

FORM 4

Company Name and Code :

Statement Date : As at

EXPOSURE NORMS COMPLIANCE REPORT TO BE SUBMITTED YEARLY

Type of investment includes :

- (a) All investments in Equity/Preference Shares of the Company
- (b) Debentures (Convertible/Partly convertible/Non-convertible)
- (c) Short/Medium/Long-term loans
- (d) Any other permitted investments as per the Act/Regulation

EXPOSURE NORMS

S. No.		Norms as per regulations	Whether Exposure Norms have been observed or not	Remarks
(1)	Limit for Investee Company	<p><i>In the case of Indian Insurance Companies--</i> Exposure at any point of time not to exceed 10% of the subscribed share capital free reserves and debentures/bonds of the investee company or the 10% of the insurer's total assets in case of non-life insurers and 10% of the controlled funds in case of life insurers whichever is less.</p> <p><i>In the case of existing insurers--</i>Exposure at any point of time not to exceed 20% of the subscribed share capital debentures/bonds of the investee company or 5% of the controlled funds of the life insurer or 10% of the general insurers total assets.</p> <p>Subject to exposure limits as per Insurance Act 1938 investment in equity including preference shares investment in equity convertible part of debentures should not exceed 50% of the above exposure norms. A similar 50% of exposure norms limit would also apply to investment in immovable property.</p> <p>Subject to exposure limits mentioned in the Table above an insurer shall not have investments of more than 5% in aggregate of its controlled funds in the case of a life insurer or 5% in aggregate of its assets in the case of non-life insurer in the companies belonging to the promoters' groups. For the purposes of this regulation "group" will have the same meaning as 1[defined under sub-clause (ca) of clause 2 of these Regulations]. All investments in this category would specifically be referred to the Authority.</p>		
(II)	Limit for the entire group to which the investee company belongs	<p>Exposure at any point of time not to exceed 10% of the aggregate subscribed share capital free reserves and debentures of all the group companies in which investments including investments under considerations have been or proposed to be made by the insurer or 10% of the total assets in case of non-life insurers and 10% of the controlled funds in case of life insurers whichever is less. The percentage of 10% of the total assets in the case of non-life insurers and 10% of the controlled Fund in case of life insurers can be raised to 15% in each case subject to specific approval of IRDA. The clause "whichever is less" will continue to apply.</p> <p>Subject to exposure limits as per Insurance Act 1938 investment in equity including preference shares investment in equity convertible part of debentures should not exceed 50% of the above exposure</p>		

		<p>norms. A similar 50% of exposure norms limit would also apply to investment in immovable property. Subject to exposure limits mentioned in the Table above an insurer shall not have investments of more than 5% in aggregate of its controlled funds in the case of a life insurer or 5% in aggregate of its assets in the case of non-life insurer in the companies belonging to the promoters' groups. For the purposes of this regulation "group" will have the same meaning as 1[defined under sub-clause (ca) of clause 2 of these Regulations]. All investments in this category would specifically be referred to the Authority.</p>		
(III)	Limit for the industrial sector to which the investee company belongs	<p>Investment by the insurer in any industrial sector would not exceed 10% of its total investment exposure to the industrial sector as a whole.</p> <p>(Classification of industrial sector to be done on the lines of classification in Industries done by CMIE (Centre) for Monitoring Indian Economy)</p> <p>Subject to exposure limits as per the Insurance Act 1938 investment in equity including preference shares investment in equity convertible part of debentures should not exceed 50% of the above exposure norms. A similar 50% of exposure norms limit would also apply to investment in immovable property.</p>		

CERTIFICATION

Certified that the information given herein are correct and complete to the best of my knowledge and belief and nothing has been concealed or suppressed.

Date :

Signature :
Full Name & Designation]