



Condensed Unaudited Financial Statements - Nine Months and Quarter Ended September 30, 2018

The Directors are pleased to present the condensed unaudited financial statements of the Group and the Company for the Nine Months and Quarter ended September 30, 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

(b) operations
Short Term
The gross written and net earned premiums grew appreciably amidst stiff market competition in all lines of business.
The underwriting surplus yielded a satisfactory result despite the adverse first quarter natural catastrophe events.

The long-term operations continued to deliver satisfactory results for the third quarter ended September 2018

(c) Investments

(c) investments

The investment portfolio made further gains over the third quarter as both the equity and fixed income investments contributed positively to overall performance. The performance of the local equity market was subdued over the quarter with foreign investors remaining net sellers. On the international scene, developed and emerging equity markets headed in opposite directions. US equities delivered the best returns on the back of robust economic indicators while emerging markets closed lower as their improving fundamentals were clouded by the impact of a strong dollar, US-China trade tensions, and uncertainties in Turkey and Argentina.

On the fixed income market, although excess liquidity in the financial system hit an all-time high in the third quarter and fixed income yields remained relatively low, the fixed income portfolio performance remained encouraging.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd Company Secretary November 13, 2018

1. Statements of Financial Position

	THE GF	THE GROUP		
ASSETS Non-current assets	Unaudited as at Sept 30, 2018 Rs'000	Audited as at Dec 31, 2017 Rs'000		
Property and equipment	124,098	90,899		
Investment in subsidiary companies	-	-		
Investment in associated company and joint venture	135,559	61,242		
Investment in financial assets	1,715,641	1,856,171		
Other non-current assets	246,338	261,341		
	2,221,636	2,269,653		
Current assets	4,610,342	3,565,349		
Life business assets	41,391,610	39,881,578		
Total assets	48,223,588	45,716,580		
EQUITY AND LIABILITIES Capital and reserves				
Share capital	41.379	41.379		
Retained earnings	1,731,706	1,604,806		
Reserves	1,354,304	1,026,634		
Owners' interest	3,127,389	2,672,819		
Non-controlling interests	450,772	352.569		
Total equity	3,578,161	3,025,388		
Life assurance fund	41,391,610	39,881,578		
Technical Provisions	2,416,537	2,082,371		
Non-current liabilities	167,075	214,373		
6	43,975,222	42,178,322		
Current liabilities	670,205	512,870		
Total equity and liabilities Net assets per share (Rs/cs)	<u>48,223,588</u> 377.90	45,716,580 322.97		
Number of shares used in calculation	8.275.769	8.275.769		
reamber of shares used in calculation	0,273,709	0,213,109		

THE COMPANY				
Unaudited as at	Audited as at			
Sept 30, 2018 Rs'000	Dec 31, 2017 Rs'000			
93,314	90,258			
536,371	536,371			
34,509	500			
1,483,388	1,630,544			
275,548 2,423,130	223,139			
2,423,130	2,480,812 2.378,332			
2,707,277	2,370,332			
5,210,407	4,859,144			
41,379	41,379			
1,861,607	1,730,617			
428,724	473,373			
2,331,710	2,245,369			
2 224 740	2.245.369			
2,331,710	2,245,369			
_	_			
2,315,057	2.021,414			
129,881	187,032			
2,444,938	2,208,446			
433,759	405,329			
5,210,407	4,859,144			
281.75	271.32			
8,275,769	8,275,769			

2. Statements of Profit or Loss and Other Comprehensive Income

Gross premiums Net earned premiums Share of profit/(loss) of associa Profit before taxation Taxation Profit for the period Other comprehensive income for the com	
Profit attributable to: Owners of the parent Non-controlling interests	
Total comprehensive income a Owners of the parent Non-controlling interests	ttributable to:
Earnings per share (Rs/cs) Number of shares used in calcu	ulation

THE GROUP						
9 months Ended Sept 30, 2018 Rs'000	9 months Ended Sept 30, 2017 Rs'000	Quarter Ended Sept 30, 2018 Rs'000	Quarter Ended Sept 30, 2017 Rs'000			
5,712,179	5,012,458	2,135,351	1,698,709			
4,406,707	3,853,052	1,532,313	1,253,059			
3,890	309	3,808	124			
141,146	98,658	115,914	65,510			
(13,663)	(11,183)	(7,671)	(4,487)			
127,483	87,475	108,243	61,023			
74,438	166,991	(43,924)	16,041			
201,921	254,466	64,319	77,064			
126,900	87,560	107,377	61,091			
583	(85)	866	(68)			
127,483	87,475	108,243	61,023			
124,269	253,968	60,707	75,935			
77,652	498	3,612	1,129			
201,921	254,466	64,319	77,064			
15.33	10.58	12.97	7.38			
8,275,769	8,275,769	8,275,769	8,275,769			

THE COMPANY						
9 months Ended	9 months Ended	Quarter Ended	Quarter Ended			
Sept 30, 2018	Sept 30, 2017	Sept 30, 2018	Sept 30, 2017			
Rs'000	Rs'000	Rs'000	Rs'000			
2,257,219	2,039,300	895,999	767,782			
1,178,354	1,080,774	407,393	379,579			
-	-	-	-			
142,347	119,492	104,957	70,864			
(11,357)	(11,054)	(6,309)	(4,419)			
130,990	108,438	98,648	66,445			
(44,649)	123,175	(65,218)	(1,942)			
86,341	231,613	33,430	64,503			
130,990	108,438	98,648	66,445			
-	-	-	-			
130,990	108,438	98,648	66,445			
86,341	231,613	33,430	64,503			
-			-			
86,341	231,613	33,430	64,503			
15.83	13.10	11.92	8.03			
8,275,769	8,275,769	8,275,769	8,275,769			





3. Statements of Changes in Equity

		Attributable to owners of the parent company				_				
(a) THE GROUP	Share Capital Rs'000	Fair Value Reserve Rs'000	Other Reserves Rs'000	Proprietors' Fund Rs'000	Retained Earnings Rs'000	Amalgamation Reserve Rs'000	Actuarial gains/(losses) Rs'000	Total	Non-controlling Interests Rs'000	Total Equity Rs'000
Balance at January 1, 2018	41,379	350.387	31,321	476,056	1,604,806	267,477	(98,607)	2.672.819	352,569	3,025,388
Profit for the period	-	-		-	126,900	,	-	126,900	583	127,483
Other comprehensive income for the period	_	(43,656)	1,413	39,612		-	-	(2,631)	77,069	74,438
Other movement	-		· -	· -	-	-	-	-	17,481	17,481
Non distributable reserve	-	-	-	330,301	-	-	-	330,301	· · · · · · · · · · · · · · · · · · ·	330,301
Acquisition of group company	-	-			-			-	3,070	3,070
Balance at September 30, 2018	41,379	306,731	32,734	845,969	1,731,706	267,477	(98,607)	3,127,389	450,772	3,578,161
Dalance at January 1 2017										
Balance at January 1, 2017	44.370	200 545	E4.460	440 707	4 40 4 440	267.477	(04.704)	2 204 027	244 522	2 720 550
As previously stated	41,379	208,515	54,460	419,787	1,494,110 (34,291)	267,477	(91,701)	2,394,027 (37,489)	344,523 (7.804)	2,738,550
Corrections of prior period errors As restated	41,379	208,515	(108)	419,787	1,459,819	267,477	(3,090) (94,791)	2,356,538	1 / /	(45,293) 2,693,257
Profit for the period	41,379	208,515	54,352	419,787	1,459,819 87,560	207,477	(94,791)	2,356,538 87,560	336,719 (85)	2,693,257 87,475
Other comprehensive income for the period	-	159,934	(10,210)	16.684	07,300	=	=	166,408	583	166,991
Other movement		137,734	(10,210)	10,004				100,408	18,284	18,284
Non distributable reserve				(65,991)				(65,991)	(13,785)	(79,776)
Balance at September 30, 2017	41,379	368,449	44,142	370,480	1,547,379	267.477	(94,791)	2,544,515	341.716	2,886,231
Balance at September 50, 20 h	11,517	300,117	7.1,7.12	370,100	1,5 11 ,51 2	201,111	(> 1,1 > 1)	2,3 1 1,3 13	3 11,1 10	2,000,231
(b) THE COMPANY										
Balance at January 1, 2018	41,379	308,296	43,099		1,730,617	220,593	(98,615)	2,245,369		
Profit for the period	-	-			130,990			130,990		
Other comprehensive income for the period	-	(44,649)	-	-	-	-	-	(44,649)		
Balance at September 30, 2018	41,379	263,647	43,099	9	1,861,607	220,593	(98,615)	2,331,710		
Balance at January 1, 2017										
As previously stated	41,379	210,550	43,099	_	1,619,522	220,593	(91,709)	2,043,434		
Corrections of prior period errors	41,379	-	- 3,099	_	(26,235)		(3,090)	(29,325)		
As restated	41,379	210,550	43,099	-	1,593,287	220,593	(94,799)	2,014,109	_	
Profit for the period	-1,575		.5,077	-	108,438	-	(54,755)	108,438		
Other comprehensive income for the period	_	123,175	-		-			123,175		
Balance at September 30, 2017	41.379	333.725	43.099	-	1.701.725	220.593	(94,799)	2.245.722	_	

4. Statements of Cash Flows

	THE	GROUP	THE	COMPANY
	9 Months Ended Sept 30, 2018 Rs'000	9 Months Ended Sept 30, 2017 Rs'000	9 Months Ended Sept 30, 2018 Rs'000	Sept 30, 2017
Net cash generated (used in) / from operating activities Net cash generated from investing activities Net cash used in financing activities Increase in cash and cash equivalents	(20,831) 180,596 (115,370) 44,395	67,533 48,071 (64,980) 50,624	(72,121) 203,279 (115,370) 15,788	38,818 (54,387)
Movement in cash and cash equivalents: At January 1 Increase Effect of exchange rate changes	224,022 44,395 (1,891)	138,396 50,624 (2,420)	161,842 15,788 865	69,980 71,837
At September 30	266,526	186,600	178,495	140,562

5. Segment Information - (Group)

	Life	Casualty	Property	Total
Nine Months Ended September 30, 2018	Rs'000	Rs'000	Rs'000	Rs'000
Gross premiums	3,308,487	1,744,191	659,501	5,712,179
Underwriting surplus	871	211,270	169,882	382,023
Investment & other income				146,188
Management expenses, depreciation & amortisation				(390,955)
Share of profit of associated company & joint ventures				3,890
Profit before tax				141,146
Nine Months Ended September 30, 2017				
Gross premiums	2,891,756	1,662,745	457,957	5,012,458
Underwriting surplus	-	202,388	147,093	349,481
Investment & other income				108,783
Management expenses, depreciation & amortisation				(359,915)
Share of profit of associated company & joint ventures				309
Profit before tax				98,658