

## Condensed Unaudited Financial Statements - Half Year and Quarter Ended June 30, 2019

The Directors are pleased to present the condensed unaudited financial statements of the Group and the Company for Half Year and Quarter Ended June 30, 2019.

### (a) Basis of Accounting

The abridged financial statements of the Group and the Company are unaudited and have been prepared using the same accounting policies as the audited financial statements for the year ended December 31, 2018, except for the adoption of new International Financial Reporting Standards issued which are now effective.

### (b) Operations

The increase in gross premium income over the second quarter of 2019 was satisfactory as compared to the same period in 2018.

### (c) Investments

Our investment portfolio made further gains over the second quarter with strong support from international equity markets. The latter rallied following increasingly accommodative central banks, with both the US Federal Reserve and the European Central Bank hinting further monetary easing. On the other hand, the local

equity market remained weak on the back of sustained foreign exit amid a stronger US Dollar.

On the fixed income side, our portfolio continued to deliver encouraging returns despite the challenging environment characterised by persistently high excess liquidity and low yields.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd  
Company Secretary  
August 13, 2019

## 1. Statements of Financial Position

	THE GROUP		THE COMPANY	
	Unaudited as at June 30 2019 Rs'000	Audited as at Dec 31 2018 Rs'000	Unaudited as at June 30 2019 Rs'000	Audited as at Dec 31 2018 Rs'000
<b>Assets</b>				
<b>Non-current assets</b>				
Property and equipment	280,887	275,483	255,764	250,680
Investment properties	439,568	478,896	399,746	439,074
Investment in subsidiary companies	-	-	540,012	540,012
Investment in associated companies	42,049	36,945	614	614
Investment in financial assets	33,948,719	33,284,111	33,881,762	33,222,441
Loans and receivables	4,408,088	3,966,249	4,421,526	3,979,687
Other non-current assets	93,792	97,024	13,143	14,008
	39,213,103	38,138,708	39,512,567	38,446,516
<b>Current assets</b>	6,449,476	5,149,590	5,939,227	4,708,893
<b>Total assets</b>	45,662,579	43,288,298	45,451,794	43,155,409
<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	1,274,500	1,366,252	1,274,500	1,366,252
Reserves	61,214	61,214	529,643	529,643
Owners' interest	1,362,036	1,453,788	1,830,465	1,922,217
Non-controlling interests	203,396	190,331	-	-
Total equity	1,565,432	1,644,119	1,830,465	1,922,217
<b>Life Assurance Fund</b>	42,957,707	40,644,034	42,526,967	40,273,465
<b>Non-current liabilities</b>				
Retirement benefit obligations	78,358	76,831	73,278	74,000
Other non-current liabilities	163,524	150,374	163,524	150,374
	241,882	227,205	236,802	224,374
<b>Current liabilities</b>	897,558	772,940	857,560	735,353
<b>Total equity and liabilities</b>	45,662,579	43,288,298	45,451,794	43,155,409

## 2. Life Assurance Fund

	THE GROUP				THE COMPANY			
	Half Year Ended June 30, 2019 Rs'000	Half Year Ended June 30, 2018 Rs'000	Quarter Ended June 30, 2019 Rs'000	Quarter Ended June 30, 2018 Rs'000	Half Year Ended June 30, 2019 Rs'000	Half Year Ended June 30, 2018 Rs'000	Quarter Ended June 30, 2019 Rs'000	Quarter Ended June 30, 2018 Rs'000
Gross premiums	2,306,787	2,146,390	1,059,816	1,011,426	2,306,787	2,146,390	1,059,816	1,011,426
Net premiums	2,233,837	2,078,055	1,023,603	976,265	2,233,837	2,078,055	1,023,603	976,265
Investment and other income	988,344	939,724	540,756	476,314	896,721	794,669	498,522	404,548
Share of profit of associates	5,104	663	1,384	613	-	-	-	-
	3,227,285	3,018,442	1,565,743	1,453,192	3,130,558	2,872,724	1,522,125	1,380,813
Surplus for the period before taxation	1,037,181	1,038,407	355,148	496,205	940,231	955,200	313,526	447,548
Taxation	(15,152)	(15,416)	(6,277)	(9,232)	-	(3,000)	-	(3,000)
Surplus for the period	1,022,029	1,022,991	348,871	486,973	940,231	952,200	313,526	444,548
Surplus allocated as follows:								
- Life Assurance Fund	1,008,871	1,010,109	343,458	479,731	940,231	952,200	313,526	444,548
- Proprietors' Fund	-	-	-	-	-	-	-	-
- Non-controlling interests	13,158	12,882	5,413	7,242	-	-	-	-
	1,022,029	1,022,991	348,871	486,973	940,231	952,200	313,526	444,548

### 3. Statements of Changes in Equity

	Attributable to owners of the parent							
	Share Capital Rs'000	Proprietors' Fund		Amalgamation Reserves Rs'000	Other Reserves Rs'000	Total Rs'000	Non-Controlling Interest Rs'000	Total Equity Rs'000
		Distributable	Non distributable					
<b>(a) THE GROUP</b>								
Balance at January 1, 2019	26,322	541,409	824,843	61,214	-	1,453,788	190,331	1,644,119
Interest allocated	-	23,941	-	-	-	23,941	-	23,941
Net movement for the period	-	-	-	-	-	-	13,065	13,065
Transfer to Life Assurance Fund	-	-	(115,693)	-	-	(115,693)	-	(115,693)
<b>Balance at June 30, 2019</b>	<b>26,322</b>	<b>565,350</b>	<b>709,150</b>	<b>61,214</b>	<b>-</b>	<b>1,362,036</b>	<b>203,396</b>	<b>1,565,432</b>
Balance at January 1, 2018	26,322	277,882	425,543	61,214	-	790,961	181,358	972,319
Interest allocated	-	24,155	-	-	-	24,155	-	24,155
Net movement for the period	-	-	-	-	-	-	12,965	12,965
Transfer from Life Assurance Fund	-	-	399,299	-	-	399,299	-	399,299
Balance at June 30, 2018	<b>26,322</b>	<b>302,037</b>	<b>824,842</b>	<b>61,214</b>	<b>-</b>	<b>1,214,415</b>	<b>194,323</b>	<b>1,408,738</b>
<b>(b) THE COMPANY</b>								
Balance at January 1, 2019	26,322	541,409	824,843	61,214	468,429	1,922,217	-	-
Interest allocated	-	23,941	-	-	-	23,941	-	-
Transfer to Life Assurance Fund	-	-	(115,693)	-	-	(115,693)	-	-
<b>Balance at June 30, 2019</b>	<b>26,322</b>	<b>565,350</b>	<b>709,150</b>	<b>61,214</b>	<b>468,429</b>	<b>1,830,465</b>	<b>-</b>	<b>-</b>
Balance at January 1, 2018	26,322	277,882	425,543	61,214	468,429	1,259,390	-	-
Interest allocated	-	24,155	-	-	-	24,155	-	-
Transfer from Life Assurance Fund	-	-	399,299	-	-	399,299	-	-
Balance at June 30, 2018	<b>26,322</b>	<b>302,037</b>	<b>824,842</b>	<b>61,214</b>	<b>468,429</b>	<b>1,682,844</b>	<b>-</b>	<b>-</b>

### 4. Statements of Cash Flows

	THE GROUP		THE COMPANY	
	Half Year Ended June 30, 2019 Rs'000	Half Year Ended June 30, 2018 Rs'000	Half Year Ended June 30, 2019 Rs'000	Half Year Ended June 30, 2018 Rs'000
	Net cash generated from operating activities	1,070,619	1,015,667	1,002,946
Net cash generating/ (used in) from investing activities	240,286	(1,210,051)	239,264	(1,170,782)
Net cash used in financing activities	-	(121,082)	-	(121,082)
Increase/ (decrease) in cash and cash equivalents	1,310,905	(315,466)	1,242,210	(289,603)
Movement in cash and cash equivalents				
At January 1,	2,465,486	2,581,701	2,092,266	2,215,290
Increase/ (decrease)	1,310,905	(315,466)	1,242,210	(289,603)
Effects of exchange rate changes	26,966	26,357	21,881	26,416
At June 30,	3,803,357	2,292,592	3,356,357	1,952,103

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.

