

Condensed Unaudited Financial Statements - Quarter Ended March 31, 2021

The Directors are pleased to present the condensed unaudited financial statements of the Group and the Company for the quarter ended March 31, 2021.

(a) Basis of accounting

The condensed 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, 2020.

The comparative figures for quarter March 31, 2020 have been restated to align with accounting treatment in the year end reporting financial statements.

(b) Operations

Short Term

The gross written and net earned premiums are in line with our 2021 targets. Amidst the challenging economic environment, the company achieved a satisfactory net underwriting result for the first quarter of 2021. The outlook for the year remains positive.

Long Term

Gross earned premium income has increased by 12% compared to the same period last year, which is an encouraging sign for the current financial year.

(c) Investments

Our investment portfolio kick-started the first quarter of 2021 on a positive note and outpaced its benchmark on the back of superior results from its local portfolios and a strategic overweight positioning on international equity markets. The latter made further gains over the quarter, supported by favourable vaccination roll-outs combined with accommodative monetary environments worldwide. On the other hand, the local equity market receded in Q1 2021 as a second COVID-19-related national lockdown and a weaker MUR weighed on investor sentiment.

On the fixed income side, our portfolio continued to deliver encouraging returns amid a pick-up in medium-term yields and a decrease in the excess liquidity level.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd
Company Secretary
July 29, 2021

1. Statements of Financial Position

	THE GROUP		THE COMPANY	
	Unaudited as at Mar 31, 2021	Audited as at Dec 31, 2020	Unaudited as at Mar 31, 2021	Audited as at Dec 31, 2020
	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS				
Non-current assets				
Property and equipment	371,420	384,809	66,484	75,399
Investment properties	423,809	425,317	-	-
Investments in subsidiary companies	-	-	565,874	565,874
Investments in associated companies and joint venture	179,435	162,343	102,641	102,641
Available-for-sale financial assets	25,763,344	25,094,238	1,910,458	1,736,799
Held-to-maturity financial assets	11,462,841	11,508,757	200,138	202,806
Loans and receivables	5,752,823	5,819,741	85,264	86,117
Non-current receivables	7,594	7,594	-	-
Other non-current assets	228,429	227,603	117,055	111,272
Total non-current assets	44,189,695	43,630,402	3,047,914	2,880,908
Current assets	10,869,325	10,234,945	2,596,781	2,676,857
Total assets	55,059,020	53,865,347	5,644,695	5,557,765
EQUITY AND LIABILITIES				
Capital and reserves				
Share capital	41,379	41,379	41,379	41,379
Reserves	3,942,154	3,717,704	2,593,963	2,452,152
Attributable to owners of the parent	3,983,533	3,759,083	2,635,342	2,493,531
Non-controlling interests	509,029	489,496	-	-
Total equity	4,492,562	4,248,579	2,635,342	2,493,531
Life Assurance Fund	46,015,993	45,084,339	-	-
Technical Provisions	2,759,344	2,675,833	2,094,290	2,159,659
Non-current liabilities	590,038	592,898	360,769	360,916
	49,365,375	48,353,070	2,455,059	2,520,575
Current liabilities	1,201,083	1,263,698	554,294	543,659
Total equity and liabilities	55,059,020	53,865,347	5,644,695	5,557,765
Net assets per share (Rs/cs)	481.35	454.23	318.44	301.31
Number of shares used in calculation	8,275,769	8,275,769	8,275,769	8,275,769

2. Statements of Profit or Loss and Other Comprehensive Income

	THE GROUP		THE COMPANY	
	Quarter Ended Mar 31, 2021	Quarter Ended Mar 31, 2020 Restated	Quarter Ended Mar 31, 2021	Quarter Ended Mar 31, 2020 Restated
	Rs'000	Rs'000	Rs'000	Rs'000
Gross written premiums	2,150,599	2,043,522	645,312	644,516
Net earned premiums	1,772,930	1,586,526	548,195	537,769
Share of results of associated companies and joint venture	11,529	5,009	-	-
Profit before taxation	162,948	141,653	67,018	60,185
Income tax expense	(19,178)	(3,355)	(7,214)	(6,398)
Profit for the period	143,770	138,298	59,804	53,787
Other comprehensive income for the period, net of tax	103,010	(412,086)	82,007	(353,735)
Total comprehensive income for the period	246,780	(273,788)	141,811	(299,948)
Profit for the period attributable to:				
Owners of the parent	124,045	108,194	59,804	53,787
Non-controlling interests	19,725	30,104	-	-
	143,770	138,298	59,804	53,787
Total comprehensive income for the period attributable to:				
Owners of the parent	227,247	(302,059)	141,811	(299,948)
Non-controlling interests	19,533	28,271	-	-
	246,780	(273,788)	141,811	(299,948)
Earnings per share (Rs/cs)	14.99	13.07	7.23	6.50
Number of shares used in calculation	8,275,769	8,275,769	8,275,769	8,275,769

3. Statements of Changes in Equity

	Attributable to owners of the parent								
	Share Capital Rs'000	Fair Value Reserve Rs'000	Other Reserves Rs'000	Retained Earnings Rs'000	Amalgamation Reserve Rs'000	Actuarial reserve Rs'000	Total owners' interest Rs'000	Non-controlling Interests Rs'000	Total Equity Rs'000
(a) THE GROUP									
Balance at January 1, 2021	41,379	145,401	(3,003)	3,445,647	267,477	(137,818)	3,759,083	489,496	4,248,579
Profit for the period	-	-	-	124,045	-	-	124,045	19,725	143,770
Other comprehensive income for the period	-	90,364	12,838	-	-	-	103,202	(192)	103,010
Other movement	-	-	(2,797)	-	-	-	(2,797)	-	(2,797)
Balance at March 31, 2021	41,379	235,765	7,038	3,569,692	267,477	(137,818)	3,983,533	509,029	4,492,562
At January 1, 2020	41,379	301,372	30,350	2,938,306	267,477	(97,250)	3,481,634	415,655	3,897,289
- As previously stated	-	-	-	(15,308)	-	-	(15,308)	-	(15,308)
- Effect of prior year adjustments	-	-	-	-	-	-	-	-	-
Restated balance at January 1, 2020	41,379	301,372	30,350	2,922,998	267,477	(97,250)	3,466,326	415,655	3,881,981
Profit for the period	-	-	-	108,194	-	-	108,194	30,104	138,298
Other comprehensive income for the period	-	(426,732)	16,382	-	-	97	(410,253)	(1,833)	(412,086)
Other movement	-	(2,126)	466	7,698	-	-	6,038	(6,038)	-
Balance at March 31, 2020	41,379	(127,486)	47,198	3,038,890	267,477	(97,153)	3,170,305	437,888	3,608,193
(b) THE COMPANY									
Balance at January 1, 2021	41,379	121,446	43,099	2,199,963	220,593	(132,949)	2,493,531	-	-
Profit for the period	-	-	-	59,804	-	-	59,804	-	-
Other comprehensive income for the year	-	82,007	-	-	-	-	82,007	-	-
Balance at March 31, 2021	41,379	203,453	43,099	2,259,767	220,593	(132,949)	2,635,342	-	-
At January 1, 2020	41,379	261,886	43,099	2,055,767	220,593	(93,044)	2,529,680	-	-
- As previously stated	-	-	-	(15,308)	-	-	(15,308)	-	-
- Effect of prior year adjustments	-	-	-	-	-	-	-	-	-
Restated balance at January 1, 2020	41,379	261,886	43,099	2,040,459	220,593	(93,044)	2,514,372	-	-
Profit for the period	-	-	-	53,787	-	-	53,787	-	-
Other comprehensive income for the period	-	(353,735)	-	-	-	-	(353,735)	-	-
Balance at March 31, 2020	41,379	(91,849)	43,099	2,094,246	220,593	(93,044)	2,214,424	-	-

4. Statements of Cash Flows

	THE GROUP		THE COMPANY	
	Quarter Ended Mar 31, 2021	Quarter Ended Mar 31, 2020 Restated	Quarter Ended Mar 31, 2021	Quarter Ended Mar 31, 2020 Restated
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from/(used in) operating activities	114,939	166,868	(85,900)	153,158
Net cash generated from investing activities	245,892	4,931,341	55,831	306,339
Net cash used in financing activities	(108,485)	(165,330)	(80,105)	(218,219)
Increase/(decrease) in cash and cash equivalents	252,346	4,932,879	(110,174)	241,278
Movement in cash and cash equivalents:				
At January 1,	3,552,803	3,693,363	621,728	475,563
Increase/(decrease)	252,346	4,932,879	(110,174)	241,278
Effect of foreign exchange rate changes	36,198	50,133	10,943	12,173
At March 31,	3,841,347	8,676,375	522,497	729,014

5. Segment Information - The Group

	Quarter Ended March 31, 2021				Quarter Ended March 31, 2020			
	Life Rs'000	General Rs'000	Group Elimination Rs'000	Total Rs'000	Life Rs'000	General Rs'000	Group Elimination Rs'000	Total Rs'000
Gross written premiums	1,355,641	794,958	-	2,150,599	1,258,432	785,090	-	2,043,522
Net earned premiums	1,200,656	572,274	-	1,772,930	1,029,307	557,219	-	1,586,526
Share of results of associated companies and joint venture	(156)	-	11,685	11,529	(8,014)	-	13,023	5,009
Profit before taxation	79,627	68,597	14,724	162,948	95,196	55,182	(8,725)	141,653
Income tax expense	(11,165)	(8,013)	-	(19,178)	3,080	(6,435)	-	(3,355)
Profit for the period	68,462	60,584	14,724	143,770	98,276	48,747	(8,725)	138,298

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 (2)(m) 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.

The Board of Directors of Swan General Ltd accepts full responsibility for the accuracy of the information contained in these condensed unaudited financial statements.