

HDFC LIFE INSURANCE CO LTD - Q1 Result Analysis

HDFC Life reports 22% rise in Q1 consolidated net profit

Maintaining a consistent growth trajectory, HDFC Life Insurance Company has reported a rise of 21.98% in its consolidated net profit at Rs 328.79 crore for the first quarter ended June 30, 2022 as compared to Rs 269.55 crore for the same quarter in the previous year. However, consolidated total income of the company decreased by 54.33% at Rs 6,680.20 crore for Q1FY23 as compared Rs 14,628.05 crore for the corresponding quarter previous year.

Premium income

First Year Premium of the company rose 32.91% to Rs 1,708.66 crore in the first quarter ended June 30, 2022 as compared to Rs 1,285.56 crore in the corresponding quarter previous year, while Renewal Premium surged 31.14% to Rs 5,100.47 crore in Q1FY23 as against Rs 3,889.32 crore in the corresponding quarter previous year and Single Premium increased 30.61% to Rs 3,240.52 crore in Q1FY23 as against Rs 2,481.06 crore in the corresponding quarter previous year.

Other income

Other income of the company jumped 173.90% to Rs 59.60 crore in the first quarter ended June 30, 2022 as compared to Rs 21.76 crore in the corresponding quarter previous year.

Net Commission

The company's Net Commission surged 32.25% to Rs 400.66 crore in the first quarter ended June 30, 2022 as against Rs 302.96 crore in the corresponding quarter previous year.

Expenses of Management

Expenses of Management increased 56.09% to Rs 1,961.07 crore in the first quarter ended June 30, 2022 as against Rs 1,256.34 crore in the corresponding quarter previous year.

Standalone result of Q1

The company has reported a rise of 20.82% in its net profit at Rs 365.29 crore for the quarter under review as compared to Rs 302.35 crore for the same quarter in the previous year. However, total income of the company decreased by 60.08% at Rs 5,830.24 crore for Q1FY23 as compared Rs 14,604.31 crore for the corresponding quarter previous year.

Management comments

Vibha Padalkar, MD & CEO said: "We continue to maintain a consistent growth trajectory, growing by 22% in terms of APE in Q1 FY23. This has enabled us to maintain our market leadership as a 'Top 3 life insurer' across individual and group business. Our product mix remains balanced, with non-par savings at 35%, participating products at 30%, ULIPs at 25%, individual protection at 5% and annuity at 6%, based on individual APE.

Our protection share based on APE improved from 15.7% last year to 16.9% during Q1 FY23. Our credit protect business has registered strong growth of 96%, on the back of rise in disbursements across most of our partners. We continue to look at overall protection growth across individual and group platforms in an agnostic manner."

Rs.in Millions

	Quarter ended			Year to Date			Year ended		
	Jun 22	Jun 21	% Var			%Var	Mar 22	Mar 21	% Var
Sales	92718.70	75384.80	22.99	-	-	-	453964.60	381223.00	19.08
Other Income	-33410.30	73251.50	P to L	-	-	-	207512.90	337670.90	-38.55
PBIDT	3865.20	3049.20	26.76	-	-	-	13646.40	16278.80	-16.17
Interest	-	-	NC	-	-	-	-	-	NC
PBDT	3865.20	3049.20	26.76	-	-	-	13646.40	16278.80	-16.17
Depreciation	-	-	NC	-	-	-	-	-	NC
PBT	3865.20	3049.20	26.76	-	-	-	13646.40	16278.80	-16.17
TAX	212.30	25.70	726.07	-	-	-	1569.50	2677.80	-41.39
Deferred Tax	-	-	NC	-	-	-	-	-	NC
PAT	3652.90	3023.50	20.82	-	-	-	12076.90	13601.00	-11.21
Equity	21131.70	20221.40	4.50	-	-	-	21126.20	20209.40	4.54

Note :
P to L :- Profit To Loss
L to P :- Loss To Profit