

Condensed Unaudited Financial Statements - Half Year and Quarter Ended June 30, 2022

The Directors are pleased to present the condensed unaudited financial statements of the Group and the Company for the half year and quarter ended June 30, 2022.

(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, 2021, except for the adoption of new International Financial Reporting Standards issued which are now effective.

(b) Operations

Short Term

The Gross Written Premium and the Net Earned Premium figures have progressed in line with expectations. However, the Net Underwriting Surplus was impacted by severe claims inflation, following, *inter-alia*, the devaluation of the rupee, coupled with an unusual high activity on claims, both in terms of frequency and severity, in the property and motor segments. We have put in place a series of remedial measures in response to the prevailing situation, which are being closely monitored.

Long Term

The gross premium income has increased by 9% compared to the same period last year, mainly driven by growth in our pension business.

(c) Investments

Our investment fund closed lower as persistently high inflation rates and increasing fears of a recession pushed global equity markets lower. International equities were impacted by concerns that an overly aggressive US Federal Reserve would trigger a recession, by the impact of the Russia-Ukraine war on Europe, and by restrictive COVID-19 measures in China. After initially rising, the local bourse reversed gears in June and closed lower in the second quarter as worries about the international and local economies weighed on investor sentiment

On the fixed income front, our portfolio continued to deliver attractive returns, supported by an international diversification strategy.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd Company Secretary Aug 12, 2022

| . Statements of Financial Position | | | | | |
|--|-------------------------|-------------------------|----------------------|----------------------|--|
| | The Group | The Compan | The Company | | |
| - | Unaudited as at | Audited as at | Unaudited as at | Audited as at | |
| | Jun 30, 2022 | Dec 31, 2021 | Jun 30, 2022 | Dec 31, 2021 | |
| | Rs'000 | Rs'000 | Rs'000 | Rs'000 | |
| ASSETS | | | | | |
| Ion-current assets | | | | | |
| Property and equipment | 370,587 | 377,448 | 66,980 | 68,461 | |
| nvestment properties | 414,440 | 422,105 | · - | · . | |
| nvestments in subsidiary companies | · - | _ | 565,874 | 565,874 | |
| nvestments in associated companies and joint venture | 229,202 | 226,430 | 104,489 | 104,489 | |
| vailable-for-sale financial assets | 29,351,110 | 31,987,893 | 2,402,689 | 2,771,104 | |
| eld-to-maturity financial assets | 15,189,693 | 15,415,648 | 218,279 | 218,151 | |
| ans and receivables | 5,802,830 | 5,530,075 | 56,811 | 73,365 | |
| n-current receivables | 4,895 | 4,895 | - | - | |
| er non-current assets | 197,324 | 206,127 | 87,846 | 92,431 | |
| al non-current assets | 51,560,081 | 54,170,621 | 3,502,968 | 3,893,875 | |
| ent assets | 9,758,455 | 9,146,759 | 2,646,188 | 2,468,199 | |
| assets | 61,318,536 | 63,317,380 | 6,149,156 | 6,362,074 | |
| | | | | | |
| JITY AND LIABILITIES | | | | | |
| ital and reserves | | | | | |
| re capital | 41,379 | 41,379 | 41,379 | 41,379 | |
| rves | 4,624,817 | 4,888,445 | 2,701,232 | 3,069,728 | |
| ibutable to owners of the parent | 4,666,196 | 4,929,824 | 2,742,611 | 3,111,107 | |
| -controlling interests | 653,414 | 601,041 | - | - | |
| l equity | 5,319,610 | 5,530,865 | 2,742,611 | 3,111,107 | |
| | 54 422 050 | F2 700 702 | | | |
| e Assurance Fund | 51,122,850 3,337,496 | 52,790,703 2,958,331 | 2 500 854 | - 2,294,813 | |
| nical provisions | | | 2,590,854 | | |
| current liabilities | 575,858 55,036,204 | 607,473 56,356,507 | 324,599 2,915,453 | 355,852 2,650,665 | |
| - Palathar | | | | | |
| ent liabilities | 962,722 61,318,536 | 1,430,008 63,317,380 | 491,092 6,149,156 | 600,302 6,362,074 | |
| al equity and liabilities | 563.84 | 595.69 | 331.40 | 375.93 | |
| t assets per share (Rs/cs) | | | | | |
| mber 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 | | | | | |
|---|-----------------|-----------------|---------------|---------------|-----------------|-----------------|---------------|---------------|--|--|
| | Half Year Ended | Half Year Ended | Quarter Ended | Quarter Ended | Half Year Ended | Half Year Ended | Quarter Ended | Quarter Ended | | |
| | Jun 30, 2022 | Jun 30, 2021 | Jun 30, 2022 | Jun 30, 2021 | Jun 30, 2022 | Jun 30, 2021 | Jun 30, 2022 | Jun 30, 2021 | | |
| | Rs'000 | Rs'000 | Rs'000 | Rs'000 | Rs'000 | Rs'000 | Rs'000 | Rs'000 | | |
| Gross written premiums | 5,152,193 | 4,438,370 | 2 ,525,292 | 2,287,771 | 1,796,535 | 1,503,926 | 852,744 | 857,984 | | |
| Net earned premiums | 4,096,006 | 3,635,571 | 2 ,216,258 | 1,862,641 | 1,348,701 | 1,158,205 | 696,333 | 610,010 | | |
| Share of results of associated companies and joint | | | | | | | | | | |
| venture | 6,598 | 22,008 | (174) | 1 0,479 | - | - | - | | | |
| Profit/(loss) before taxation | 213,032 | 312,983 | 69,842 | 150,035 | 11,475 | 94,250 | (17,552) | 27,232 | | |
| Income tax expense | (8,149) | (40,529) | 6,276 | (21,351) | - | (11,135) | 4,142 | (3,921) | | |
| Profit/(loss) for the period | 204,883 | 272,454 | 76,118 | 128,684 | 11,475 | 83,115 | (13,410) | 23,311 | | |
| Other comprehensive income for the period, net of tax | (416,138) | 464,365 | (339,578) | 361,355 | (379,971) | 372,417 | (283,292) | 290,410 | | |
| Total comprehensive income for the period | (211,255) | 736,819 | (263,460) | 490,039 | (368,496) | 455,532 | (296,702) | 313,721 | | |
| | | | | | | | | | | |
| Profit/(loss) for the period attributable to: | | | | | | | | | | |
| Owners of the parent | 152,381 | 226,799 | 52,932 | 102,754 | 11,475 | 83,115 | (13,410) | 23,311 | | |
| Non-controlling interests | 52,502 | 45,655 | 23,186 | 25,930 | - | - | - | - | | |
| | 204,883 | 272,454 | 76,118 | 128,684 | 11,475 | 83,115 | - 13,410 | 23,311 | | |
| Total comprehensive income for | | | | | | | | | | |
| the period attributable to: | | | | | | | | | | |
| Owners of the parent | (263,628) | 689,298 | (285,807) | 462,051 | (368,496) | 455,532 | (296,702) | 313,721 | | |
| Non-controlling interests | 52,373 | 47,521 | 22,347 | 27,988 | - | - | - | - | | |
| | (211,255) | 736,819 | (263,460) | 490,039 | (368,496) | 455,532 | (296,702) | 313,721 | | |
| Basic and diluted earnings per share (Rs/cs) | 18.41 | 27.41 | 6.40 | 12.42 | 1.39 | 10.04 | (1.62) | 2.82 | | |
| Number of shares used in calculation | 8,275,769 | 8,275,769 | 8,275,769 | 8,275,769 | 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 | Fair Value | Other | Retained A | malgamation | Actuarial | Total Owners' | Non- Controlling | Total |
| | Capital | Reserve | Reserves | Earnings | Reserve | Reserve | Interest | Interests | Equity |
| (a) THE GROUP | Rs'000 | Rs'000 | Rs'000 | Rs'000 | Rs'000 | Rs'000 | Rs'000 | Rs'000 | Rs'000 |
| Balance at January 1, 2022 | 41,379 | 665,497 | 78,350 | 4,025,587 | 267,477 | (148,466) | 4,929,824 | 601,041 | 5,530,865 |
| Profit for the period | - | - | - | 152,381 | - | - | 152,381 | 52,502 | 204,883 |
| Other comprehensive income for the period | - | (3,419,864) | 5,519 | - | - | - | (3,414,345) | (129) | (3,414,474) |
| Transfer to life assurance fund | - | 2,998,336 | - | - | - | - | 2,998,336 | - | 2,998,336 |
| Balance at June 30, 2022 | 41,379 | 243,969 | 83,869 | 4,177,968 | 267,477 | (148,466) | 4,666,196 | 653,414 | 5,319,610 |
| | | | | | | | | | |
| Balance at January 1, 2021 | | | | | | | | | |
| As previously stated | 41,379 | 145,401 | (3,003) | 3,445,647 | 267,477 | (137,818) | 3,759,083 | 489,496 | 4,248,579 |
| Effect of prior year adjustments | - | - | - | 6,473 | - | - | 6,473 | - | 6,473 |
| As restated | 41,379 | 145,401 | (3,003) | 3,452,120 | 267,477 | (137,818) | 3,765,556 | 489,496 | 4,255,052 |
| Profit for the period | - | - | - | 226,799 | - | - | 226,799 | 45,655 | 272,454 |
| Other comprehensive income for the period | - | 3,784,583 | 54,770 | - | - | - | 3,839,353 | 1,866 | 3,841,219 |
| Transfer to life assurance fund | - | (3,376,854) | - | - | - | - | (3,376,854) | - | (3,376,854) |
| Other movement | - | - | (2,797) | - | - | - | (2,797) | - | (2,797) |
| Balance at June 30, 2021 | 41,379 | 553,130 | 48,970 | 3,678,919 | 267,477 | (137,818) | 4,452,057 | 537,017 | 4,989,074 |
| | | | | | | | | | |
| (b) THE COMPANY | | | | | | | | | |
| Balance at January 1, 2022 | 41,379 | 577,213 | 43,099 | 2,374,961 | 220,593 | (146,138) | 3,111,107 | | |
| Profit for the period | - | - | - | 11,475 | - | - | 11,475 | | |
| Other comprehensive income for the period | <u>-</u> | (379,971) | - | - | . | | (379,971) | | |
| Balance at June 30, 2022 | 41,379 | 197,242 | 43,099 | 2,386,436 | 220,593 | (146,138) | 2,742,611 | | |
| | | | | | | | | | |
| At January 1, 2021, | 41,379 | 121,446 | 43,099 | 2,199,963 | 220,593 | (132,949) | 2,493,531 | | |
| Profit for the period | - | - | - | 83,115 | - | - | 83,115 | | |
| Other comprehensive income for the period | - | 372,417 | - | | | - | 372,417 | | |
| Balance at June 30, 2021 | 41,379 | 493,863 | 43,099 | 2,283,078 | 220,593 | (132,949) | 2,949,063 | | |

4. Statements of Cash Flows

| | The Gro | oup | | The Company | | |
|--|-----------------|-----------------|----------|-------------|-----------------|--|
| | Half Year Ended | Half Year Ended | Half Yea | r Ended | Half Year Ended | |
| | Jun 30, 2022 | June 30,2021 | Jun 30 | , 2022 | June 30,2021 | |
| | Rs'000 | Rs'000 | Rs' | 000 | Rs'000 | |
| Net cash (used in)/generated from operating activities | (269,113) | 578,658 | | 6,264 | 167,556 | |
| Net cash generated from/(used in) investing activities | 492,193 | 551,882 | | 150,146 | (73,251) | |
| Net cash used in financing activities | (151,081) | (150,638) | | (126,040) | (105,979) | |
| Increase/(decrease) in cash and cash equivalents | 71,999 | 979,902 | | 30,370 | (11,674) | |
| | | | | | | |
| Movement in cash and cash equivalents: | | | | | | |
| At January 1, | 2,956,427 | 3,552,803 | | 211,493 | 621,728 | |
| Increase/(decrease) | 71,999 | 979,902 | | 30,370 | (11,674) | |
| Effect of foreign exchange rate changes | 46,104 | 125,734 | | (1,184) | 26,694 | |
| At June 30, | 3,074,530 | 4,658,439 | | 240,679 | 636,748 | |

5. Segment Information - The Group

| | Half Year Ended June 30, 2022 | | | | | Half Year Ended June 30, 2021 | | | | |
|--|-------------------------------|-----------|-------------|-----------|------------|-------------------------------|-----------|-------------|-----------|--|
| | Group | | | | | | | Group | | |
| | Life | General | Elimination | Total | | Life | General | Elimination | Tota | |
| | Rs'000 | Rs'000 | Rs'000 | Rs'000 | _ | Rs'000 | Rs'000 | Rs'000 | Rs'000 | |
| Gross written premiums | 2,990,418 | 2,184,766 | (22,991) | 5,152,193 | | 2,543,982 | 1,894,388 | - | 4,438,370 | |
| Net earned premiums | 2,664,358 | 1,454,639 | (22,991) | 4,096,006 | | 2,425,568 | 1,210,003 | - | 3,635,571 | |
| Share of results of associated companies and joint venture | (600) | - | 7,198 | 6,598 | | (225) | - | 22,233 | 22,008 | |
| Profit before taxation | 180,806 | 25,048 | 7,178 | 213,032 | | 181,276 | 109,374 | 22,333 | 312,983 | |
| ncome tax expense | (862) | (7,287) | - | (8,149) | | (26,205) | (14,324) | - | (40,529) | |
| Profit for the period | 179,944 | 17,761 | 7,178 | 204,883 | ' <u>-</u> | 155,071 | 95,050 | 22,333 | 272,454 | |

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.