

# Canara HSBC Life Insurance Co Ltd

## IPO Note



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Canara HSBC Life Insurance Company Limited, incorporated in 2007, is a joint venture between Canara Bank, Punjab National Bank, and HSBC Insurance (Asia Pacific) Holdings Limited. The company operates as a life insurer offering a diversified portfolio including individual and group life insurance, term, savings, pension, and unit-linked products. Leveraging bancassurance partnerships with Canara Bank and Punjab National Bank, it has built a strong distribution network across India.

For FY23, FY24, and FY25, the company reported total income of INR 24,526.12 crores, INR 26,857.47 crores, and INR 30,142.61 crores respectively. Profit after tax stood at INR 911.94 crores in FY23, INR 1,133.17 crores in FY24, and INR 1,169.81 crores in FY25. Net worth increased from INR 13,530.65 crores in FY23 to INR 15,168.63 crores in FY25, reflecting consistent financial strength and stability

Canara HSBC Life Insurance has developed a strong reputation for customer-centric solutions, regulatory compliance, and sound corporate governance. Its risk management and actuarial practices are designed to ensure long-term sustainability. The company has also been strengthening its digital initiatives, improving customer engagement, and enhancing operational efficiency to meet evolving market demands.

Looking ahead, the company intends to expand its product portfolio, deepen penetration through bancassurance, and scale up digital platforms. With strong promoters, rising profitability, and a trusted brand name, Canara HSBC Life Insurance is well-positioned to capitalize on India's growing life insurance market.

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**Key Consolidated Financial Data (INR Cr, unless specified)**

	Gross Premium	Net Premium	NBP	VNB	VNB margin(%)	PAT	EPS (₹)	BVPS (₹)	P/E (X)	P/EV (X)
FY23	7,197	2,079	1,843	0	0.0	91	0.9	14	110.4	2.4
FY24	7,129	6,933	1,786	378	20.0	113	1.1	14	88.9	1.9
FY25	8,027	7,860	2,228	446	19.1	117	1.2	15	86.1	1.6

Source: Company RHP

Industry	Insurance
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**Scrip Details**

Listing	BSE &NSE
Open Date	October 10, 2025
Close Date	October 14, 2025
Price Band	INR 100 to 106
Face Value	INR 10
Market Lot	140 Shares
Minimum Lot	1

**Issue Structure**

Issue Size (INR cr)	2517.5
Issue Size (Shares cr)	23.75
QIB Share (%)	≤50%
Non-Inst Share (%)	≥15%
Retail Share (%)	≥35%
Pre Issue sh. (cr)	95.00
Post Issue sh. (cr)	95.00
Post Issue Market Cap (cr)	10,070

Shareholding (%)	Pre (%)	Post (%)
Promoter	77	62
Public	23	38
<b>TOTAL</b>	<b>100</b>	<b>100</b>

## Issue Structure and Offer Details

Canara HSBC Life Insurance Co.Ltd. IPO is a book build issue of INR 2,517.50 crores. The issue is entirely an offer for sale of INR 23.75 crore shares of INR 2,517.50 crore.

Issue Structure	
Investor Category	Allocation
QIB	Not more than 50.00% of the Net offer
NII	Not less than 15.00% of the Net Offer
Retail	Not less than 35.00% of the Net Offer

*Number of shares based on a higher price band of INR 106*

*Source: Company Reports*

### Objects of the Issue

1. To carry out the Offer for Sale of up to 237,500,000 Equity Shares of face value of ₹10 each by the Selling Shareholders aggregating up to INR 2517.5 Crores; and
2. Achieve the benefits of listing the Equity Shares on the Stock Exchanges

## Financial Summary

Fig in INR cr, unless specified	FY23	FY24	FY25	Fig in INR cr, unless specified	FY23	FY24	FY25
<b>Policyholders' account</b>				<b>Key metrics</b>			
Gross premium	7,197.4	7,128.7	8,027.5	AUM (INR billion)	30,204	37,380	41,166
<i>YoY Growth (%)</i>	<i>14.6</i>	<i>21.0</i>	<i>4.4</i>	NBP	1,843	1,786	2,228
- First year premium	1,637.4	1,693.8	2,173.7	APE	1,884	1,888	2,339
- Renewal premium	3,480.7	4,227.6	4,905.9	VNB	0	378	446
- Single premium	2,079.1	1,207.2	947.8	VNB margins (%)	0.0	20.0	19.1
Reinsurance Amount	(177.2)	(196.1)	(167.7)	Embedded value	4,272	5,180	6,111
Net premium income	7,020.2	6,932.6	7,859.8	EV per share (INR)	45	55	64
<i>YoY Growth (%)</i>	<i>13.9</i>	<i>21.0</i>	<i>3.9</i>	<b>Balance sheet</b>			
Income from investments	1,313.4	4,812.4	2,757.4	Networth	1,353	1,419	1,517
Other income	11.3	10.7	18.8	Borrowings	0	0	0
Contribution from shareholders' a/c				Policyholders' funds	16,363	20,633	23,344
Total income	8,344.9	11,755.7	10,636.0	Funds for future appropriations	605	642	688
<i>YoY Growth (%)</i>	<i>(1.7)</i>	<i>62.6</i>	<i>(11.9)</i>	Current liabilities	12,228	15,122	16,303
Commission	413.5	411.1	507.1	Provisions			
Employee cost				Total equity & liabilities	30,549	37,816	41,852
Operating expenses	836.2	935.4	994.2	Investments	1,031	1,265	1,601
Benefits paid	7,023.3	10,261.1	8,955.2	Loans	761	935	48
Change in liabilities				Fixed assets	0	0	0
Provisions	(1.6)	0.4	(2.0)	Cash & bank balance	416	475	185
GST	65.7	72.0	90.7	Advances & other assets			
Tax	-	-	-	Total assets			
Surplus/ (Deficit)	7.7	75.7	90.7	<b>Ratios</b>			
Transfer to shareholders' a/c	169.6	144.4	132.0	RoE (%)	6.7	8.0	7.7
<b>Shareholders' account</b>				PAT/EV (%)	2.1	2.2	1.9
Transfer to shareholders' a/c	169.6	144.4	132.0	Opex as % of Net Premium (%)	11.9	13.5	12.6
Income from investments	85.3	88.4	91.7	Commission as % of Net Premium (%)	5.9	5.9	6.5
Other income	11.3	10.7	18.8	<b>Valuations</b>			
Expenses related to shareholders' a/c				P/BV	7.4	7.1	6.6
Transfer to policyholders' account	169.6	144.4	132.0	P/E	110.4	88.9	86.1
Provisions	(1.2)	(0.3)	(0.0)	P/VNB	0.0	26.7	22.6
PBT	99.8	123.8	128.1	P/EV	2.4	1.9	1.6
Tax	8.6	10.5	11.2				
PAT	91.2	113.3	116.9				

Source: Company RHP

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