

DIRECTORS' REPORT

To

The Members,

CignaTTK HEALTH INSURANCE COMPANY LIMITED

Your Directors are pleased to present herewith the First Annual Report on the business and operations of your Company and Audited Accounts for the period ended 31st March, 2013 together with the Audited Statement of Accounts and Auditor's Report thereon.

1. FINANCIAL RESULTS:

(Amount in INR)

Particulars	Period ended 31.03.2013
Income from Operation & Other Income	NIL
Total Income	NIL
Operating Expenditure	13,85,677
Profit/ (Loss) before Tax	(13,85,677)
Less: Provision for Current Tax	NIL
Net Profit/ (Loss) after Tax	(13,85,677)
Balance carried to the Balance Sheet	(13,85,677)

2. DIVIDEND:

Your Directors do not recommend any Dividend for the period ended 31st March, 2013.

3. PUBLIC DEPOSITS:

During the period under review, the Company did not accept any deposits within the meaning of the provisions of Section 58A of the Companies Act, 1956 and rules framed there under during the period ended 31st March, 2013.



4. COST AUDIT:

The Company is not required to undertake the cost audit as required under Section 233B of the Companies Act, 1956.

5. PARTICULARS OF EMPLOYEES:

The provisions of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended vide Notification no. G.S.R 289(E) dated March 31, 2011 require the disclosure of the names and particulars of the employees who are in receipt of remuneration for the financial year which, in the aggregate, was not less than INR 60,00,000/- per annum or who was in receipt of remuneration for any part of the period under review, at a rate which, in the aggregate, was not less than INR 500,000/- per month. The disclosure under the said Section is not given as there are no such employees.

6. STATUTORY AUDITORS:

You are requested to appoint Auditors for the current year and fix their remuneration. The Auditors of the Company M/s. S. Viswanathan, Chartered Accountants, retire at ensuing Annual General Meeting of the Company and have given their consent for re-appointment. The Company has also received a certificate from them under Section 224(1) of the Companies Act, 1956.

7. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO (SECTION 217(1)(E) OF THE COMPANIES ACT, 1956):

Particulars required to be furnished by the Companies (Disclosure of particulars in the report of the Board of Directors) Rules, 1988 are as follows:-

a. Rule 2(A) pertaining to Conservation of Energy and Rule 2(B) pertaining to Technology absorption are not applicable to the Company i.e. the Company does not come under the purview of having to give a report on energy conservation and technology absorption measures undertaken as required by the aforementioned Rules.

In spite of the above, steps have been taken by the Company to conserve energy in all possible areas.



b. Foreign exchange inflow and outflow – Rule 2(C):

(Amount in INR)

Particulars	Period ended 31.03.2013
Foreign Exchange earnings	NIL
Foreign exchange outgo	NIL

8. DIRECTORS' RESPONSIBILITY STATEMENT:

The Directors present herewith the Director Responsibility Statement in accordance with the provisions of the Companies (Amendment) Act, 2000 under Section 217 (2AA);

The Directors state:

1. that in the preparation of the Annual Accounts for the period from 12th March, 2012 to 31st March, 2013, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
2. that the Directors have selected such accounting policies & applied consistently them & made judgments and estimates that are reasonable and prudent so as to give true & fair view of the state of affairs of the Company as on 31st March, 2013 & the Profit & Loss of the Company for the period ending on 31st March, 2013;
3. that the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 1956 for safeguarding the assets of the Company & for preventing & detecting fraud & other irregularities;
4. that the Directors have prepared the Annual Accounts for the period ended 31st March, 2013 on a going concern basis.

9. DIRECTORS:

In accordance with the provisions of the Companies Act, 1956 Mr. Jagannathan Thattai Thiruvallur and Mr. Raghunathan Thattai Thiruvallur will retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. Your Directors recommend their re-appointment.

The Board of Directors has appointed Mr. Jason Sadler, as an Additional Director of the Company with effect from January 9, 2013. As an Additional Director Mr. Jason Sadler holds office till the date of the forthcoming Annual General Meeting.



Accordingly, his candidature for appointment as a Director is included at Item 7 of the Notice.

Mr. Michael Ross, resigned from the Board of Directors of the Company with effect from December 18, 2012. The Board has placed on record its appreciation of the valuable contribution made by Mr. Michael Ross as Director of the Company.

10. CORPORATE GOVERNANCE:

The Ministry of Corporate Affairs, Govt. of India has issued a set of voluntary guidelines on Corporate Governance in December 2009. The Guidelines provide for good governance practices which may be adopted by the corporates voluntarily. Your Company complies with most of the provisions of the guidelines and would endeavour to comply with the other provisions that are within the domain of the Company.

11. OPERATIONS:

Your Company is a public limited company incorporated under the provisions of the Companies Act, 1956 on March 12, 2012. Your Company has applied for a registration under Section 3 of the Insurance Act, 1938 to carry on business of Insurance and is inter alia engaged in the business of providing health insurance services in India.

12. ACKNOWLEDGMENTS:

Your Directors take this opportunity to express their grateful appreciation for the excellent assistance and co-operation received from all the shareholders, bankers, Government authorities.

**By Order of the Board
CignaTTK Health Insurance Company Limited**


**Jagannathan Thattai Thiruvallur
Chairman**

**Place: Mumbai
Date: 10th September, 2013**



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C.N. RAMACHANDRAN
B.Com., F.C.A., A.T.I.I.(Lond.)
V.C. KRISHNAN
M.A.(Eco), F.C.A., M.B.A., (U.S.A.)
C.N. SRINIVASAN
B.Com., F.C.A., M.B.I.M.(Lond.)
CHELLA K. SRINIVASAN
B.Com., F.C.A.
R.M. NARARYANAN
M.Com., F.C.A., P.G.D.M.
CHELLA K. RAGHAVENDRAN
B.Com., F.C.A., D.I.S.A.(I.C.A.)

MESSRS. S. VISWANATHAN

CHARTERED ACCOUNTANTS
17, Bishop Wallers Avenue (West)
Mylapore, Chennai - 600 004.

BRANCHES:

27/34, 2nd Floor, Nandidurg Road, Jayamahall Extension,
Bangalore - 560 046. Tel : 0-80-23530535
50, Fifty Feet Road, Krishnaswamy Nagar,
Ramanathapuram, Coimbatore - 641 045. Tel : 94-422-4367065

Phone : 91-44-24991147
24994423
24994510
Fax : 91-44-24994510
E-mail : sviswa@eth.net
Website : www.sviswanathan.com

Independent Auditor's Report

To the Members of CignaTTK Health Insurance Company Limited.

Report on Financial Statements

We have audited the accompanying financial statements of CignaTTK Health Insurance Company Limited ('the Company'), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the period 12th March 2012 to 31st March 2013, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for 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 Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ('the Act'). This responsibility includes the design, implementation and maintenance of internal control 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- b) in the case of the Profit and Loss Account, of the loss for the period 12th March 2012 to 31st March 2013; and
- c) in the case of the Cash Flow Statement, of the cash flows for the period 12th March 2012 to 31st March 2013.

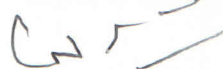
Emphasis of Matters

- a) The company is incorporated under the provisions of the Companies Act, 1956 on 12th March 2012. The Company has applied for a registration under Section 3 of the Insurance Act, 1938 to carry on business of Insurance and is inter alia engaged in the business of providing health insurance services in India.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For M/s. S.Viswanathan
Chartered Accountants
Firm Reg.No.004770S



C.N.Srinivasan
Partner
Membership No. :18205



Place: Bangalore
Date: 10th September 2013

Annexure to Auditor's Report

The Annexure referred to in our report to the members of CignaTTK Health Insurance Company Limited ('the Company') for the year ended 31 March, 2013. We report that:

- (i) The Company being in its first year of operations, have no fixed assets and hence clause 4(i) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.
- (ii) The Company being, a service industry does not have any physical stock. Thus, clause 4(ii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company.
- (iii) The Company has neither granted nor taken any loans, secured or unsecured to/from companies, firms or other parties covered in the register maintained under section 301 of the Act. Accordingly, the provisions of clause 4 (iii) of the Companies (Auditor's Report) order, 2003 are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, clause 4 (iv) of the Companies (Auditor's Report) order, 2003 is not applicable to the company as there are no transactions during the year except for an advance given for business infrastructure development.
- (v) (a) According to the information and explanations given to us, the particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.
(b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act 1956 and exceeding the value of Rs. Five lacs in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from public, to which the provision of section 58A, 58AA or any other relevant provisions of the act and other deposit acceptance rules of the Companies Act, 1956 is applicable.
- (vii) There is no internal audit system. This company does not have any major transactions during the year.
- (viii) In our opinion, and according to the information given to us, maintenance of cost records has not been prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Act, and as such no records have been maintained by the company.



- (ix) (a) According to the information and explanation given to us and according to the books and records as examined by us, in our opinion, the company is regular in depositing with appropriate authorities undisputed TDS and there are no other statutory dues applicable to it for the year under review.
- (b) According to the information and explanation given to us, no undisputed amounts payable in respect of income tax, wealth tax, service tax, customs duty, excise duty and cess were in arrears, as at 31.03.2013 for a period of more than six months from the date they became payable.
- (c) According to the information and explanation given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute.
- (x) In our opinion, the company has incurred cash loss during the year. However clause 4(x) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company as this is the first year of operations.
- (xi) In our opinion and according to the information and explanations given to us, the company has not taken any loan from financial institution or bank or debenture holders and hence clause 4(xi) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company for the period under review
- (xii) In our opinion and according to the information and explanations given to us, the company has not granted loans and advances on security. Accordingly, the provisions of clause 4(xii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company,
- (xiii) In our opinion, the company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) In our opinion and according to the information and explanations given to us, the company is not dealing in shares. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company.
- (xv) According to the information and explanations given to us, in our opinion the company has not given any guarantees for loans taken by others from bank or financial institutions.
- (xvi) According to the information and explanations given to us, in our opinion the company has not raised any term loans. Accordingly, the provisions of clause 4(xvi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xvii) According to the information and explanations given to us and on the overall examination of the Balance Sheet of the company, we report that the company has not raised any short-term funds, which have been used for long-term investment.



- (xviii) According to the information and explanations given to us, and in our opinion, the company during the year has made preferential allotment of 1,00,00,000 shares of Rs.10/- each at face value to parties covered in the register maintained under section 301 of the Act. The price at which these shares were issued is not prima facie prejudicial to the interest of the Company.
- (xix) The company has not issued any debentures. Accordingly, the provisions of clause 4(xix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xx) The company has not raised money by public issue. Accordingly, the provisions of clause 4(xx) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xxi) According to information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For M/s. S.Viswanathan
Chartered Accountants
Firm Reg.No.004770S

C N Srinivasan

C.N.Srinivasan
Partner
Membership No. :18205



Place: Bangalore
Date: 10th September 2013

CignaTTK Health Insurance Company Limited
Balance sheet as at 31st March, 2013

	Note	As at 31 March 2013
EQUITY AND LIABILITIES		
SHAREHOLDERS' FUNDS		
Share capital	2.01	10,05,00,000
Reserves and surplus	2.02	(13,85,677)
Money received against share warrants	-	-
		<u>9,91,14,323</u>
Share application money pending allotment		
		-
NON-CURRENT LIABILITIES		
Long-term borrowings	-	-
Deferred tax liabilities (net)	-	-
Other long-term liabilities	-	-
Long term provisions	-	-
		<u>-</u>
CURRENT LIABILITIES		
Short-term borrowings	-	-
Trade payables	-	-
Other current liabilities	2.03	2,35,480
Short-term provisions	-	-
		<u>2,35,480</u>
TOTAL		<u>9,93,49,803</u>
ASSETS		
NON-CURRENT ASSETS		
Fixed assets		
Tangible assets	-	-
Intangible assets	-	-
Capital work-in-progress	-	-
Intangible assets under development	-	-
		<u>-</u>
Non-current investments	-	-
Deferred tax assets (net)	-	-
Long-term loans and advances	-	-
Other non-current assets	2.04	9,88,50,000
		<u>9,88,50,000</u>
CURRENT ASSETS		
Current investments	-	-
Trade receivables	-	-
Cash and cash equivalents	2.05	4,99,803
Short-term loans and advances	-	-
Other current assets	-	-
		<u>4,99,803</u>
TOTAL		<u>9,93,49,803</u>

Significant accounting policies and notes to accounts

1 & 2

As per our report attached.
for M/s. S. Viswanathan
Chartered Accountants
Firm Registration No. 004770S

C.N.Srinivasan
Partner
Membership No.018205

Place: Bangalore
Date : September 10, 2013



for CignaTTK Health Insurance Company Limited

Jagannathan Thattai Thiruvallur
Director

Place: Bangalore
Date : September 10, 2013

Sandeep Patel
Managing Director & CEO



CignaTTK Health Insurance Company Limited
Statement of profit and loss for the period 12th March, 2012 to 31st March, 2013

(Amount in Rs, except otherwise stated)

	Note	For the period 12 March 2012 to 31 March 2013
Revenue from operations / Sales		
Other operating revenues		
Other income	-	-
Total revenue		
EXPENSES		
Employee benefits expenses	-	-
Finance costs	-	-
Depreciation and amortisation expense	-	-
Other expenses	2.06	13,85,677
Total expenses		13,85,677
Profit/ (loss) before exceptional and extraordinary items and tax		(13,85,677)
Exceptional items		
Profit/ (loss) before extraordinary items and tax		(13,85,677)
Extraordinary items		
Profit/ (loss) before tax		(13,85,677)
Tax expenses		
- Current tax	-	-
- Deferred tax	-	-
Profit/ (loss) from continuing operations		(13,85,677)
Profit/ (loss) from discontinuing operations		
Tax expense of discontinuing operations		
Profit/ (loss) from discontinuing operations (after tax)		
Profit/ (loss) for the year/ period		(13,85,677)
Earnings per equity share		
Equity shares of par value of Rs 10/- each		
Basic		(1.84)
Diluted		(1.84)
Weighted Average Number of shares used in computing earnings per share		
Basic	2.09	7,51,299
Diluted	2.09	7,51,299

Significant accounting policies and notes to accounts

1 & 2

As per our report attached.
for M/s. S. Viswanathan
Chartered Accountants
Firm Registration No. 004770S

C.N.Srinivasan
Partner
Membership No.018205



Place: Bangalore
Date : September 10, 2013

for CignaTTK Health Insurance Company Limited

Jagannathan Thattai Thiruvallur
Director

Sandeep Patel
Managing Director & CEO

Place: Bangalore
Date : September 10, 2013



CignaTTK HEALTH INSURANCE COMPANY LIMITED

Notes to accounts

1. Significant Accounting Policies

1.1 Background

CignaTTK Health Insurance Limited ('the Company') is a public limited company incorporated under the provisions of the Companies Act, 1956 on 12th March 2012. The Company has applied for a registration under Section 3 of the Insurance Act, 1938 to carry on business of Insurance and is inter alia engaged in the business of providing health insurance services in India.

1.2 Basis of preparation of financial statements

The financial statements of the Company have been prepared under the accrual basis of accounting and comply with the Accounting Standards ('AS') prescribed in the Company (Accounting Standard) Rules, 2006, as amended, and the relevant provisions of the Companies Act, 1956, to the extent applicable.

1.3 Use of estimates

The preparation of the financial statements in conformity with generally accepted accounting principles in India ('Indian GAAP') requires Management to make estimates and assumptions that effect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in the current and future periods.

1.4 Earnings per share

The basic earnings per share is computed by dividing the Net Profit / Loss attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earning per share, the net profit / loss for the year attributable to equity shareholders and weighted average number of shares outstanding during the year are adjusted for the effects of dilutive part of equity shares, if any.

1.5 Provisions

Provision is recognised when, as a result of obligating events, there is a present obligation that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation.

No provision or disclosure is made when, as a result of obligating events, there is a possible obligation or a present obligation where the likelihood of an outflow of resources is remote.

Provisions for onerous contracts, i.e. contracts where the expected unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it, are recognised when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event based on a reliable estimate of such obligation.

1.6 Deferred Tax

Income-tax expense comprises current tax (i.e. amount of tax for the year determined in accordance with the income tax law) and deferred tax charge or credit (reflecting the tax effect of timing differences between accounting income and taxable income for the year).

Deferred tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between the taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are not recognized on unabsorbed depreciation and carry forward of losses unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized.



(Amount in Rs, except otherwise stated)

2.01 Share capital

	As at 31 March 2013
Authorised share capital	
1,60,00,000 (Previous year: Nil) equity shares of par value of Rs.10 each	16,00,00,000
	<u>16,00,00,000</u>
Issued, subscribed and paid-up share capital	
1,00,50,000 (Previous year : Nil) equity shares of par value of Rs.10 each, fully paid up	10,05,00,000
	<u>10,05,00,000</u>

The Company has only one class of shares referred to as equity shares with a par value of Rs.10. The voting rights on equity shares is restricted to only one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

(a) The reconciliation of number of shares outstanding and the amount of share capital is set out below:

Particulars	As at 31 March 2013	
	Number of shares	Amount
Number of shares at the beginning	-	-
Add: Shares issued on exercise of employee stock options	-	-
Add: Shares issued during the year	1,00,50,000	10,05,00,000
Number of shares at the end	<u>1,00,50,000</u>	<u>10,05,00,000</u>

(d) Details of shareholders holding more than 5% shares in the Company:

Particulars	As at 31 March 2013		
	Number of shares	Amount	%age of holding
TTK Partners LLP	1,00,49,994	10,04,99,940	100%

2.02 Reserves and surplus

	As at 31 March 2013
General reserve - Opening balance	-
Add: Transferred from Statement of profit and loss	-
Add: Net profit after tax transferred from Statement of profit and loss	(13,85,677)
Less: Appropriations	
- Proposed dividend	-
- Tax on proposed dividend	-
- Transfer to capital reserve	-
- Transfer to share capital on issue of bonus shares	-
- Transfer to securities premium account	-
- Transfer to debenture redemption reserve	-
- Transfer to revaluation reserve	-
- Transfer to share option outstanding account	-
- Transfer to general reserve	-
	<u>(13,85,677)</u>
	<u>(13,85,677)</u>

2.03 Other current liabilities

	As at 31 March 2013
Other payables	
Payable to related parties	1,79,300
Payable to auditors	50,562
TDS payable	5,618
	<u>2,35,480</u>

2.04 Other non-current assets

	As at 31 March 2013
Secured, considered good	-
Unsecured, considered good	
Advance for Infrastructure Build out	9,88,50,000
	<u>9,88,50,000</u>

2.05 Cash and cash equivalents

	As at 31 March 2013
Balances with banks	4,99,803
	<u>4,99,803</u>



CignaTTK Health Insurance Company Limited
Notes to accounts

2.06 Other expenses

(Amount in Rs)
For the period 12 March
2012 to 31 March 2013

Auditors remuneration	56,180
Rates and taxes	10,50,000
Stamp Duty and Franking Charges	1,00,000
Bank Charges	197
Preliminary expenses	1,79,300
	<u>13,85,677</u>



CignaTTK Health Insurance Company Limited
Cash flow statement for the period 12th March, 2012 to 31st March, 2013

(Amount in Rs)

**For the period 12 March
2012 to 31 March 2013**

Cash flows from operating activities		(13,85,677)
Profit before tax		-
Adjustments:		-
Depreciation and amortisation expense		-
Interest income		-
Dividend income		-
Finance costs		(13,85,677)
Operating cash flows before working capital changes		-
Decrease/ (Increase) in trade receivables		-
Decrease/ (Increase) in loans and advances		-
Decrease/ (Increase) in other current assets		2,35,480
Increase/ (Decrease) in current liabilities and provisions		(11,50,197)
Cash generated from/ (used in) operations		-
Income-tax paid		(11,50,197)
Net cash provided by/ (used in) operating activities	a	
Cash flows from investing activities		-
Net cash provided by/ (used in) investing activities	b	
Cash flows from financing activities		10,05,00,000
Proceeds from issue of share capital		10,05,00,000.00
Net cash provided by/ (used in) financing activities	c	
Net increase/ (decrease) in cash and cash equivalents	a+b+c	9,93,49,803.00
Cash and cash equivalents at the beginning of the year		-
Cash and cash equivalents at the end of the year		9,93,49,803.00

This is the cash flow statement referred to in our report attached

As per our report attached.
for M/s. S. Viswanathan
Chartered Accountants
Firm Registration No. 004770S

C.N.Srinivasan
Partner
Membership No.018205



Place: Bangalore
Date : September 10, 2013

for CignaTTK Health Insurance Company Limited

Jagannathan Thattai Thiruvallur
Director

Sandeep Patel
Managing Director & CEO

Place: Bangalore
Date : September 10, 2013



(Amount in Rs, except otherwise stated)

2.07 Contingent liabilities and commitments

As at 31 March 2013

Contingent liabilities and commitments

Nil

2.08 Auditors remuneration(including legal and professional fees)

For the period 12 March
2012 to 31 March 2013

(a) Auditor	56,180
(b) For taxation matters	-
(c) For company law matters	-
(d) For management services	-
(e) For other services	-
(f) For reimbursement of expenses	-

2.09 Earnings per share

For the period 12 March
2012 to 31 March 2013

Net profit/ (loss) for the year attributed to equity shareholders	(13,85,677)
Weighted average number of equity shares of Rs 10 each used for calculation of earning per share- basic	7,51,299
Weighted average number of equity shares of Rs 10 each used for calculation of earning per share- diluted	7,51,299
Earnings per share- basic	(1.84)
Earnings per share- diluted	(1.84)

2.10 Related party transactions

(A) Name of related parties and description of relationship:

1 Key management personnel and their relatives
Sandeep Arunbhai Patel

2 Enterprises in which Key Management Personnel have significant control
Cigna Helath Solutions India Private Limited

3 Associate Enterprises
TTK Partner LLP

(B) Related party transaction
Nature of transaction

For the period 12 March
2012 to 31 March 2013

Purchase of capital goods	-
Capital grants	-
Service income	-
Sale of assets	-
Payment towards reimbursement of expenses	-
Receipt towards reimbursement of expenses	-
Managerial remuneration	-
Proposed dividend to the holding company	-
Issue of equity shares (to Associate Enterprises)	10,04,99,940
Issue of preference shares	-
Others (Advance Provided to Cigna Health Solutions Pvt Ltd., for Infrastructure Build-out)	9,88,50,000

(C) Balance receivable from and payable to related parties as at the balance sheet date:

Loans and advances	-
Trade receivables	-
Trade payables	-
Unbilled/ Unearned revenues	-
Provision for expenses	-
Others (specify nature)	-



For the period 12 March
2012 to 31 March 2013

2.11 Earnings in foreign currency

Service income	-
Know-how, professional and consultation fees	-
Interest and dividend	-
Other income	-
	-

- 2.12 Company being in first year of operations, do not have any retirement plans like Gratuity and Leave Encashment. Hence no provision for retirement benefit plans made during the year.
- 2.13 In view of the losses and in accordance with AS 22 deferred tax assets on unabsorbed depreciation, carry forward losses and other timing differences have not been recognised as there is no virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax asset will be realised
- 2.14 The company was incorporated on 12-March-2012. This being, first year of operations previous year figures are not provided.

for M/s.S.Viswanathan
Chartered Accountants
Firm Registration No. 044770S

C.N.Srinivasan
Partner
Membership No. 018205



Place: Bangalore
Date : September 10, 2013

for CignaTTK Health Insurance Company Limited

Jaganathan Thattai Thiruvallur
Director

Sandeep Patel
Managing Director & CEO

Place: Bangalore
Date : September 10, 2013

