

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

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
August 12, 2022

1. Statements of Financial Position

	The Group		The Company	
	Unaudited as at Jun 30, 2022 Rs'000	Audited as at Dec 31, 2021 Rs'000	Unaudited as at Jun 30, 2022 Rs'000	Audited as at Dec 31, 2021 Rs'000
ASSETS				
Non-current assets				
Property and equipment	250,940	259,156	228,147	236,645
Investment properties	414,440	422,105	373,792	381,457
Investments in subsidiary companies	-	-	548,512	548,512
Investments in associated companies	36,926	34,714	4,364	4,364
Available-for-sale financial assets	26,676,095	28,909,668	26,632,005	28,873,246
Held-to-maturity financial assets	14,820,901	15,120,668	14,263,563	14,664,371
Loans and receivables	5,746,019	5,456,710	5,746,019	5,456,710
Other non-current assets	90,537	95,223	10,407	11,777
	48,035,858	50,298,244	47,806,809	50,177,082
Current assets	6,691,152	6,370,832	6,245,677	5,996,137
Total assets	54,727,010	56,669,076	54,052,486	56,173,219
EQUITY AND LIABILITIES				
Capital and reserves				
Share capital	26,322	26,322	26,322	26,322
Reserves	2,159,523	2,003,055	1,828,360	1,798,234
Owners' interest	2,185,845	2,029,377	1,854,682	1,824,556
Non-controlling interests	284,494	258,084	-	-
Total equity	2,470,339	2,287,461	1,854,682	1,824,556
Life Assurance Fund	51,122,850	52,790,703	51,122,850	52,790,703
Other Technical Provisions	402,494	351,611	402,494	351,611
Total technical provisions	51,525,344	53,142,314	51,525,344	53,142,314
Non-current liabilities				
Retirement benefit obligations	175,861	175,861	162,691	162,691
Other non-current liabilities	57,552	56,899	55,599	55,544
	233,413	232,760	218,290	218,235
Current liabilities	497,914	1,006,541	454,170	988,114
Total equity and liabilities	54,727,010	56,669,076	54,052,486	56,173,219

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 earned premiums	2,720,630	2,493,514	1,475,214	1,255,116	2,720,630	2,493,514	1,475,214	1,255,116
Net earned premiums	2,664,358	2,425,568	1,453,495	1,224,912	2,664,358	2,425,568	1,453,495	1,224,912
Share of results of associated companies	(600)	(225)	(261)	(69)	-	-	-	-
Movement in Life Assurance Fund	(1,330,483)	(1,193,512)	(723,986)	(538,551)	(1,330,483)	(1,193,512)	(723,986)	(538,551)
Profit before income tax expense	180,515	180,964	80,380	101,483	20,674	29,084	7,736	13,508
Income tax expense	(615)	(26,140)	4,092	(14,985)	9,452	-	-	-
Profit for the period	179,900	154,824	84,472	86,498	30,126	29,084	7,736	13,508
Other comprehensive income for the period	(2,995,358)	3,386,142	(2,746,413)	3,110,656	(2,998,336)	3,376,854	(2,745,819)	3,100,161
Movement in Life Assurance Fund	2,998,336	(3,376,854)	2,745,819	(3,100,161)	2,998,336	(3,376,854)	2,745,819	(3,100,161)
Other comprehensive income for the period, net of tax	2,978	9,288	(594)	10,495	-	-	-	-
Total comprehensive income for the period	182,878	164,112	83,878	96,993	30,126	29,084	17,188	13,508
Profit for the period attributable to:								
Owners of the parent	153,544	132,073	73,566	73,222	30,126	29,084	7,736	13,508
Non-controlling interests	26,356	22,751	10,906	13,276	-	-	-	-
	179,900	154,824	84,472	86,498	30,126	29,084	7,736	13,508
Total comprehensive income for the period attributable to:								
Owners of the parent	156,468	140,596	73,244	82,798	30,126	29,084	17,188	13,508
Non-controlling interests	26,410	23,516	10,634	14,195	-	-	-	-
	182,878	164,112	83,878	96,993	30,126	29,084	17,188	13,508
Earnings per share (Rs/cts)	58.33	50.18	27.95	27.82	11.45	11.05	2.94	5.13

3. Statements of Changes in Equity

	Attributable to owners of the parent						
	Share	Retained	Amalgamation	Other	Non-Controlling	Total	
	Capital	Earnings	Reserve	Reserves	Interests	Equity	
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	
(a) THE GROUP							
Balance at January 1, 2022	26,322	1,942,203	61,214	(362)	2,029,377	258,084	2,287,461
Profit for the period	-	153,544	-	-	153,544	26,356	179,900
Other comprehensive income for the period	-	-	-	2,924	2,924	54	2,978
Balance at June 30, 2022	26,322	2,095,747	61,214	2,562	2,185,845	284,494	2,470,339
Balance at January 1, 2021	26,322	1,523,412	61,214	(16,327)	1,594,621	221,593	1,816,214
Profit for the period	-	132,073	-	-	132,073	22,751	154,824
Other comprehensive income for the period	-	-	-	8,523	8,523	765	9,288
Balance at June 30, 2021	26,322	1,655,485	61,214	(7,804)	1,735,217	245,109	1,980,326
(b) THE COMPANY							
Balance at January 1, 2022	26,322	1,268,591	61,214	468,429	1,824,556	-	1,824,556
Profit for the period	-	30,126	-	-	30,126	-	30,126
Balance at June 30, 2022	26,322	1,298,717	61,214	468,429	1,854,682	-	1,854,682
Balance at January 1, 2021	26,322	995,539	61,214	468,429	1,551,504	-	1,551,504
Profit for the period	-	29,084	-	-	29,084	-	29,084
Balance at June 30, 2021	26,322	1,024,623	61,214	468,429	1,580,588	-	1,580,588

4. Statements of Cash Flows

	The Group		The Company	
	Half Year Ended	Half Year Ended	Half Year Ended	Half Year Ended
	Jun 30, 2022	Jun 30, 2021	Jun 30, 2022	Jun 30, 2021
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from operating activities	356,878	1,014,403	273,476	918,630
Net cash (used in) /generated from investing activities	(172,065)	134,494	(75,659)	242,444
Net cash used in financing activities	(158,761)	(158,528)	(158,179)	(157,978)
Increase in cash and cash equivalents	26,052	990,369	39,638	1,003,096
Movement in cash and cash equivalents				
At January 1,	2,549,542	2,734,361	2,254,172	2,297,954
Increase during the period	26,052	990,369	39,638	1,003,096
Effects of exchange rate changes	45,313	93,158	44,966	92,356
At June 30,	2,620,907	3,817,888	2,338,776	3,393,406

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.