



CAPSTOCKS & SECURITIES (INDIA) PVT. LTD.

Star Health and Allied Insurance Company Ltd IPO (Star Health IPO)

Issue Date :Nov 30 – Dec 02	Sector: Health Insurance
Price Range: Rs 870- Rs 900	Location: Chennai
Market Lot: 16	Issue Size: Rs 7249 Crore
Face Value: 10	

Incorporated in 2006, Star Health and Allied Insurance Company Ltd is **one of the largest private health insurers in India** with a market share of 15.8% in Fiscal 2021. The company primarily focuses on the retail health and group health segments which accounted for 89.3% and 10.7% of the company's total GWP in Fiscal 2021 respectively.

The company mainly distributes policies through individual agents and also includes corporate agent banks and other corporate agents. As of Sep 31, 2021, its network distribution includes 779 health insurance branches across 25 states and 5 union territories in India. Star Health has also built one of the largest health insurance hospital networks in India with more than 11,778 hospitals.

Competitive strengths

- Largest private health insurance company in India with leadership in the attractive retail health segment.
- Largest network distribution in the health insurance industry.
- Diversified product suite with a focus on innovation and specialized products.
- Strong risk management with superior claims ratio and quality customer services.
- Demonstrated track record of operating and financial performance.

Company Promoters:

Safecrop Investments India LLP, Westbridge AIF I and Rakesh Jhunjhunwala are the company promoters.

Objects of the Issue:

The IPO aims to utilize the net proceed to augment the company's capital base and insolvency level.

Company Financials:

Summary of financial Information (Restated Consolidated)

Particulars	For the year ended (₹ in million)		
	31-Mar-21	31-Mar-20	31-Mar-19
Total Assets	44665.72	18967.69	16426.35
Total Revenue	-9077.76	4619.61	2262.54
Profit After Tax	-8255.81	2680.02	1282.26

Particulars	For the Quarter ended (₹ in million)	
	30-Sep-21	30-Sep-20
Total Assets	49749.42	21008.88
Total Revenue	-4946.8	3343.05
Profit After Tax	-3802.69	1992.87

Our Rating: 18 (Good)

Rating Procedure

	Criteria for giving points	Points	Out Off
Business Risk	Lesser risk higher points	3	5
Financial Risk	Lesser risk higher points	3	5
Market Risk	Lesser risk higher points	3	5
Objective of IPO	Growth & expansion gets more points	3	5
Price	Fair price will get more points	6	10
Total		18	30

A	21 & Above 21	Best to apply	D	11 to 14	Poor
B	18 to 20	Good	E	10 & Below 10	Very Poor
C	15 to 17	Average			

Note: The issue is fully priced. So investors with medium to long term view can subscribe the issue Star Health and Allied Insurance Company Ltd.

You can apply through Capstocks website EIPO link: <https://kyc.capstocks.com/ipo>

You can also apply by ASBA internet banking of your bank account.

Contact: Anil Kumar 0471-4093333, 9847060019, email: helpdesk@capstocks.com

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