

**The Oriental Insurance Company Ltd**  
**Regd. Office "Oriental House"**  
**A-25/27, Asaf Ali Road,**  
**New Delhi -2**

**Annexure I**

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted**  
**Along with Audited Financial Results – Standalone**

**Statement on Impact of Audit Qualifications for the Financial Year end 31st March 2023**

**{See Regulation 52 of the SEBI (LODR) (Amendment) Regulations, 2016}**

I	S.No.	Particulars	Audited Figures (Rs crores)(as reported before adjusting for qualifications)	Adjusted Figures (Rs crores)(after adjusting for qualifications) *
	1.	Total Income	16124.69	16124.69
	2.	Total Expenditure	21080.92	21080.92
	3.	Net Profit/(Loss) (PBT)	(4956.23)	(4956.23)
	4.	Earnings Per Share	(10.75)	(10.75)
	5.	Total Assets	28303.02	28303.02
	6.	Total Liabilities	32449.95	32449.95
	7.	Net Worth	-4146.93	-4146.93
	8.	Any other financial item	nil	nil
II		<b>Audit Qualifications</b>	<b>Management Reply</b>	
	A.	<p>i The Company's accounting policy number A- 10.6 on impairment of equity shares states that impairment in equity portfolio is carried out only where the companies have been making losses continuously for the three immediately preceding years and whose capital is impaired partially/ fully or where the annual accounts for the three immediately preceding years are not available. The accounting policy of the company is deficient to the extent that other significant parameters having significant bearing on the share price of Investee Company are not considered in the parameters for identification of Impaired Assets viz. investee entities under corporate resolution insolvency process under NCLT, substantial fall in the market price as compared to acquisition cost of equity shares of the company, erosion of net worth, statutory</p>	<p>The company's policy for impairment of equity shares is formed on the basis of IRDAI guidelines and impairment of equity shares have been done as per the Company's policy. Now the matter is referred to IRDAI for further clarifications.</p>	



	auditor of the investee company reporting on material uncertainty related to going concern etc. The effects on the standalone financial statements of the failure to consider the aforesaid parameters for impairment of equity shares have not been determined.	
B.	Balances of amounts due to/from other persons or bodies carrying on insurance including reinsurers and coinsurers accounts, reserve deposit with ceding companies, inter-office balances are pending reconciliation/confirmation in certain cases.	Regular meetings are held at various levels to reconcile, confirm and settle the Coinsurance balances. In the FY 2022-23 around 150 meetings were held for Coinsurance balances. The reconciliation, confirmation and settlement of Reinsurance balances is also regularly done. Details given in attached sheets.
III	<b>Signatories</b>	
	 <b>(R.R Singh)</b> Chairman-cum-Managing Director	 <b>(P. Reghunathan Nair)</b> Audit Committee Chairman
	For GSA & Associated LLP Chartered Accountants FRN no. 000257N/N500339   <b>CA Sunil Aggarwal</b> Partner M.no. 083899 UDIN: 23083899BGXUFD2014	For Raj Har Gopal & Co. Chartered Accountants FRN no. 002074N   <b>CA Gopal Krishan</b> Partner M. No. 081085 UDIN: 23081085B4WFT P5138
	 <b>(K.G. Nandakumaran)</b> DGM & CFO	

\* In view of the amount not quantifiable of the qualifications, therefore there is no change in the adjusted profit and audited figures.

Place: New Delhi  
Date: 29.05.2023

### STATUS OF COINSURANCE BALANCES

Rs. In crores

Particulars	Recoverable	Payable	Net
Balances outstanding as on 01.04.2022	1154.55	591.73	562.82
Additions from 01.04.2022 to 31.03.2023	3709.25	3435.23	-470.73
Settlements from 01.04.2022 to 31.03.2022	3566.47	3621.88	-55.41
Balances outstanding as on 31.03.2023	1012.77	778.38	234.39





**Status of R/I Balances recoverable (Status as on 31.03.2023)**

Rs. In Crores

	Ref.	Balances upto 31.03.2022 & prior	Balances from 01.04.2022 to 31.03.2023	Total
<b>TOTAL BALANCES</b>		2318.19	936.60	3254.79
<b>Terrorism Pool Asset A/c (accumulated , confirmed but not to be settled)</b>		1312.97	257.04	1570.01
<b>Nuclear Pool Asset A/c (accumulated , confirmed but not to be settled)</b>		46.26	9.21	55.47
<b>Amount already recovered upto 31.03.2023</b>	A	480.22	77.31	557.53
<b>Written off during the year</b>		191.58	0	191.58
<b>Confirmed but yet to be collected</b>		144.48	237.22	381.70
<b>Unconfirmed identified balances (reconciliation in progress)</b>		126.74	355.82	482.56
<b>Sub total</b>	A	2302.25	936.60	3238.85
<b><u>Booking for the period prior to 31.03.2021</u> (Already provided under RBDD)</b>	B	15.94	0	15.94
<b>Sub total</b>	B	15.94	0.00	15.94
<b>Total ( A+B )</b>		<b>2318.19</b>	<b>936.60</b>	<b>3254.79</b>
<b>Total Pending Balances</b>		271.22	593.04	864.26

