

September 23, 2022

TATA AIA Life Insurance Company Limited: Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Issuer Rating	-	-	[ICRA]AAA (Stable); withdrawn
Total	-	-	

*Instrument details are provided in Annexure I

Rationale

ICRA has withdrawn the issuer rating at the request of TATA AIA Life Insurance Company Limited. As per the information available on the public domain, ICRA does not see any material change in the issuer risk¹, since the last time the rating was reviewed. The key rating drivers, liquidity position, key financial indicators and rating sensitivities have not been captured as the rating has been withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Issuer Rating Methodology for Life Insurance Companies Policy on Withdrawal of Credit Ratings
Parent/Group support	Parent/Group Company: Tata Sons ICRA factors in the strong promoter support (Tata Sons). The rating considers the financial and management support received by TATA AIA from its promoter in the form of senior management deputation and board representation, and equity infusions in the past apart from brand linkages.
Consolidation/Standalone	For arriving at the rating, ICRA has considered the standalone financials.

About the company

TATA AIA Life Insurance Company Limited is a joint venture between Tata Sons Limited (51% equity shareholding) and AIA International Limited (49%). TATA AIA provides life insurance products and services in India. The product offerings include protection, wealth, savings and child solutions for individuals and group solutions like credit life and group term for corporates. The company was incorporated in 2000 and is based in Mumbai. TATA AIA's gross premium written was Rs. 14,445 crore in FY2022 (Rs. 11,105 crore in FY2021). For the same period, the company's 13th month persistency ratio was 87.8% and the individual death claims settlement ratio was 99%. The company follows a multi-channel distribution approach, which consists of proprietary channels like agency and direct sales force, and partnership distribution channels which include corporate agents and banks.

¹ Issuer risk encompasses the ability of the issuer to pay the policy-holder claims, and honor debt obligations.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Type	Current rating (FY2023)		Chronology of rating history for the past 3 years			
		Amount rated (Rs. crore)	Amount outstanding as of Sep 23, 2022 (Rs. crore)	Date & rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021	Date & Rating in FY2020
				Sep 23, 2022	Sep 16, 2021	Aug 31, 2020	Oct 30, 2019
1 Issuer Rating	Long Term	-	-	[ICRA]AAA (Stable); Withdrawn	[ICRA]AAA (Stable)	[ICRA]AAA (Stable); Assigned	-
2 Claims Paying Ability Rating	Long Term	-	-		-	iAAA; Withdrawn	iAAA

Complexity level of the rated instruments

Instrument	Complexity Indicator
Issuer Rating	Not Applicable

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on ICRA's website: www.icra.in

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Issuer Rating	NA	NA	NA	NA	[ICRA]AAA (Stable); withdrawn

Source: Company

Annexure II: List of entities considered for consolidated analysis – Not applicable

ANALYST CONTACTS

Karthik Srinivasan

+91 22 6114 3444

karthiks@icraindia.com.com

Sahil Udani

+91 22 6114 3429

sahil.udani@icraindia.com

Harsh Mange

+91 33 7150 1146

harsh.mange@icraindia.com

Niraj Jalan

+91 33 7150 1146

niraj.jalan@icraindia.comcom

RELATIONSHIP CONTACT

L. Shivakumar

+91 22 6114 3406

shivakumar@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani

Tel: +91 124 4545 860

communications@icraindia.com

Helpline for business queries

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

info@icraindia.com

About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

ICRA Limited



Registered Office

B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001
Tel: +91 11 23357940-45



Branches



© Copyright, 2022 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.