

## Condensed Unaudited Financial Statements - Nine Months and Quarter Ended September 30, 2019

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, 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

Short Term - Despite the highly competitive environment and the increased claims activity, we have managed to effectively control our claims cost and achieved an improved underwriting result compared to the corresponding period last year (375 M compared to 344 M). The bottom line result has been impacted as a result an informed decision on our part to postpone some investment transactions given the prevailing low yield stock market conditions as at September 2019. The outlook for the end of the year, however, remains positive.

Long Term - Gross Premium continued to show a satisfactory growth over the period.

## (c) Investments

The investment portfolio registered additional gains over the quarter, supported mainly by our foreign equity portfolio. While softening global economic growth figures and the ongoing US-China trade dispute continued to weigh on investor sentiment, additional monetary easing measures from major central banks provided relief and pushed international equities higher. On the other hand, the local equity market remained subdued as the MuR weakened further.

On the fixed income side, the performance of our portfolio remained encouraging despite the ongoing challenging environment and the recent cut in Key Repo Rate.

#### For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd Company Secretary November 14, 2019

#### 1. Statements of Financial Position

#### Current assets Life business assets Total assets

# EQUITY AND LIABILITIES Capital and reserves Share capital Retained earnings Other reserves Attributable to owners of the parent Non-controlling interests Total equity

Life assurance fund Technical Provisions Non-current liabilities

Current liabilities
Total equity and liabilities
Net assets per share (Rs/cs)
Number of shares used in calculation

THE GROUP					
Unaudited as at Sep 30, 2019 Rs'000	Audited as at Dec 31, 2018 Rs'000				
139,240	146,314				
- 173.451	- 153.753				
2.033.620	1,731,618				
-	-				
195,567	206,893				
2,541,878	2,238,578				
4,838,258	4,691,394				
43,665,866	40,644,034				
51,046,002	47,574,006				
41,379 1,890,479 1,493,902	41,379 1,834,071 1,422,819				
3,425,760	3,298,269				
482,472	470,795				
3,908,232	3,769,064				
43,665,866 2,358,956 262,510 46,287,332	40,644,034 2,233,651 294,942 43,172,627				
40,207,332	45,172,027				
850,438	632,315				
51,046,002	47,574,006				
413.95	398.55				
8,275,769	8,275,769				

Jnaudited as at Audited Sep 30, 2019 Dec 31, Rs'000 R	
RS 000 R	5,118
	-,
34,509 34	,509
	2,012 9,174
	9,332
2,699,762 2,41° 2,916,360 2,718	1,016 3,834 -
5,616,122 5,129	,850
1,958,159 1,907	4,381
	-
2,446,121 2,283	3,128
-	-
2,222,148 2,09 <sup>2</sup> 230,947 25	1,396 6,721
	51,117
716,906 495	5,605
5,616,122 5,129	
	75.88
8,275,769 8,275	5,769

# 2. Statements of Profit or Loss and Other Comprehensive Income

Gross premiums Net earned premiums Share of profit of associated companies and joint venture
Profit before taxation

Income tax expense
Profit for the period
Other comprehensive income for the period
Total comprehensive income for the period

Profit attributable to: Owners of the parent Non-controlling interests

Total comprehensive income attributable to: Owners of the parent Non-controlling interests

Earnings per share (Rs/cs)
Number of shares used in calculation

THE GROUP								
9 Months Ended Sep 30, 2019 Rs'000	9 Months Ended Sep 30, 2018 Rs'000	Quarter Ended Sep 30, 2019 Rs'000	Quarter Ended Sep 30, 2018 Rs'000					
5,990,595	5,712,179	2,577,388	2,135,351					
4,662,868	4,406,707	2,022,360	1,532,313					
11,161	3,890	2,335	3,808					
65,909 (8,756)	141,146 (13,663)	6,946 (245)	115,914 (7,671)					
57,153 177,096	127,483 74,438	6,701 49,276	108,243 (43,924)					
234,249	201,921	55,977	64,319					
56,408	126,900	6,523	107,377					
745	583	178	866					
57,153	127,483	6,701	108,243					
223,192 11,057	124,269 77,652	49,617 6,360	60,707 3,612					
234,249	201,921	55,977	64,319					
6.82	15.33	0.79	12.97					
8,275,769	8,275,769	8,275,769	8,275,769					

THE COMPANY								
Months Ended Sep 30, 2019 Rs'000	9 Months Ended Sep 30, 2018 Rs'000	Quarter Ended Sep 30, 2019 Rs'000	Quarter Ended Sep 30, 2018 Rs'000					
2,300,039	2,257,219	915,634	895,999					
1,186,930	1,178,354	401,280	407,393					
-	-	-	-					
59,430 (8,639) 50,791 112,202	142,347 (11,357) 130,990 (44,649)	12,662 (2,512) 10,150 12,184	104,957 (6,309) 98,648 (65,218)					
162,993	86,341	22,334	33,430					
50,791 -	130,990	10,150 -	98,648					
50,791	130,990	10,150	98,648					
162,993 -	86,341 -	22,334 -	33,430 -					
162,993	86,341	22,334	33,430					
6.14	15.83	1.23	11.92					

8.275.769

8.275.769

## 3. Statements of Changes in Equity

Attributable to owners of the parent co	owners	Attributable to	of	the	parent	company
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	Share	Fair Value	Other	Proprietors'	Retained	Amalgamation	Actuarial	Total	Non-controlling	Total
	Capital	Reserve	Reserves	Fund	Earnings	Reserve	gain/losses		Interests	Equity
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
(a) THE GROUP										
Balance at January 1, 2019	41,379	195,033	36,594	1,024,347	1,834,071	267,477	(100,632)	3,298,269	470,795	3,769,064
Profit for the period	-	-	· -	-	56,408	-	-	56,408	745	57,153
Other comprehensive income for the period	-	112,735	20,511	33,538	-	-	-	166,784	10,312	177,096
Other movement	-	-	-	-	-	-	-	-	20,612	20,612
Non distributable reserve	-	-	-	(95,701)	-	-	-	(95,701)	(19,992)	(115,693)
Balance at September 30, 2019	41,379	307,768	57,105	962,184	1,890,479	267,477	(100,632)	3,425,760	482,472	3,908,232
Delegae et leggement 2040	44.270	250 207	24.224	476.056	4.604.006	267.477	(00.607)	2 672 040	252.540	2.025.200
Balance at January 1, 2018	41,379	350,387	31,321	476,056	1,604,806	267,477	(98,607)	2,672,819 126,900	352,569 583	3,025,388 127.483
Profit for the period Other comprehensive income for the period	-	(43,656)	1,413	39,612	126,900	-	-	( 2,631)	77.069	74.438
Other movement	-	(43,030)	1,415	39,012	_		-	( 2,031)	17,481	17,481
Non distributable reserve	_	_	_	330,301		_	_	330,301	17,401	330,301
Acquisition of group company	_	_	_	-	-	_	-	330,301	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
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(b) THE COMPANY										
Balance at January 1, 2019	41,379	171,329	43,099	-	1,907,368	220,593	(100,640)	2,283,128		
Profit for the period	-		-	-	50,791	-	-	50,791		
Other comprehensive income for the period	-	112,202	-	-	-	-	- (400 640)	112,202		
Balance at September 30, 2019	41,379	283,531	43,099	-	1,958,159	220,593	(100,640)	2,446,121		
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		-	.5,077	-	130,990		(=0,015)	130,990		
Other comprehensive income for the period	-	(44,649)	-	-		-	-	(44,649)		
Balance at September 30, 2018	41,379	263,647	43,099	-	1,861,607	220,593	(98,615)	2,331,710		
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## 4. Statements of Cash Flows

Net cash generated from/(used in) operating activities Net cash (used in)/generated from investing activities Net cash generated from/(used in) financing activities Increase in cash and cash equivalents

Movement in cash and cash equivalents:

At January 1 Increase Effect of exchange rate changes At September 30

THE GROUP						
9 Months Ended	9 Months Ended					
Sep 30, 2019	Sep 30, 2018					
Rs'000	Rs'000					
176,833	(20,831)					
(144,090)	180,596					
<u>5,097</u>	(115,370)					
37,840	44,395					
497,299	224,022					
37,840	44,395					
6,025	(1,891)					
541,164	266,526					

THE COMPANY					
9 Months Ended	9 Months Ended				
Sep 30, 2019	Sep 30, 2018				
Rs'000	Rs'000				
199,949	( 72,121)				
(174,118)	203,279				
7,794	(115,370)				
33,625	15,788				
359,438	161,842				
33,625	15,788				
2,779	865				
395,842	178,495				

## 5. Segment Information - (Group)

Nine Months Ended September 30, 2019 Gross premiums Underwriting surplus Investment & other income Management expenses, depreciation & amortisation Share of profit of associated companies & joint venture Profit before tax

Nine Months Ended September 30, 2018
Gross premiums
Underwriting surplus
Investment & other income
Management expenses, depreciation & amortisation
Share of profit of associated companies & joint venture
Profit before tax

Life	Casualty	Property	Total
Rs'000	Rs'000	Rs'000	Rs'000
3,533,621	1,870,722	586,252	5,990,595
662	223,803	185,236	409,701
			55,357
			(410,310)
			11,161
			65,909
3,308,487	1,744,191	659,501	5,712,179
871	211,270	169,882	382,023
			146,188
			(390,955)
			3,890
			141,146

This communiqué is issued pursuant to the Listing Rule 12.20 and the Securities Act 2005.

Copies of these condensed unaudited financial statements and the statements of officers' interests, pursuant to Rule 8 of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 are available free of charge from the Company Secretary at the registered office of the Company at Swan Centre, 10 Intendance Street, Port Louis. The condensed unaudited financial statements can also be viewed on the Company's website.