

## 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.

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.

### (b) Operations

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

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd  
Company Secretary  
November 14, 2019

### (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.

## 1. Statements of Financial Position

	THE GROUP		THE COMPANY	
	Unaudited as at Sep 30, 2019 Rs'000	Audited as at Dec 31, 2018 Rs'000	Unaudited as at Sep 30, 2019 Rs'000	Audited as at Dec 31, 2018 Rs'000
<b>Assets</b>				
<b>Non-current assets</b>				
Property and equipment	279,291	275,483	254,082	250,680
Investment properties	437,244	478,896	397,422	439,074
Investment in subsidiary companies	-	-	548,512	540,012
Investment in associated companies	41,252	36,945	614	614
Investment in financial assets	34,750,733	33,284,111	34,680,628	33,222,441
Loans and receivables	4,488,328	3,966,249	4,501,766	3,979,687
Other non-current assets	95,511	97,024	12,407	14,008
	40,092,359	38,138,708	40,395,431	38,446,516
<b>Current assets</b>	6,465,860	5,149,590	5,853,059	4,708,893
<b>Total assets</b>	46,558,219	43,288,298	46,248,490	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	1,291,102	1,366,252	1,291,102	1,366,252
Reserves	61,214	61,214	529,643	529,643
Owners' interest	1,378,638	1,453,788	1,847,067	1,922,217
Non-controlling interests	210,943	190,331	-	-
Total equity	1,589,581	1,644,119	1,847,067	1,922,217
<b>Life Assurance Fund</b>	43,665,866	40,644,034	43,195,966	40,273,465
<b>Non-current liabilities</b>				
Retirement benefit obligations	93,096	76,831	87,116	74,000
Other non-current liabilities	161,484	150,374	161,484	150,374
	254,580	227,205	248,600	224,374
<b>Current liabilities</b>	1,048,192	772,940	956,857	735,353
<b>Total equity and liabilities</b>	46,558,219	43,288,298	46,248,490	43,155,409

## 2. Life Assurance Fund

	THE GROUP				THE COMPANY			
	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	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
Gross premiums	3,530,453	3,304,314	1,223,666	1,157,924	3,530,453	3,304,314	1,223,666	1,154,924
Net premiums	3,419,328	3,197,102	1,185,491	1,119,047	3,419,328	3,197,102	1,185,491	1,119,047
Investment and other income	1,390,881	1,526,316	402,537	517,194	1,238,417	1,311,863	341,696	517,194
Share of profit of associates	940	677	(4,164)	14	-	-	-	-
	4,811,149	4,724,095	1,583,864	1,636,255	4,657,745	4,508,965	1,527,187	1,636,241
Surplus for the period before taxation	1,662,467	1,775,417	625,286	737,010	1,511,321	1,649,879	571,090	694,679
Taxation	(30,914)	(22,779)	(15,762)	(7,363)	-	(3,000)	-	-
Surplus for the period	1,631,553	1,752,638	609,524	729,647	1,511,321	1,646,879	571,090	694,679
Surplus allocated as follows:								
- Life Assurance Fund	1,610,960	1,734,778	602,089	724,669	1,511,321	1,646,879	571,090	694,679
- Proprietors' Fund	-	-	-	-	-	-	-	-
- Non-controlling interests	20,593	17,860	7,435	4,978	-	-	-	-
	1,631,553	1,752,638	609,524	729,647	1,511,321	1,646,879	571,090	694,679

### 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	Non-Controlling Interest Rs'000		Total Equity Rs'000
		Distributable	Non distributable			Total Rs'000	Interest Rs'000	
<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	-	40,544	-	-	-	40,544	-	40,544
Net movement for the period	-	-	-	-	-	-	20,612	20,612
Transfer to Life Assurance Fund	-	-	(115,694)	-	-	(115,694)	-	(115,694)
Balance at Sep 30, 2019	26,322	581,953	709,149	61,214	-	1,378,638	210,943	1,589,581
Balance at January 1, 2018	26,322	277,882	425,543	61,214	-	790,961	181,358	972,319
Interest allocated	-	47,357	-	-	-	47,357	-	47,357
Net movement for the period	-	-	-	-	-	-	17,481	17,481
Transfer from Life Assurance Fund	-	-	399,299	-	-	399,299	-	399,299
Balance at Sep 30, 2018	26,322	325,239	824,842	61,214	-	1,237,617	198,839	1,436,456
<b>(b) THE COMPANY</b>								
Balance at January 1, 2019	26,322	541,409	824,843	61,214	468,429	1,922,217	-	2,824,234
Interest allocated	-	40,544	-	-	-	40,544	-	40,544
Transfer to Life Assurance Fund	-	-	(115,694)	-	-	(115,694)	-	(115,694)
Balance at Sep 30, 2019	26,322	581,953	709,149	61,214	468,429	1,847,067	-	2,874,134
Balance at January 1, 2018	26,322	277,882	425,543	61,214	468,429	1,259,390	-	2,539,380
Interest allocated	-	47,357	-	-	-	47,357	-	47,357
Transfer from Life Assurance Fund	-	-	399,299	-	-	399,299	-	399,299
Balance at Sep 30, 2018	26,322	325,239	824,842	61,214	468,429	1,706,046	-	2,692,092

### 4. Statements of Cash Flows

	THE GROUP		THE COMPANY	
	9 months Ended Sep 30, 2019 Rs'000	9 months Ended Sep 30, 2018 Rs'000	9 months Ended Sep 30, 2019 Rs'000	9 months Ended Sep 30, 2018 Rs'000
	Net cash generated from operating activities	1,698,527	1,651,157	1,623,435
Net cash used in investing activities	(453,933)	(1,511,852)	(448,617)	(1,459,297)
Net cash used in financing activities	-	(121,082)	-	(121,082)
Increase / (decrease) in cash and cash equivalents	1,244,594	18,223	1,174,818	(24,484)
Movement in cash and cash equivalents				
At January 1,	2,465,487	2,581,701	2,092,267	2,215,290
Increase / (decrease)	1,244,594	18,223	1,174,818	(24,484)
Effects of exchange rate changes	36,691	16,769	29,497	16,767
At September 30,	3,746,772	2,616,693	3,296,582	2,207,573

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.

