

### Condensed Unaudited Financial Statements - Quarter Ended March 31, 2018

The Directors are pleased to present the condensed unaudited financial statements of the Group and the Company for the Quarter Ended March 31, 2018.

#### (a) Basis of Accounting

The interim quarterly condensed financial statements have been prepared on the same basis of the accounting policies set out in the statutory financial statements of the Group/Company for the year ended December 31, 2017, except for the adoption of relevant amendments to published Standards, Standards and Interpretations issued now effective. IFRS 9 Financial Instruments and IFRS 15 Revenue from Contracts with Customers are effective from 1 January 2018. The Group plans to defer the application of IFRS 9 until the earlier of the effective date of the new insurance contract standard (IFRS 17) of 1 January 2021, opting for the temporary exemption from applying IFRS 9 by the amendments to IFRS 4. Insurance contracts within the scope of IFRS 4 Insurance Contracts are excluded from the scope of IFRS 15.

#### (b) Operations

The increase in gross premium income over the first three months was satisfactory compared to the corresponding period in 2017.

#### (c) Investments

Our investment portfolio made further gains in the first quarter of 2018, led by the positive performance of our local investments. The SEMDEX grew at a healthy pace. On the international side, although equity markets started the year on a robust note, they closed lower as investors feared that US interest rates would rise faster and due to trade hostilities between US and China. A further depreciation of the USD against the MUR weighed on performance.

On the fixed income side, although excess liquidity fell over the quarter compared to end 2017, it remains high and continues to weigh on long-term yields. Despite this challenging environment, our fixed income portfolio continued to deliver a commendable performance.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd  
Company Secretary  
May 14, 2018

### 1. Life Assurance Fund

	THE GROUP		THE COMPANY	
	Quarter ended Mar 31, 2018 Rs'000	Quarter ended Mar 31, 2017 Rs'000	Quarter ended Mar 31, 2018 Rs'000	Quarter ended Mar 31, 2017 Rs'000
Gross premiums	1,134,964	1,022,546	1,134,964	1,022,546
Net premiums	1,101,790	975,271	1,101,790	975,271
Investment and other income	463,410	377,201	390,121	322,333
Share of profit of associates	50	4	-	-
	1,565,250	1,352,476	1,491,911	1,297,604
Surplus for the period before taxation	542,202	567,133	507,652	525,635
Taxation	(6,184)	(6,536)	-	-
Surplus for the period	536,018	560,597	507,652	525,635
Surplus allocated as follows:				
- Life Assurance Fund	530,378	554,568	507,652	525,635
- Proprietors' Fund	-	-	-	-
- Non-controlling interests	5,640	6,029	-	-
	536,018	560,597	507,652	525,635

### 2. Statements of Financial Position

	THE GROUP		THE COMPANY	
	Unaudited as at Mar 31, 2018 Rs'000	Audited as at Dec 31, 2017 Rs'000	Unaudited as at Mar 31, 2018 Rs'000	Audited as at Dec 31, 2017 Rs'000
<b>Assets</b>				
<b>Non-current assets</b>				
Property and equipment	273,797	275,504	248,887	250,681
Investment properties	477,004	479,475	437,182	439,653
Investment in subsidiary companies	-	-	540,012	540,012
Investment in associated companies	34,921	35,078	614	614
Investment in financial assets	32,270,761	31,810,041	32,234,426	31,781,820
Loans and receivables	4,440,299	4,510,844	4,453,737	4,524,282
Other non-current assets	101,573	103,833	13,824	15,002
	37,598,355	37,214,775	37,928,682	37,552,064
<b>Current assets</b>	4,981,730	4,623,255	4,480,636	4,202,670
<b>Total assets</b>	42,580,085	41,838,030	42,409,318	41,754,734
<b>Equity and liabilities</b>				
<b>Capital and reserves (attributable to owners of the parent)</b>				
Share capital	26,322	26,322	26,322	26,322
Proprietors' fund	706,497	703,425	706,497	703,425
Reserves	61,214	61,214	529,643	529,643
Owners' interest	794,033	790,961	1,262,462	1,259,390
Non-controlling interests	187,081	181,358	-	-
<b>Total equity</b>	981,114	972,319	1,262,462	1,259,390
<b>Life Assurance Fund</b>	40,641,954	39,881,578	40,293,782	39,556,256
<b>Non-current liabilities</b>				
Retirement benefit obligations	57,141	70,340	52,027	66,126
Other non-current liabilities	94,110	87,022	94,110	87,022
	151,251	157,362	146,137	153,148
<b>Current liabilities</b>	805,766	826,771	706,937	785,940
<b>Total equity and liabilities</b>	42,580,085	41,838,030	42,409,318	41,754,734

### 3. Statements of Changes in Equity

#### Attributable to owners of the parent company

	Share Capital	Proprietors' Fund		Amalgamation Reserves	Other Reserves	Total	Non-controlling Interests	Total Equity
		Distributable	Non distributable					
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>THE GROUP</b>								
Balance at January 1, 2018	26,322	277,882	425,543	61,214	-	790,961	181,358	972,319
Interest allocated	-	3,072	-	-	-	3,072	-	3,072
Net movement for the period	-	-	-	-	-	-	5,723	5,723
Balance at March 31, 2018	26,322	280,954	425,543	61,214	-	794,033	187,081	981,114
Balance at January 1, 2017	26,322	130,080	505,320	61,214	-	722,936	171,030	893,966
Interest allocated	-	(958)	-	-	-	(958)	-	(958)
Net movement for the period	-	-	-	-	-	-	6,273	6,273
Transfer from Life Assurance Fund	-	-	(79,777)	-	-	(79,777)	-	(79,777)
Balance at March 31, 2017	26,322	129,122	425,543	61,214	-	642,201	177,303	819,504

#### THE COMPANY

Balance at January 1, 2018	26,322	277,882	425,543	61,214	468,429	1,259,390
Interest allocated	-	3,072	-	-	-	3,072
Balance at March 31, 2018	26,322	280,954	425,543	61,214	468,429	1,262,462
Balance at January 1, 2017	26,322	130,080	505,320	61,214	468,429	1,191,365
Interest allocated	-	(958)	-	-	-	(958)
Transfer from Life Assurance Fund	-	-	(79,777)	-	-	(79,777)
Balance at March 31, 2017	26,322	129,122	425,543	61,214	468,429	1,110,630

### 4. Statements of Cash Flows

#### THE GROUP

	Quarter Ended	Quarter Ended
	Mar 31, 2018	Mar 31, 2017
	Rs'000	Rs'000
Net cash generated from operating activities	476,002	651,383
Net cash used in investing activities	(515,498)	(237,171)
Net cash used in financing activities	(121,082)	(123,582)
(Decrease)/Increase in cash and cash equivalents	(160,578)	290,630
Movement in cash and cash equivalents		
At January 1,	2,581,701	3,602,170
(Decrease)/Increase	(160,578)	290,630
Effects of exchange rate changes	(6,435)	(10,872)
At March 31,	2,414,688	3,881,928

#### THE COMPANY

	Quarter Ended	Quarter Ended
	Mar 31, 2018	Mar 31, 2017
	Rs'000	Rs'000
Net cash generated from operating activities	445,354	293,328
Net cash used in investing activities	(506,570)	(238,075)
Net cash used in financing activities	(121,082)	(121,082)
(Decrease)/Increase in cash and cash equivalents	(182,298)	(65,829)
Movement in cash and cash equivalents		
At January 1,	2,215,290	3,310,990
(Decrease)/Increase	(182,298)	(65,829)
Effects of exchange rate changes	(6,376)	(7,552)
At March 31,	2,026,616	3,237,609

This Communiqué is issued pursuant to DEM Rule 17 and published as per the Securities Act 2005.

Copies of these condensed unaudited financial statements and the statement of officers' interests are available to the public free of charge with the Secretary, at the Company's registered office, Swan Centre, 10 Intendance Street Port Louis.

The Board of Directors of Swan Life Ltd accepts full responsibility for the accuracy of the information contained in this communiqué.

For the future For your future

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