India, Competition Commission of India, Debenture Holders of the Company and such other regulatory / government authority, as may be applicable.

CCI approval has been received and other regulatory approvals are awaited.

d. Debenture Issue

(i) Gist of the terms of issue are as follows:

Security Name	8.75% MAGMA GENERAL INSURANCE 2032
Type, Nature and Seniority of Instrument	Unsecured, subordinated, unlisted, rated, redeemable, taxable, non-cumulative, non-convertible Debentures issued on private placement basis fully paid up
Face Value (per security)	₹ 1,000,000/- (₹ Ten Lakh) per Debenture
Issue Size	₹ 1,000,000,000/- (₹ One Hundred Crore)
Issue Date / Date of Allotment	30/03/2022
Redemption Date	30/03/2032
Call option Date	Annually after 5 years i.e. 30/03/2027, 30/03/2028, 30/03/2029, 30/03/2030, 30/03/2031
Coupon Rate	8.75% per annum
Credit Rating	CARE AA (Rating Watch Negative)
Listing	Unlisted
Frequency of the Interest Payment	Annually, 30th March every year

Security Name	9.70% MAGMA GENERAL INSURANCE 2033
Type, Nature and Seniority of Instrument	Unsecured, subordinated, listed, rated, redeemable, taxable, non-cumulative, non-convertible Debentures issued on private placement basis fully paid up
Face Value (per security)	₹ 100,000/- (₹ One Lakh) per Debenture
Issue Size	₹ 2,000,000,000/- (₹ Two Hundred Crore)
Issue Date / Date of Allotment	28/12/2023
Redemption Date	28/12/2033
Call option Date	Annually after 5 years i.e. 28/12/2028, 28/12/2029, 28/12/2030, 28/12/2031, 28/12/2032
Coupon Rate	9.70% per annum
Credit Rating	CARE AA (Rating Watch Negative) & CRISIL AA (Watch Negative)
Listing	Listed on BSE
Frequency of the Interest Payment	Annually, 28th December every year

Security Name	9.70% MAGMA GENERAL INSURANCE 2034
Type, Nature and Seniority of Instrument	Unsecured, subordinated, listed, rated, redeemable, taxable, non-cumulative, non-convertible Debentures issued on private placement basis fully paid up
Face Value (per security)	₹ 100,000/- (₹ One Lakh) per Debenture
Issue Size	₹ 750,000,000/- (₹ Seventy Five Crore)
Issue Date / Date of Allotment	20/03/2024
Redemption Date	20/03/2034
Call option Date	Annually after 5 years i.e. 20/03/2029, 20/03/2030, 20/03/2031, 20/03/2032, 20/03/2033
Coupon Rate	9.70% per annum
Credit Rating	CARE AA (Rating Watch Negative) & CRISIL AA (Watch Negative)
Listing	Listed on BSE
Frequency of the Interest Payment	Annually, 20th March every year

Security Name	9.75% MAGMA GENERAL INSURANCE 2034
Type, Nature and Seniority of Instrument	Unsecured, subordinated, listed, rated, redeemable, taxable, non-cumulative, non-convertible Debentures issued on private placement basis fully paid up
Face Value (per security)	₹ 100,000/- (₹ One Lakh) per Debenture
Issue Size	₹ 500,000,000/- (₹ Fifty Crore)
Issue Date / Date of Allotment	20/03/2024
Redemption Date	20/03/2034
Call option Date	Annually after 8 years i.e. 20/03/2032, 20/03/2033
Coupon Rate	9.75% per annum
Credit Rating	CARE AA (Rating Watch Negative) & CRISIL AA (Watch Negative)
Listing	Listed on BSE
Frequency of the Interest Payment	Annually, 20th March every year

(ii) Maturity Pattern from the date of issue:

Maturity Buckets	Borrowings Amount
1 - 5 Yrs	Nil
Above 5 Yrs	₹ 4,250,000,000
Total	₹ 4,250,000,000

17.22 Employee Stock Option Plan (ESOP)

The Company has an Employee Stock Option Scheme, 2018 ('ESOP Plan') introduced in financial year 2018-19 under which the eligible employees are granted options to acquire equity shares of the Company that vest in graded manner. The vested options may be exercised within a specified period.

Under ESOP Plan, during the year 331,532 options under Grant VIII & 200,000 options under Grant IX (Previous year : 136,300 options under Grant VII) were granted at an exercise price of ₹ 154.91 per option (Previous year : ₹ 126.02 per option). The options will vest over a period of one to three years from the date of grant as given below and are exercisable over a period of four years from the respective date of vesting.

Accordingly, during the year Nil Options (Previous year : 461,000) were vested out of Grant V, 684,000 Options (Previous year : 684,000) out of Grant VI and 40,890 Options (Previous year : Nil) out of Grant VII.

Grant - I (Granted on May 7, 2018)

Vesting (%)	Vesting Period
30%	12 months from date of grant
30%	18 months from date of grant
40%	30 months from date of grant

Grant - II (Granted on January 15, 2020)

Vesting (%)	Vesting Period
30%	12 months from date of grant
30%	15 months from date of grant
40%	27 months from date of grant

Grant - III (Granted on October 22, 2020)

Vesting (%)	Vesting Period
30%	12 months from date of grant
30%	18 months from date of grant
40%	30 months from date of grant

Grant - IV (Granted on January 21, 2021)

Vesting (%)	Vesting Period
100%	12 months from date of grant

Grant - V (Granted on December 17, 2021)

Vesting (%)	Vesting Period
30%	12 months from date of grant
30%	18 months from date of grant
40%	30 months from date of grant

Grant - VI (Granted on February 19, 2024)

Vesting (%)	Vesting Period
30%	12 months from date of grant
30%	24 months from date of grant
40%	36 months from date of grant

Grant - VII (Granted on May 17, 2024)

Vesting (%)	Vesting Period
30%	12 months from date of grant
30%	24 months from date of grant
40%	36 months from date of grant

Grant - VIII (Granted on June 27, 2025)

Vesting (%)	Vesting Period
30%	12 months from date of grant
30%	24 months from date of grant
40%	36 months from date of grant

Grant - IX (Granted on July 21, 2025, October 27, 2025 and February 10, 2026)

Vesting (%)	Vesting Period
30%	12 months from date of grant
30%	24 months from date of grant
40%	36 months from date of grant

A summary of status of Company's Employee Stock Option Scheme in terms of options granted, forfeited and exercised by the employees is given below:

Grant - I

Particulars	March 31, 2026	March 31, 2025
Outstanding at the beginning of the year	-	28,448
Add: Granted during the year	-	-
Less: Forfeited/lapsed during the year	-	85
Less: Exercised during the year	-	28,363
Outstanding at the end of the year	**-**	**-**
Weighted Average Remaining Life	Nil	

Grant - II

Particulars	March 31, 2026	March 31, 2025
Outstanding at the beginning of the year	72,513	206,450
Add: Granted during the year	-	-
Less: Forfeited/lapsed during the year	6,000	-
Less: Exercised during the year	28,600	133,937
Outstanding at the end of the year	**37,913**	**72,513**
Weighted Average Remaining Life	Nil	

Grant - III

Particulars	March 31, 2026	March 31, 2025
Outstanding at the beginning of the year	258,000	407,500
Add: Granted during the year	-	-
Less: Forfeited/lapsed during the year	-	10,000
Less: Exercised during the year	107,000	139,500
Outstanding at the end of the year	**151,000**	**258,000**
Weighted Average Remaining Life	5 months	

Grant - IV (Lapsed)

Grant - V

Particulars	March 31, 2026	March 31, 2025
Outstanding at the beginning of the year	540,000	767,500
Add: Granted during the year	-	-
Less: Forfeited/lapsed during the year	-	-
Less: Exercised during the year	150,000	227,500
Outstanding at the end of the year	**390,000**	**540,000**
Weighted Average Remaining Life	18 months	

Grant - VI

Particulars	March 31, 2026	March 31, 2025
Outstanding at the beginning of the year	2,241,600	2,280,000
Add: Granted during the year	-	-
Less: Forfeited/lapsed during the year	476,800	38,400
Less: Exercised during the year	228,200	-
Outstanding at the end of the year	**1,536,600**	**2,241,600**
Weighted Average Remaining Life	48 months	

Grant - VII

Particulars	March 31, 2026	March 31, 2025
Outstanding at the beginning of the year	136,300	-
Add: Granted during the year	-	136,300
Less: Forfeited/lapsed during the year	36,400	-
Less: Exercised during the year	5,100	-
Outstanding at the end of the year	**94,800**	**136,300**
Weighted Average Remaining Life	51 months	

Grant - VIII

Particulars	March 31, 2026	March 31, 2025
Outstanding at the beginning of the year	-	-
Add: Granted during the year	331,532	-
Less: Forfeited/lapsed during the year	169,302	-
Less: Exercised during the year	-	-
Outstanding at the end of the year	**162,230**	**-**
Weighted Average Remaining Life	64 months	

Grant - IX

Particulars	March 31, 2026	March 31, 2025
Outstanding at the beginning of the year	-	-
Add: Granted during the year	200,000	-
Less: Forfeited/lapsed during the year	-	-
Less: Exercised during the year	-	-
Outstanding at the end of the year	**200,000**	**-**
Weighted Average Remaining Life	68 months	

Method used for accounting

The Company has adopted fair value method for computing the compensation cost for the options granted. The estimated fair value of each stock option granted in the stock option plan is ₹ 33.34 for Grant - I, ₹ 14.52 for Grant - II, ₹ 18.70 for Grant - III, ₹ 16.49 for Grant - IV, ₹ 30.69 for Grant - V, ₹ 36.07 for Grant - VI, ₹ 52.84 for Grant - VII, ₹ 60.80 for Grant - VIII and Grant - IX.

Fair Value Methodology

The fair value of Options on date of grant has been estimated using Black-Scholes Model (BSM). The key assumptions used in BSM for calculating fair value under ESOP Plan are as follows :-

Particulars	Exercise Price	Risk free interest rate	Expected life	Expected volatility	Expected dividend yield
Grant I	44.10	6.56% to 7.23%	2 to 4 Years	28.03%	Nil
Grant II	42.08	6.30% to 6.45%	3 to 4 Years	34.65%	Nil
Grant III	50.46	4.69% to 5.21%	3 to 5 Years	40.51%	Nil
Grant IV	50.46	4.69% to 5.21%	3 Years	40.51%	Nil
Grant V	79.67	5.01% to 5.57%	3 to 5 Years	43.99% to 40.54%	Nil
Grant VI	86.35	7.00% to 7.04%	3 to 5 Years	38.56% to 41.51%	Nil
Grant VII	126.02	6.95% to 6.97%	3 to 5 Years	38.74% to 43.50%	Nil
Grant VIII & Grant IX	154.91	5.77% to 5.89%	3 to 5 Years	38.72% to 40.36%	Nil

17.23 Earning per Share ('EPS')

Particulars		Units	As at March 31, 2026	As at March 31, 2025
Profit / (Loss) after Tax	(A)	₹ in Lakhs	2,879	105
Weighted average number of equity shares (Basic)	(B)	Nos.	293,509,547	279,389,319
Weighted average number of equity shares (Diluted)	(C)	Nos.	294,534,442	280,858,874
Basic EPS	(A/B)	₹	0.98	0.04
Diluted EPS	(A/C)	₹	0.98	0.04
Face Value per share		₹	10.00	10.00

17.24 Pursuant to clause-7 of Part-II of Schedule-I of IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024, the Actuarial Valuation of Liabilities in respect of Claims Incurred But Not Reported ('IBNR') and Claims Incurred But Not Enough Reported ('IBNER') as at March 31, 2026 have been certified by the Appointed Actuary ('AA'). As per the Certificate, the assumptions considered by the AA for valuation of liabilities as at March 31, 2026 are as per manner prescribed in Part IV of Schedule-I of IRDAI (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024, issued by IRDAI and the Actuarial Practice Standards issued by the Institute of Actuaries of India.

Pursuant to Actuarial Practice Standards (APS) 33 issued by Institute of Actuaries of India (IAI), the peer review of statutory valuation of liabilities for March 31, 2026 has been carried out by an independent actuary.

17.25 Corporate Social Responsibility (CSR)

As per the Section 135 of the Companies Act, 2013, the Company does not have any obligation under CSR for the year ended March 31, 2026 (Previous year : Nil). Further, pursuant to the requirements of the IRDAI Master Circular on Corporate Governance for Insurers, 2024, the Company has spent ₹ Nil for CSR activities for the year ended March 31, 2026 (Previous year : Nil).

17.26 Investor Education and Protection Fund

There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company for the year ended March 31, 2026 (Previous year : Nil).

17.27 As at March 31, 2026, the Company did not have any outstanding long term derivative contracts (Previous year : Nil)

17.28 a. Contribution to Motor Vehicle Accident Fund (MVA Fund)

MVA Fund has been created under Sec 164B of the Motor Vehicle Act read with Central Motor Vehicles (Motor Vehicle Accident Fund) Rules, 2022 ('MVAF Rules'). As per the MVAF Rules, the Company has made provisions and contribution for the following funds:

A. Hit and Run Compensation Account "HRC" (erstwhile Solatium fund)

During the financial year, Company has provided for 0.2% (₹ 312 Lakhs) for current year and additional 0.1% (₹ 156 Lakhs) for FY 2024-25. During the year the Company has paid contribution of ₹ 312 Lakhs w.r.t. FY 2024-25.

During the previous year, Company had provided for 0.1% (₹ 156 Lakhs) for FY 2024-25 and an additional 0.1% (₹ 149 Lakhs) for FY 2023-24. During the previous year the Company had paid contribution of ₹ 298 Lakhs w.r.t FY 2023-24.

B. Motor Vehicle Accident Fund Insured Vehicles

In accordance with the MVAF Rules and advise from the trust, during the year the Company has made contribution of Nil (Previous year : ₹ 1,273 Lakhs) towards Account for Insured Vehicle and disclosed the same as "Deposits" in Schedule 12 "Advances and Other Assets".

b. Terrorism Pool

The Company, in accordance with the requirements of IRDAI, has participated in contributing to the Terrorism Pool. This pool is managed by the General Insurance Corporation of India ('GIC'). Amounts collected as terrorism premium are ceded at 100% to the Terrorism Pool, subject to certain conditions.

In accordance with the terms of the agreement, GIC retrocedes to the Company, terrorism premium to the extent of the share in the terrorism risk agreed to be borne by the Company, which is recorded as reinsurance accepted. Such reinsurance accepted is recorded based on quarterly confirmation received from GIC. Accordingly, reinsurance accepted on account of the Terrorism Pool has been recorded up to December 31, 2025 (Previous year : upto December 31, 2024).

c. Environment Relief Fund

During the year, an amount of ₹ 29.40 Lakhs (Previous year : ₹ 2.94 Lakhs) was collected towards Environment Relief Fund for public liability policies. As per the notification dated December 17, 2024, issued by the Ministry of the Environment, Forest and Climate Change ("MoEF&CC"), Central Pollution Control Board ("CPCB") has been appointed as Environment Relief Fund manager w.e.f January 01, 2025. An amount of ₹ 29.53 Lakhs (Previous year : ₹ 3.25 Lakhs) has been transferred to fund manager. The balance amount of ₹ 0.01 Lakhs (Previous year : ₹ 0.15 Lakhs) is included under Current Liabilities in Schedule 13.

17.29 Solvency Margin

Particulars		Units	As at March 31, 2026	As at March 31, 2025
Required Solvency Margin	(A)	₹ in Lakhs	88,929	77,450
Available Solvency Margin	(B)	₹ in Lakhs	154,995	156,256
Solvency Ratio	(B/A)	Times	1.74	2.02
Minimum Solvency Ratio prescribed by Regulations		Times	1.50	1.50

17.30 Taxation

As required by Accounting Standard 22 (Accounting for Taxes on Income), the Company performs reassessment of the deferred tax assets (DTA) / deferred tax liabilities (DTL) at each reporting date. The Company has carried DTA on eligible temporary timing differences to the extent the Management of the Company is virtually / reasonably certain (as the case may be) about availability of sufficient future taxable income against which such DTA can be realized.

The components of DTA are as under : *(₹ in Lakhs)*

Timing difference on account of	As at March 31, 2026		As at March 31, 2025	
	DTA	DTL	DTA	DTL
Unexpired risk reserve (Rule 6E of Income Tax Rules, 1962)	-	-	1,946	-
WDV of Fixed Assets	24	-	20	-
Expense allowed on payment basis	319	-	241	25
Provision for standard assets and doubtful debts	20	-	16	-
Contribution to Solatium Fund	14	-	14	-
Provision for expenses	59	-	-	-
Total deferred tax asset / (liability)	**436**	**-**	**2,237**	**25**
Net deferred tax asset	**436**	**-**	**2,212**	**-**

17.31 Related Party Disclosures

Names of the related parties and description of relationship:

Joint Venturer

Celica Developers Private Limited
Jaguar Advisory Services Private Limited

Investing Party and its Group Companies (with whom Company has transactions):

Sanoti Properties LLP

Directors

Sanjay Chamria
Mayank Poddar
Rajive Kumaraswami (upto March 20, 2026)
Sandhya Gadkari Sharma
Sanjay N Sachdev
Sudhir Hansraj Kapadia
Jens Holger Wohlthat
Vinesh Kriplani

Relatives of Directors (with whom Company has transactions):

Mansi Poddar Tulshan (Daughter of Mayank Poddar)
Ashita Poddar Khaitan (Daughter of Mayank Poddar)

Private Company/LLP in which Director or his relative is a Director/Partner (with whom Company has transactions):

CLP Business LLP
Celica Automobiles Private Limited
Celica Motocorp Private Limited
Magma Ventures Private Limited (formerly Magma Consumer Finance Private Limited

Key Management Personnel (KMP)

Rajive Kumaraswami, MD & CEO (upto March 20, 2026)
Ramchandra Pandit, Interim CEO (w.e.f. March 21, 2026)
Gaurav Parasrampuria, CFO
Vikas Mittal, Deputy CEO (upto November 22, 2025)
Amit Bhandari, Chief Technical Officer
Amit Raheja, Head – Legal, Secretarial and CCO (w.e.f. January 23, 2025 upto April 01, 2025)
Sidhi Jatkar, CS (w.e.f. April 02, 2025)

Relatives of Key Management Personnel (with whom Company has transactions):

Subramania Kumaraswami (Father of Rajive Kumaraswami)

(₹ in Lakhs)

Name of related party	Nature of transaction	Transaction value for the year ended March 31, 2026	Outstanding amount as at March 31, 2026	Transaction value for the year ended March 31, 2025	Outstanding amount as at March 31, 2025
Joint Venturer					
Celica Developers Pvt Ltd	Equity Share Capital	-	3,597	-	3,597
	Security Deposit Given	-	5	-	5
	Payment of Rent	11	-	11	-
	Reimbursement of Utility Charges	6	0.53	6	0.48
Jaguar Advisory Services Pvt Ltd	Equity Share Capital	-	2,250	-	2,250
Investing Party and its Group Companies					
Sanoti Properties LLP	Equity Share Capital	-	21,256	1,181	21,256
	Share Premium	-	-	13,819	-
Directors					
Sunil Mitra	Payment of Sitting Fees	-	-	13	-
V. K. Viswanathan	Payment of Sitting Fees	-	-	15	-

Name of related party	Nature of transaction	Transaction value for the year ended March 31, 2026	Outstanding amount as at March 31, 2026	Transaction value for the year ended March 31, 2025	Outstanding amount as at March 31, 2025
Kailash Nath Bhandari	Payment of Sitting Fees	-	-	10	-
Sandhya Gadkari Sharma	Payment of Sitting Fees	24	-	30	2
Sanjay N Sachdev	Payment of Sitting Fees	21	-	17	2
Sudhir Hansraj Kapadia	Payment of Sitting Fees	22	-	15	2
Jens Wohlthat	Payment of Sitting Fees	19	-	11	2
Key Management Personnel					
Key Management Personnel	Managerial Remuneration	750	-	1,180	-
	Equity Share Capital	-	72	-	235
	Premium for Policies Underwritten	0.3	-	0.7	-
Private Company/LLP in which Director is a Director/Partner					
CLP Business LLP	Payment of Rent	35	-	34	-
	Security Deposit Given	-	16	-	16
Magma Ventures Pvt Ltd	Brand License Fees	0.3	-	0.6	-
Celica Automobiles Pvt Ltd	Premium for Policies Underwritten	1	-	0.01	-
Celica Motocorp Pvt Ltd	Premium for Policies Underwritten	-	-	0.17	-
Relatives of Directors / KMPs					
Mansi Poddar Tulshan	Premium for Policies Underwritten	-	-	0.55	-
Ashita Poddar Khaitan	Premium for Policies Underwritten	-	-	0.46	-
Subramania Kumaraswami	Premium for Policies Underwritten	-	-	0.03	-

Note - Transaction amount considered above are excluding taxes.

17.32 Statement showing the age-wise analysis of the unclaimed amount of the policyholders for the year ended March 31, 2026

As per the Master Circular on Operations and Allied Matters of Insurers dated June 19, 2024, below table mentions the age-wise analysis of unclaimed amount of the policyholders:

As on March 31, 2026 *(₹ in Lakhs)*

Sl. No.	Particulars	Total Amount	Age Wise Analysis (in months)							
			0-6	7-12	13-18	19-24	25-30	31-36	37-120	More than 120
1	Claims settled but not paid to the policyholders/ beneficiaries due to any reasons	-	-	-	-	-	-	-	-	-
2	Sum due to the policyholders / beneficiaries on maturity or otherwise	-	-	-	-	-	-	-	-	-
3	Any excess collection of the premium/ tax or any other charges which is refundable to the policyholders/ beneficiaries but not refunded so far	87	2	2	1	1	4	5	65	7
4	Cheques issued but not encashed by the policyholder / beneficiaries	210	70	5	3	13	1	4	107	7
5	Remittance through NEFT/ RTGS or any other electronic mode bounced back	-	-	-	-	-	-	-	-	-
	Total	**297**	**72**	**7**	**4**	**14**	**5**	**9**	**172**	**14**

As on March 31, 2025 *(₹ in Lakhs)*

Sl. No.	Particulars	Total Amount	Age Wise Analysis (in months)							
			0-6	7-12	13-18	19-24	25-30	31-36	37-120	More than 120
1	Claims settled but not paid to the policyholders/ beneficiaries due to any reasons	-	-	-	-	-	-	-	-	-
2	Sum due to the policyholders / beneficiaries on maturity or otherwise	-	-	-	-	-	-	-	-	-
3	Any excess collection of the premium/ tax or any other charges which is refundable to the policyholders/ beneficiaries but not refunded so far	93	4	1	3	5	4	3	69	4
4	Cheques issued but not encashed by the policyholder / beneficiaries	190	26	23	3	4	8	6	114	6
5	Remittance through NEFT/ RTGS or any other electronic mode bounced back	-	-	-	-	-	-	-	-	-
	Total	**283**	**31**	**24**	**6**	**9**	**12**	**9**	**183**	**10**

Details of unclaimed amounts pertaining to policyholders *(₹ in Lakhs)*

Particulars	As at March 31, 2026		As at March 31, 2025	
	Policy Dues	Income Accrued	Policy Dues	Income Accrued
Opening Balance	**249**	**34**	**245**	**34**
Add: Amount transferred to Unclaimed Fund	130	-	121	-
Add: Cheques issued out of the unclaimed amount but not encashed by the policyholders	-	-	-	-
Add: Investment Income on Unclaimed Fund	-	7	-	4
Less: Amount of claims paid during the year	99	2	114	2
Less: Amount transferred to Senior Citizens' Welfare Fund (net of claims paid in respect of amounts transferred earlier)	14	8	3	2
Closing balance of Unclaimed amount Fund	**266**	**31**	**249**	**34**

17.33 Provision for Free Look period is computed considering the earned premium for new individual health insurance policies expected to be cancelled within 30 days post balance sheet date.

The provision for Free Look period is ₹ 0.59 Lakhs (Previous year : ₹ 0.81 Lakhs), as certified by the Appointed Actuary.

17.34 **Indian Accounting Standards (Ind AS) Implementation in Insurance sector**

In convergence with International Financial Reporting Standards (IFRS) standards, India has formulated Ind AS and the various standards of the Ind AS have become applicable to different sectors in last few years. IRDAI has notified the adoption of Ind AS by Insurance Companies in India effective April 01, 2026. A one-year forbearance option has been provided, subject to specific conditions. The Company has submitted its forbearance letter to IRDAI, opting for the one-year extension. Once implemented, Ind AS is likely to significantly impact the financial results and financial reporting systems and process of Insurance Companies.

During the year, the Company has also submitted the Proforma Financials for FY 2023-24 to IRDAI as per the timeline prescribed by IRDAI .

17.35 Previous year figures have been regrouped / reclassified wherever necessary, for better presentation, understanding and comparison with those of the current year.

17.36 Ultimate Beneficiaries

i. The Company has not advanced or loaned or invested (either from borrowed funds or share premium or any other sources or other kind of funds) to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

ii. The Company has not received any funds from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

17.37 Details of Penal actions taken by various Government Authorities

For the Year ended March 31, 2026 *(₹ in Lakhs)*

Sl. No.	Authority	Non-Compliance / Violation	Penalty Awarded	Penalty Paid	Penalty Waived /- Reduced
1	Insurance Regulatory and Development Authority (IRDAI)	-	-	-	-
2	Income Tax Authorities	-	-	-	-
3	GST Authorities	-	-	-	-
4	Any Other Tax Authorities	-	-	-	-
5	Enforcement Directorate / Adjudicating Authority / Tribunal or any Authority under FEMA	-	-	-	-
6	Registrar of Companies / NCLT / CLB / Department of Corporate Affairs or any Authority under Companies Act, 2013	-	-	-	-
7	Penalty awarded by Court/Tribunal for any matter including claim settlement but excluding compensation	-	-	-	-
8	Securities Exchange Board of India	-	-	-	-
9	Competition Commission of India	-	-	-	-
10	Any other Central / State / Local Government / Statutory Authority	-	0.26	0.26	-

For the Year ended March 31, 2025 *(₹ in Lakhs)*

Sl. No.	Authority	Non-Compliance / Violation	Penalty Awarded	Penalty Paid	Penalty Waived /- Reduced
1	Insurance Regulatory and Development Authority (IRDAI)	-	-	-	-
2	Income Tax Authorities	-	-	-	-
3	GST Authorities	-	-	-	-
4	Any Other Tax Authorities	-	-	-	-
5	Enforcement Directorate / Adjudicating Authority / Tribunal or any Authority under FEMA	-	-	-	-
6	Registrar of Companies / NCLT / CLB / Department of Corporate Affairs or any Authority under Companies Act, 2013	-	-	-	-
7	Penalty awarded by Court/Tribunal for any matter including claim settlement but excluding compensation	-	-	-	-
8	Securities Exchange Board of India	-	-	-	-
9	Competition Commission of India	-	-	-	-
10	Any other Central / State / Local Government / Statutory Authority	-	0.02	0.02	-

17.38 a. Segment Reporting

The statement of segment reporting is included in **Annexure 1.**

b. Accounting Ratios

The statement of accounting ratios is provided in **Annexure 2.**

c. Summary of Financial Statements

The summary of financial statements is provided in **Annexure 3.**

As per our Report of even date attached

For and on behalf of the Board of Directors

For Singhi & Co. *Chartered Accountants* Firm Regn. No. 302049E	**For M S K A & Associates LLP** **(Formerly Known as MSKA & Associates)** *Chartered Accountants* Firm Regn. No. 105047W/W101187	**Sanjay Chamria** *Chairman* DIN 00009894	**Ramchandra Pandit** *WTD & Interim CEO* DIN 08846736
Shweta Singhal *Partner* Membership No. 414420	**Padmashree Crasto** *Partner* Membership No. 117156	**Vinesh Kriplani** *Director* DIN 08212644	**Gaurav Parasrampuria** *Chief Financial Officer*
Mumbai, May 05, 2026		**Sudhir Kapadia** *Director* DIN 05307843	**Sidhi Jatkar** *Company Secretary* Membership No. A27539

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)

IRDAI Registration No. 149 dated May 22, 2012

SCHEDULE – 17: Notes to Accounts forming part of the Financial Statements for the year ended March 31, 2026

Annexure 1

Segment Reporting

Primary Reportable Segments

Segment Information for the year ended March 31, 2026

Segment revenues and segment results have been incorporated in the Financial Statements. However, segment asset and liabilities, given the nature of the business, have been allocated amongst various segments to the extent possible.

(₹ in Lakhs)

Particulars	Fire	Marine	Miscellaneous											Total
			Motor OD	Motor TP	Health	Personal Accident	Travel	Workmen's Compensation/ Employer's Liability	Public/ Product Liability	Engineering	Aviation	Crop	Others	
Premium received in Advance	1,203	2	279	32,951	3,590	113	-	13	-	-	-	-	141	38,292
Claims Outstanding (net)	7,304	1,939	15,215	428,439	32,344	2,207	-	1,015	10	668	-	-	7,242	496,383
Unearned Premium Reserve	4,407	648	25,171	78,882	46,491	1,579	-	490	13	479	-	-	2,218	160,378
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Outstanding Premiums	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Segment Information for the year ended March 31, 2025

Segment revenues and segment results have been incorporated in the Financial Statements. However, segment asset and liabilities, given the nature of the business, have been allocated amongst various segments to the extent possible.

(₹ in Lakhs)

Particulars	Fire	Marine	Miscellaneous											Total
			Motor OD	Motor TP	Health	Personal Accident	Travel	Workmen's Compensation/ Employer's Liability	Public/ Product Liability	Engineering	Aviation	Crop	Others	
Premium received in Advance	612	-	321	55,543	3,605	53	-	9	-	-	-	-	47	60,190
Claims Outstanding (net)	5,795	1,378	12,419	370,993	14,257	726	-	555	2	360	-	-	6,305	412,790
Unearned Premium Reserve	6,782	539	23,633	82,448	43,613	1,288	-	586	13	231	-	-	747	159,880
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Outstanding Premiums	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Secondary Reportable Segments

There are no reportable geographical segments, since all business is written in India.

Segment Reporting for the year ended March 31, 2026

(₹ in Lakhs)

Particulars	Fire	Marine	Miscellaneous											Total
			Motor OD	Motor TP	Health	Personal Accident	Travel	Workmen's Compensation/ Employer's Liability	Public/ Product Liability	Engineering	Aviation	Crop	Others	
Premiums earned (Net) (Refer Schedule 1)	7,373	1,564	45,802	153,471	116,933	4,160	-	1,226	36	840	-	-	3,275	334,680
Profit / (Loss) on sale / redemption of investments (Net)	73	24	690	2,194	1,747	65	-	16	1	16	-	-	69	4,895
Interest, Dividend and Rent - Gross	1,044	236	6,713	21,258	16,988	632	-	161	5	230	-	-	668	47,935
Other														
a) Other Income														
i) Miscellaneous Income	17	3	20	29	48	1	-	-	-	2	-	-	3	123
b) Contribution from the Shareholders' Account														
i) Towards Excess Expenses of Management (EOM)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Towards Remuneration of MD/CEO/ WTD/Other KMPs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL SEGMENTAL REVENUE (A)	**8,507**	**1,827**	**53,225**	**176,952**	**135,716**	**4,858**	**-**	**1,403**	**42**	**1,088**	**-**	**-**	**4,015**	**387,633**
Claims Incurred (Net) (Refer Schedule 2)	4,238	2,142	46,162	120,076	100,527	3,332	-	1,456	8	492	-	-	1,102	279,535
Commission (Net) (Refer Schedule 3)	(3,339)	1,221	14,260	40,462	16,668	929	-	311	11	(52)	-	-	619	71,090
Operating Expenses related to Insurance Business (Refer Schedule 4)	3,326	452	5,730	13,893	13,568	493	-	107	3	408	-	-	1,241	39,221
Premium Deficiency	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL SEGMENTAL EXPENDITURE (B)	**4,225**	**3,815**	**66,152**	**174,431**	**130,763**	**4,754**	**-**	**1,874**	**22**	**848**	**-**	**-**	**2,962**	**389,846**
SEGMENTAL PROFIT / (LOSS) (C) = (A - B)	**4,282**	**(1,988)**	**(12,927)**	**2,521**	**4,953**	**104**	**-**	**(471)**	**20**	**240**	**-**	**-**	**1,053**	**(2,213)**

Segment Reporting for the year ended March 31, 2025

(₹ in Lakhs)

Particulars	Fire	Marine	Miscellaneous											Total
			Motor OD	Motor TP	Health	Personal Accident	Travel	Workmen's Compensation/ Employer's Liability	Public/ Product Liability	Engineering	Aviation	Crop	Others	
Premiums earned (Net) (Refer Schedule 1)	8,939	1,239	56,461	149,221	81,597	2,092	-	759	(3)	324	-	-	235	300,864
Profit / (Loss) on sale / redemption of investments (Net)	11	2	77	253	151	4	-	2	-	1	-	-	-	501
Interest, Dividend and Rent - Gross	1,261	204	6,728	20,969	13,124	341	-	159	1	72	-	-	118	42,977
Other														
a) Other Income														
i) Miscellaneous Income	17	2	17	9	24	-	-	-	-	-	-	-	1	70
b) Contribution from the Shareholders' Account														
i) Towards Excess Expenses of Management (EOM)	-	-	922	2,843	1,757	48	-	22	-	54	-	-	176	5,822
ii) Towards Remuneration of MD/CEO/ WTD/Other KMPs	3	-	5	13	8	-	-	-	-	-	-	-	-	29
TOTAL SEGMENTAL REVENUE (A)	**10,231**	**1,447**	**64,210**	**173,308**	**96,661**	**2,485**	**-**	**942**	**(2)**	**451**	**-**	**-**	**530**	**350,263**
Claims Incurred (Net) (Refer Schedule 2)	3,708	1,439	46,283	116,132	70,362	1,230	-	687	(14)	147	-	-	121	240,095
Commission (Net) (Refer Schedule 3)	128	100	14,931	40,161	13,460	577	-	341	2	(44)	-	-	(735)	68,921
Operating Expenses related to Insurance Business (Refer Schedule 4)	3,566	501	6,212	14,627	11,673	315	-	114	-	284	-	-	879	38,171
Premium Deficiency	-	(43)	-	-	-	-	-	-	-	-	-	-	-	(43)
TOTAL SEGMENTAL EXPENDITURE (B)	**7,402**	**1,997**	**67,426**	**170,920**	**95,495**	**2,122**	**-**	**1,142**	**(12)**	**387**	**-**	**-**	**265**	**347,144**
SEGMENTAL PROFIT / (LOSS) (C) = (A - B)	**2,829**	**(550)**	**(3,216)**	**2,388**	**1,166**	**363**	**-**	**(200)**	**10**	**64**	**-**	**-**	**265**	**3,119**

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)

IRDAI Registration No. 149 dated May 22, 2012

SCHEDULE – 17: Notes to Accounts forming part of the Financial Statements for the year ended March 31, 2026

Annexure 2

The following ratios have been calculated as per IRDAI Circular IRDAI/F&A/CIR/MISC/256/09/2021 September 30, 2021 read with Insurance Regulatory and Development Authority of India (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 dated May 17, 2024.

Ratios for the year ended March 31, 2026

Sl. No.	Particular	For the year ended on March 31, 2026													
		Fire	Marine	Motor OD	Motor TP	Health Insurance	Personal Accident	Travel	Workmen's Compensation	Public / Product Liability	Engineering	Aviation	Crop	Others	Total
1	Gross Direct Premium Growth Rate	(0.2%)	0.1%	(1.0%)	0.1%	28.5%	64.1%	-	(0.8%)	229.4%	63.2%	-	-	48.0%	8.4%
	(GDPI (CY) - GDPI (PY)) / GDPI (PY)														
2	Gross Direct Premium to Net Worth Ratio	NA													2.93
	GDPI / Net Worth														
3	Growth Rate of Net Worth	NA													2.4%
	[(Net worth of CY - Net worth of PY)] / Net Worth - PY														
4	Net Retention Ratio	13.1%	31.8%	94.4%	95.9%	91.7%	91.1%	-	95.8%	64.3%	23.8%	-	-	33.0%	82.6%
	Net Premium / (Gross Direct Premium Income + Reinsurance Accepted)														
5	Net Commission Ratio	(66.8%)	73.0%	30.1%	27.0%	13.9%	20.9%	-	27.5%	30.6%	(4.8%)	-	-	13.0%	21.2%
	Net Commission / Net Written Premium														
6	Expenses of Management to Gross Direct Premium Ratio	21.1%	19.7%	40.6%	35.0%	30.7%	31.9%	-	36.0%	25.0%	25.8%	-	-	27.1%	32.7%
	(Expenses of Management / GDPI)														
7	Expenses of Management to Net Written Premium Ratio	(0.3%)	100.0%	42.2%	36.3%	25.2%	31.9%	-	37.0%	38.9%	32.7%	-	-	39.2%	32.9%
	(Expenses of Management / NWPI)														
8	Net Incurred Claims to Net Earned Premium	57.5%	137.0%	100.8%	78.2%	86.0%	80.1%	-	118.8%	22.2%	58.6%	-	-	33.6%	83.5%
	(Net Incurred Claims / Net Earned Premium)														
9	Claims paid to Claims provisions	29.3%	24.3%	57.2%	30.1%	87.7%	63.3%	-	139.0%	-	32.3%	-	-	23.8%	32.6%
	(Claim Paid / Claims provision made previously)														
10	Combined Ratio	57.2%	237.0%	143.0%	114.5%	111.2%	112.0%	-	155.8%	61.1%	91.3%	-	-	72.8%	116.4%
	(Claims, Commission plus Expenses of Management) / NWPI														
11	Investment Income Ratio	NA													7.8%
	(Investment income / Average Assets Under Management)														
12	Technical Reserves to Net Premium Ratio	2.34	1.55	0.85	3.38	0.66	0.85	-	1.33	0.64	1.05	-	-	1.99	1.96
	[(UPR + Premium Deficiency Reserve + Outstanding Claims including IBNR and IBNER) / Net Written Premium]														
13	Underwriting Balance Ratio	NA													(0.16)
	(Underwriting Profit / Loss) / Net Earned Premium														

Sl. No.	Particular	For the year ended on March 31, 2026													
		Fire	Marine	Motor OD	Motor TP	Health Insurance	Personal Accident	Travel	Workmen's Compensation	Public / Product Liability	Engineering	Aviation	Crop	Others	Total
14	Operating Profit Ratio	NA													(0.7%)
	(Underwriting Profit / Loss + Investment Income) / Net Earned Premium														
15	Liquid Assets to Liabilities Ratio	NA													0.13
	(Liquid Assets / Policyholders liabilities)														
16	Net Earning Ratio	NA													0.86%
	(Profit After Tax / Net Premium)														
17	Return on Net Worth Ratio	NA													2.3%
	(Profit After Tax / Net Worth)														
18	Solvency Margin Ratio	NA													1.74
	(ASM / RSM)														
19	NPA Ratio														
	Policyholders' Funds														
	Gross NPA Ratio	NA													-
	Net NPA Ratio	NA													-
	Shareholders' Funds														
	Gross NPA Ratio	NA													-
	Net NPA Ratio	NA													-
20	Debt Equity Ratio	NA													0.34
	(Debt/Equity)														
21	Debt Service Coverage Ratio	NA													2.16
	(Earnings before Interest and Tax/ Interest and Principal Instalments Due)														
22	Interest Service Coverage Ratio	NA													2.16
	(Earnings before Interest and Tax/ Interest due)														
23	Equity Holding Pattern and information on earnings														
	No. of shares	NA													293,553,070
	Percentage of shareholding														
	Indian	NA													100.00%
	Foreign	NA													-
	Percentage of Government holding (in case of public sector insurance companies)	NA													-
	Basic EPS before extraordinary items (net of tax expense) for the period (not to be annualized)	NA													0.98
	Diluted EPS before extraordinary items (net of tax expense) for the period (not to be annualized)	NA													0.98
	Basic EPS after extraordinary items (net of tax expense) for the period (not to be annualized)	NA													0.98
	Diluted EPS after extraordinary items (net of tax expense) for the period (not to be annualized)	NA													0.98
	Book value per share (₹)	NA													42.02

Ratios for the year ended March 31, 2025

Sl. No.	Particular	For the year ended on March 31, 2025													
		Fire	Marine	Motor OD	Motor TP	Health Insurance	Personal Accident	Travel	Workmen's Compensation	Public / Product Liability	Engineering	Aviation	Crop	Others	Total
1	Gross Direct Premium Growth Rate	7.4%	32.5%	(13.4%)	4.9%	44.9%	53.5%	-	211.8%	325.0%	27.0%	-	-	17.9%	9.5%
	(GDPI (CY) - GDPI(PY)) / GDPI (PY)														
2	Gross Direct Premium to Net Worth Ratio	NA													2.77
	(GDPI / Net Worth)														
3	Growth Rate of Net Worth	NA													33.9%
	[(Net Worth of CY - Net Worth of PY)] / Net Worth - PY														
4	Net Retention Ratio	17.2%	27.6%	94.8%	95.9%	97.0%	91.4%	-	96.0%	52.9%	12.6%	-	-	9.1%	83.7%
	[Net Premium / (Gross Direct Premium Income + Reinsurance Accepted)]														
5	Net Commission Ratio	1.9%	6.8%	31.1%	26.8%	14.4%	23.7%	-	29.9%	22.2%	(11.7%)	-	-	(83.9%)	22.7%
	(Net Commission / Net Written Premium)														
6	Expenses of Management to Gross Direct Premium Ratio	23.0%	20.8%	42.6%	35.4%	33.1%	34.4%	-	38.9%	11.8%	27.5%	-	-	14.9%	33.9%
	(Expenses of Management / GDPI)														
7	Expenses of Management to Net Written Premium Ratio	55.9%	40.8%	44.0%	36.6%	26.8%	36.6%	-	39.9%	22.2%	63.7%	-	-	16.4%	35.2%
	(Expenses of Management / NWPI)														
8	Net Incurred Claims to Net Earned Premium	41.5%	116.1%	82.0%	77.8%	86.2%	58.8%	-	90.5%	466.7%	45.4%	-	-	51.5%	79.8%
	(Net Incurred Claims / Net Earned Premium)														
9	Claims paid to Claims provisions	16.1%	50.2%	53.4%	25.3%	82.0%	37.0%	-	87.7%	0.2%	5.4%	-	-	48.4%	27.2%
	(Claim Paid / Claims provision made previously)														
10	Combined Ratio	97.3%	157.0%	126.0%	114.4%	113.1%	95.4%	-	130.4%	488.9%	109.0%	-	-	67.9%	115.0%
	(Claims, Commission plus Expenses of Management) / NWPI														
11	Investment Income Ratio	NA													7.0%
	(Investment income / Average Assets Under Management)														
12	Technical Reserves to Net Premium Ratio	1.90	1.30	0.75	3.03	0.62	0.83	-	1.00	1.67	1.57	-	-	8.05	1.88
	[(UPR + Premium Deficiency Reserve + Outstanding Claims including IBNR and IBNER) / Net Written Premium]														
13	Underwriting Balance Ratio	NA													(0.15)
	(Underwriting Profit / Loss) / Net Earned Premium														
14	Operating Profit Ratio	NA													1.0%
	(Underwriting Profit / Loss + Investment Income) / Net Earned Premium														
15	Liquid Assets to Liabilities Ratio	NA													0.07
	(Liquid Assets / Policyholders liabilities)														
16	Net Earning Ratio	NA													0.03%
	(Profit After Tax / Net Premium)														

Sl. No.	Particular	For the year ended on March 31, 2025													
		Fire	Marine	Motor OD	Motor TP	Health Insurance	Personal Accident	Travel	Workmen's Compensation	Public / Product Liability	Engineering	Aviation	Crop	Others	Total
17	Return on Net Worth Ratio								NA						0.1%
	(Profit After Tax / Net Worth)														
18	Solvency Margin Ratio								NA						2.02
	(ASM / RSM)														
19	NPA Ratio														
	Policyholders' Funds														
	Gross NPA Ratio								NA						-
	Net NPA Ratio								NA						-
	Shareholders' Funds														
	Gross NPA Ratio								NA						-
	Net NPA Ratio								NA						-
20	Debt Equity Ratio								NA						0.35
	(Debt/Equity)														
21	Debt Service Coverage Ratio								NA						1.69
	(Earnings before Interest and Tax/ Interest and Principal Instalments Due)														
22	Interest Service Coverage Ratio								NA						1.69
	(Earnings before Interest and Tax/ Interest due)														
23	Equity Holding Pattern and information on earnings														
	No. of shares								NA						293,393,120
	Percentage of shareholding														
	Indian								NA						100.00%
	Foreign								NA						-
	Percentage of Government holding (in case of public sector insurance companies)								NA						-
	Basic EPS before extraordinary items (net of tax expense) for the period (not to be annualized)								NA						0.04
	Diluted EPS before extraordinary items (net of tax expense) for the period (not to be annualized)								NA						0.04
	Basic EPS after extraordinary items (net of tax expense) for the period (not to be annualized)								NA						0.04
	Diluted EPS after extraordinary items (net of tax expense) for the period (not to be annualized)								NA						0.04
	Book value per share (₹)								NA						41.07

Magma General Insurance Limited (formerly Magma HDI General Insurance Company Limited)
IRDAI Registration No. 149 dated May 22, 2012

SCHEDULE – 17: Notes to Accounts forming part of the Financial Statements for the year ended March 31, 2026

Annexure 3

Summary of Financial Statements

(₹ in Lakhs)

Sl. No.	Particulars	2025-26	2024-25	2023-24	2022-23	2021-22
	OPERATING RESULTS					
1	Gross Direct Premium	361,548	333,440	304,419	253,412	175,717
2	Gross Written Premium	405,657	363,495	329,511	258,829	181,518
3	Net Premium Income[1]	335,178	304,267	274,899	194,290	112,176
4	Income from Investments (net)[2]	52,830	43,478	34,325	25,902	20,292
5	Other Income	123	70	41.02	44.24	17.67
6	Contribution from Shareholders' Account					
	- Towards Excess EOM	-	5,822	8,072	25,134	8,958
	- Towards Remuneration of MD/CEO/ WTD/Other KMPs	-	29	31	274	213
	Total Income	**388,131**	**353,666**	**317,368**	**245,645**	**141,656**
7	Commissions (net)[3]	71,090	68,921	65,997	7,606	(2,183)
8	Operating Expenses	39,221	38,171	34,545	91,901	57,088
9	Premium Deficiency	-	(43)	19	11	(8)
10	Net Incurred Claims	279,535	240,095	181,048	111,410	62,764
11	Change in Unearned premium reserve	498	3,403	48,260	40,872	20,754
12	**Operating Profit / (Loss)**	**(2,213)**	**3,119**	**(12,501)**	**(6,156)**	**3,241**
	NON OPERATING RESULTS					
13	Total income under Shareholder's Account	11,050	9,731	6,278	4,037	2,830
14	Total expenses under Shareholder's Account	4,182	10,085	10,037	26,616	7,747
15	**Profit / (Loss) before Tax**	**4,655**	**2,765**	**(16,260)**	**(28,735)**	**(1,676)**
16	Provision for Tax	1,776	2,660	(2,138)	(18)	(430)
17	**Profit / (Loss) after Tax**	**2,879**	**105**	**(14,122)**	**(28,717)**	**(1,246)**
	MISCELLANEOUS					
18	Policyholders' Account					
	Total Funds	701,025	652,468	595,609	450,617	336,174
	Total Investments	701,025	652,468	595,609	450,617	336,174
	Yield on Investments	7.32%	7.32%	7.19%	6.85%	6.08%
19	Shareholders' Account					
	Total Funds	123,357	120,488	89,958	86,100	41,226
	Total Investments	139,430	144,166	114,421	75,296	48,273
	Yield on Investments	7.32%	7.32%	7.19%	6.85%	6.08%
20	Paid up Equity Capital	29,355	29,339	26,930	24,667	15,471
21	Net Worth[4]	123,357	120,488	89,958	86,100	41,226
22	Total Assets	939,243	858,684	755,566	589,738	410,682
23	Yield on Total Investments	7.32%	7.32%	7.19%	6.85%	6.08%
24	Earning Per Share Basic (₹)	0.98	0.04	(5.35)	(14.22)	(0.81)
25	Book Value Per Share (₹)	42.02	41.07	33.40	34.90	26.65
26	Total Dividend declared/paid for the year	-	-	-	-	-
27	Dividend Per Share (₹)	-	-	-	-	-
28	Solvency Ratio	1.74	2.02	2.05	2.10	1.76

[1] Net of reinsurance
[2] Net of losses on sale / redemption of investments (includes diminution in the value of investments)
[3] Includes any compensation paid by an insurer to Insurance agent, Intermediary or Insurance intermediary
[4] Shareholders' funds (Net worth) = (Share capital + Reserve & Surplus + Employee Stock Option Reserve) - (Miscellaneous expenditure + Debit balance in profit & loss account)

SCHEDULE – 17 : Notes to Accounts forming part of the Financial Statements for the year ended March 31, 2026

Annexure 4

Disclosure as per IRDAI Guidelines (Ref: IRDAI/F&I/CIR/MISC/82/5/2024 dated May 22, 2024 of Master Circular on Corporate Governance for Insurers, 2024)

i. Qualitative Disclosures

The Nomination and Remuneration Committee (NRC) of the Company comprises of 5 Directors including 3 Independent Directors and 2 Non-Executive Directors. The NRC is chaired by an Independent Director. The NRC oversees and governs the compensation practices of the Company. It ensures that remuneration is adjusted for various types of risks and outcomes are symmetric with risk outcomes. Under the guidance of the Board and the NRC, the Company follows compensation practices intended to drive meritocracy and fairness and to attract, retain and motivate competent resources.

The remuneration includes fixed and variable components. The variable component includes cash and non-cash components. The NRC defines Key Performance Indicators (KPIs) for Managing Director cum CEO and KMPs for performance measurement linked to the financial and strategic plan approved by the Board. The Company has incorporated the Malus & Clawback arrangement for deferred variable pay as mentioned below:

(a) Malus arrangement wherein in the case of subdued or negative financial performance arising not on account of gross negligence or misconduct of the Key Managerial Persons (KMP), the Company may withhold variable pay.

(b) Clawback arrangement wherein in the case of gross negligence or misconduct or cause as defined in the Company's Code of Conduct, the KMP shall be liable to return previously paid or vested variable pay.

ii. Quantitative Disclosures

Remuneration and other payments made during the Financial Year to MD/CEO/WTD (₹ in Lakhs)

Sl. No.	Name of MD/ CEO/ WTD	Designation	Fixed Pay			Variable Pay						Total Fixed and Variable Pay (c) + (f)	Amount Debited to Revenue A/c	Amount Debited to Profit/ Loss A/c	Value of Joining/ Sign on Bonus	Retirement Benefits like Gratuity, Pension, etc. paid during the year	Amount of deferred remuneration of earlier years paid/ settled during the year
			Pay & Allowances (a)	Perquisites, etc. (b)	Total (c) = (a) + (b)	Cash Component (d)		Share linked component (e)		Total (f) = (d) + (e)							
						Paid	Deferred *	Settled	Deferred **	Paid/ Settled	Deferred						
1	Rajive Kumaraswami (upto Mar 20, 2026)	MD & CEO	310	0.4	311	-	(91)	-	-	-	(91)	220	220	-	NIL	NIL	23
2	Ramchandra Pandit (w.e.f. Mar 21, 2026)	Interim CEO	5	-	5	-	1	-	-	-	1	6	6	-	NIL	NIL	-

Details of Outstanding Deferred Remuneration of MD/CEO/WTD as at March 31, 2026 (₹ in Lakhs)

Sl. No.	Name of MD/ CEO/ WTD	Designation	Remuneration pertains to Financial Year #	Nature of remuneration outstanding	Amount Outstanding
1	Rajive Kumaraswami	MD & CEO	FY 2025-26	Annual bonus	-
				ESOPs	-
2	Ramchandra Pandit	Interim CEO	FY 2025-26	Annual bonus	1
				ESOPs **	-

* Amount is net of provisions.
** ESOP for FY 2025-26 is yet to be granted.
# The details of outstanding deferred remuneration in the table above represents such remuneration applicable for FY2025-26 and onwards.

GLOSSARY

Glossary

Explanation of key financial terms used or any ratios calculated in Annual Report

Sr. No.	Terms	Description
1	Accretion of Discount / Amortisation of Premium	Premium/ discount refers to the price paid for a bond as against the par value of the bond. This discount or premium is spread over the remaining life of the bond and is called accretion or amortisation, respectively
2	Available Solvency Margin / ASM	Available solvency margin means the excess of value of assets of an insurance company over the value of its liabilities, with certain further prescribed adjustments by the IRDAI
3	Bad Debts	Bad debt expense is the amount of an account receivable that is considered to be not collectible
4	Book Value Per Share	This is computed as net worth divided by number of outstanding shares
5	Catastrophic Loss	One or more related losses whose consequences are extremely harsh in their severity. The loss is usually of such magnitude as to be difficult to predict.
6	Certificate of Registration	Certificate granted by Insurance Regulatory and Development Authority of India under the IRDA (Registration of Indian Insurance Companies) Regulations, 2000, registering an insurance company to transact the classes of business specified therein
7	Claim Incurred (Net)	Claim incurred (net) are gross incurred claims less all claims recovered from reinsurers related to those gross incurred claims. The gross claims incurred comprise claims paid, settlement costs, wherever applicable and change in the outstanding provision for claims at the period end
8	Co-insurance	Sharing of the same risk by multiple insurance companies
9	Combined Ratio	The combined ratio is a measure of profitability of a non- life insurance company‘s underwriting business. The combined ratio is the sum of the loss ratio and the net expense ratio
10	Commission	It is the incentive received by the insurance agent or salesperson for the sales achieved in a given period and includes brokerage, rewards and distribution fees
11	Deferred Tax Asset	An asset that is used to represent lower amount of tax that a company will have to pay in a later tax period
12	Deferred Tax Liability	A tax liability that a company owes and does not pay at the current point, although it will be responsible for paying it in a later tax period
13	EPS	Earning Per Share (EPS) is arrived at by dividing Net Profit After Tax by the weighted average number of shares
14	Excess of Loss Reinsurance / XOL (Also known as Non-proportional Reinsurance)	A type of reinsurance transaction pursuant to which the reinsurer, subject to a specified limit, indemnifies the ceding insurer against the amount of loss in excess of a specified retention amount
15	Expenses Of Management (EOM)	All expenses in the nature of operating expenses including commission, brokerage / remuneration to the insurance agents, intermediaries and insurance intermediaries which are charged to the revenue account, but do not include the charges against profits such as income tax and other charges, as defined in the Insurance Regulatory and Development Authority of India (Expenses of Management of Insurers transacting General or Health insurance business) Regulations, 2016
16	Fair Value Change Account	Unrealised gains/ losses arising due to changes in the fair value of listed equity shares and mutual funds
17	FIMMDA	Fixed Income Money Market and Derivatives Association of India
18	Gross Direct Premium Income / GDPI	GDPI is the total premium received before taking into account reinsurance assumed and ceded
19	Gross Written Premium / GWP	GWP is the sum of GDPI and reinsurance inward premium accepted
20	GST	Goods and Services Tax
21	ICRA & Brickwork Rating	Credit Rating Agencies
22	Incurred But Not Enough Reported / IBNER	IBNER is a reserve reflecting expected changes (increases and decreases) in the estimates of reported claims as on the accounting date

Sr. No.	Terms	Description
23	Incurred But Not Reported Claim Reserves / IBNR	Includes IBNER, estimate for reopened claims, provision for incurred but not reported claims, provision for claims in transit as on the accounting date
24	Investment Income	Investment income will include, income taken to revenue account and profit & loss account (interest, profit/loss on sale, accretion of discount, amortization of premium, dividend earned during the period) and taken to financial statements pertaining to all the securities held under that category during that period
25	KMP	Key Managerial Personnel
26	Loss Ratio	Loss ratio is the ratio of claims incurred (net) to NEP
27	MAT	Minimum Alternate Tax
28	NCD	Non-Convertible Debentures
29	Net Written Premium / NWP	GWP less premium on reinsurance ceded
30	Net Earned Premiums / NEP	Net written premium adjusted by the change in UPR for the period
31	Net Expense Ratio	Net expense ratio is the ratio of the sum of operating expenses related to insurance business and commission paid (net) to the NWP
32	Net Retention Ratio	Premium retained by the Company and is calculated as Net Written Premium divided by Gross Written Premium
33	Net Worth	Net worth represents the shareholders‘ funds and is computed as sum of share capital plus all reserves and surplus (except revaluation reserve and fair value change account but including ESOP Reserve), net of miscellaneous expenditure and debit balance in the profit & loss account
34	NPA	Non Performing Asset
35	Policyholders' Funds	The policyholders' funds shall be the sum of (a) estimated liability for outstanding claims including IBNR and IBNER (b) unexpired risk reserve ("URR") (c) catastrophe reserve (d) premium deficiency (e) other liabilities net off other assets
		"Other liabilities" comprise (i) premium received in advance (ii) unallocated premium (iii) balance due to other insurance companies and (v) Sundry creditors (due to policyholders). Other assets comprise (i) outstanding premium (ii) due from other entities carrying on insurance business including re-insurers, and (iii) balance with terrorism pool (if applicable)
36	Premium Ceded	Premium on reinsurance ceded is the premium in relation to the risk that we cede to our reinsurers
37	Premium Deficiency Reserve	The reserve held in excess of the UPR, which allows for any expectation that the unearned premium reserve will be insufficient to cover the cost of claims and related expenses incurred during the period of unexpired risk
38	Reinsurance	Reinsurance is a transaction whereby one company, the reinsurer, agrees to indemnify another insurance company, the reinsured against all or part of the loss that the latter sustains under a policy or policies that it has issued, in return for a premium
39	Reinsurance Ceded / Accepted	Reinsurance means an insurance contract between one insurance company (cedant) and another insurance company (reinsurer) to indemnify against losses on one or more contracts issued by the cedant in exchange for consideration. The consideration paid/ received is termed as reinsurance ceded/accepted. The intent of reinsurance is for an insurance company to reduce the risks associated with underwritten policies by spreading risks across alternative institutions
40	Required Solvency Margin / RSM	Shall be the higher of the amounts of RSM 1 and RSM 2 for each line of business ("LOB") separately
		RSM 1 means required solvency margin based on net premiums, and shall be determined as 20% of the amount which is the higher of (a) the gross premiums multiplied by factor specified for each LOB and (b)the net premiums
		RSM 2 means required solvency margin based on net incurred claims and shall be determined as 30% of the amount which is the higher of (a) the gross incurred claims multiplied by a factor specified for each LOB and (b) the net incurred claims
41	Retained Risk	The amount of liability for which an insurance company will remain responsible after accounting for its reinsurance arrangements

Sr. No.	Terms	Description
42	Retention Limit	The maximum amount of risk retained by an insurer, beyond which the insurer cedes the risk to reinsurers
43	Retrocession	Retrocession is the ceding of reinsurance accepted to another reinsurer
44	Senior Citizens' Welfare Fund / SCWF	As part of the Finance Act 2015, the government has brought in the Senior Citizens' Welfare Fund Act, 2015 (SCWF). This mandates the transfer of unclaimed amounts of policyholders to the fund (SCWF) after a period of 10 years
45	Share Issue Expenses	Expenses incurred towards issuing of shares
46	Shareholders' Funds	Shareholders' funds comprise share capital plus all reserves and surplus (except revaluation reserve and fair value change account but including ESOP Reserve) net of accumulated losses and Miscellaneous expenditure to the extent not written off as at the balance sheet date
47	Solatium Fund	In 'Hit & Run' cases, accident victims are eligible for compensation through a Special Fund constituted in terms of Section 163 of the Motor Vehicles Act, 1988 called Solatium Fund
48	Solvency Ratio (Solvency)	The ratio of ASM to the RSM
49	Technical Reserves	Technical reserves mean reserve for unearned premium plus premium deficiency reserve plus reserve for outstanding claims (including IBNR and IBNER)
50	Third Party Administrators / TPA	A company registered with IRDAI, and engaged by an insurer, for a fee or remuneration, by whatever name called and as may be mentioned in the agreement, for providing health services as mentioned under the Insurance Regulatory and Development Authority of India (Third Party Administrators - Health Services) Regulations, 2016
51	Third-Party Loss / TP Loss	A loss suffered by a person(s) other than the insured or insurer who has incurred losses or is entitled to receive payment due to acts or omissions of the insured
52	Treaty	A reinsurance contract in which a reinsurance company agrees to accept all of a particular type of risk from the ceding insurance company. Reinsurers in a treaty contract are obliged to accept all risks outlined in the contract
53	Underwriting Balance Ratio	Computed as underwriting profit or loss divided by net earned premium for the respective class of business
54	Underwriting Results	Underwriting profit or loss which is computed as net premium earned less net claims incurred less premium deficiency reserve less net commission less operating expenses related to insurance business
55	Unearned Premium Reserve / UPR	An amount representing that part of the premium written which is attributable and to be allocated to the succeeding accounting periods
56	Unexpired Risk Reserve / URR	Reserves in respect of the liabilities for unexpired risks and determined as the aggregate of unearned premium reserve and premium deficiency reserve

MAGMA

General Insurance Limited

(formerly Magma HDI General Insurance Company Limited)

Registered & Corporate Office

Address: Equinox Business Park, Tower 3, Ambedkar Nagar, 2nd Floor, Unit Number 1B & 2B, LBS Marg, Kurla (West), Mumbai - 400070, Maharashtra, India

CIN: U66000MH2009PLC460693

Website: www.magmainsurance.com

Email: customercare@magmainsurance.com

Toll Free No.: 1800 266 3202

IRDAI Registration No.: 149