

Condensed Unaudited Financial Statements - Nine Months and Quarter Ended September 30, 2015

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, 2015.

(a) Basis of Accounting

The interim nine months and quarter ended condensed financial statements comply with the International Financial Reporting Standards (IFRS) and have been prepared on the same basis of the accounting policies set out in the statutory financial statements of the Group for the year ended December 31, 2014, except for the adoption of relevant amendments to published Standards, Standards and Interpretation now effective.

On the fixed income side, yields on the market remained low despite a decrease in excess liquidity. However, the fixed income portfolio continued generating satisfactory returns.

(b) Operations

Despite the challenging economic climate, the Company performed satisfactorily during the third quarter when compared to the corresponding period in 2014.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd
Company Secretary
Nov 12, 2015

(c) Investments

A slowdown in China's economy affected financial markets which closed lower during the third quarter of 2015. Active management and appropriate diversification of risk however provided support to the Company's equity portfolio which performed better than the benchmark.

1. Statements of Financial Position

	THE GROUP		THE COMPANY	
	Unaudited as at Sept 30, 2015 Rs'000	Audited as at Dec 31, 2014 Rs'000	Unaudited as at Sept 30, 2015 Rs'000	Audited as at Dec 31, 2014 Rs'000
Assets				
Non-current assets				
Property and equipment	247,228	244,310	223,113	219,885
Investment properties	554,926	577,872	515,104	538,050
Investment in subsidiary companies	-	-	540,012	540,012
Investment in associated companies	51,665	39,283	614	614
Investment in financial assets	23,253,454	22,642,522	23,227,123	22,625,252
Loans and receivables	4,409,250	4,687,974	4,422,689	4,701,414
Other non-current assets	124,066	125,527	21,374	19,800
	28,640,589	28,317,488	28,950,029	28,645,027
Current assets	4,575,810	3,751,589	4,219,070	3,509,523
Total assets	33,216,399	32,069,077	33,169,099	32,154,550
Equity and liabilities				
Capital and reserves (attributable to owners of the parent)				
Share capital	26,322	26,322	26,322	26,322
Proprietors' fund	635,512	134,145	635,512	134,145
Reserves	61,214	61,214	529,643	529,643
Owners' interest	723,048	221,681	1,191,477	690,110
Non-controlling interests	169,932	149,310	-	-
Total equity	892,980	370,991	1,191,477	690,110
Life Assurance Fund	31,620,703	30,906,657	31,338,666	30,727,028
Non-current liabilities				
Retirement benefit obligations	159,173	147,814	158,492	147,283
Other non-current liabilities	57,520	72,298	57,520	72,298
	216,693	220,112	216,012	219,581
Current liabilities	486,023	571,317	422,944	517,831
Total equity and liabilities	33,216,399	32,069,077	33,169,099	32,154,550

2. Life Assurance Fund

	THE GROUP				THE COMPANY			
	9 months Ended Sept 30, 2015 Rs'000	9 months Ended Sept 30, 2014 Rs'000	Quarter Ended Sept 30, 2015 Rs'000	Quarter Ended Sept 30, 2014 Rs'000	9 months Ended Sept 30, 2015 Rs'000	9 months Ended Sept 30, 2014 Rs'000	Quarter Ended Sept 30, 2015 Rs'000	Quarter Ended Sept 30, 2014 Rs'000
Gross premiums	2,457,760	2,382,280	895,313	815,175	2,457,760	2,382,280	895,313	815,175
Net premiums	2,372,591	2,335,752	869,415	784,919	2,372,591	2,335,752	869,415	784,919
Investment and other income	1,361,340	1,243,062	418,889	460,439	1,230,153	1,126,769	378,500	407,447
Share of profit/(loss) of associates	5,445	(1,562)	1,182	(106)	-	-	-	-
	3,739,376	3,577,252	1,289,486	1,245,252	3,602,744	3,462,521	1,247,915	1,192,366
Surplus for the period before taxation	1,488,118	1,555,547	460,388	552,810	1,349,109	1,454,812	410,381	516,402
Taxation	(27,218)	(11,689)	(9,706)	(5,969)	(6,318)	4,525	(2,106)	(707)
Surplus for the period	1,460,900	1,543,858	450,682	546,841	1,342,791	1,459,337	408,275	515,695
Surplus allocated as follows:								
- Life Assurance Fund	1,439,869	1,362,273	442,964	367,849	1,342,791	1,293,645	408,275	350,003
- Proprietors' Fund	-	165,692	-	165,692	-	165,692	-	165,692
- Non-controlling interests	21,031	15,893	7,718	13,300	-	-	-	-
	1,460,900	1,543,858	450,682	546,841	1,342,791	1,459,337	408,275	515,695

3. Statements of Changes in Equity

	Attributable to owners of the parent company							Non-controlling Interests Rs'000	Total Rs'000
	Share Capital Rs'000	Proprietors' Fund		Amalgamation Reserve Rs'000	Other Reserves Rs'000	Total Equity Rs'000			
	Distributable Rs'000	Non Distributable Rs'000							
(a) THE GROUP									
Balance at January 1, 2015	26,322	134,145	-	61,214	-	221,681	149,310	370,991	
Interest allocated	-	29,367	-	-	-	29,367	-	29,367	
Net movement for the period	-	-	-	-	-	-	20,622	20,622	
Transfer from Life Assurance Fund	-	-	472,000	-	-	472,000	-	472,000	
Balance at September 30, 2015	26,322	163,512	472,000	61,214	-	723,048	169,932	892,980	
Balance at January 1, 2014	26,322	21,397	-	61,214	-	108,933	134,793	243,726	
Interest allocated	-	9,664	-	-	-	9,664	-	9,664	
Net movement for the period	-	-	-	-	-	-	16,053	16,053	
Transfer from Life Assurance Fund	-	165,692	-	-	-	165,692	-	165,692	
Balance at September 30, 2014	26,322	196,753	-	61,214	-	284,289	150,846	435,135	
(b) THE COMPANY									
Balance at January 1, 2015	26,322	134,145	-	61,214	468,429	690,110	-	1,353,210	
Interest allocated	-	29,367	-	-	-	29,367	-	29,367	
Transfer from Life Assurance Fund	-	-	472,000	-	-	472,000	-	472,000	
Balance at September 30, 2015	26,322	163,512	472,000	61,214	468,429	1,191,477	-	2,321,954	
Balance at January 1, 2014	26,322	21,397	-	61,214	468,429	577,362	-	1,133,422	
Interest allocated	-	9,664	-	-	-	9,664	-	9,664	
Transfer from Life Assurance Fund	-	165,692	-	-	-	165,692	-	165,692	
Balance at September 30, 2014	26,322	196,753	-	61,214	468,429	752,718	-	1,553,328	

4. Statements of Cash Flows

	THE GROUP		THE COMPANY	
	9 months Ended Sept 30, 2015 Rs'000	9 months Ended Sept 30, 2014 Rs'000	9 months Ended Sept 30, 2015 Rs'000	9 months Ended Sept 30, 2014 Rs'000
Net cash generated from operating activities	1,502,572	1,413,501	1,478,412	1,363,100
Net cash used in investing activities	(362,921)	(1,510,743)	(356,098)	(1,503,590)
Net cash used in financing activities	(119,026)	(118,026)	(110,026)	(110,026)
Increase/(decrease) in cash and cash equivalents	1,020,625	(215,268)	1,012,288	(250,516)
Movement in cash and cash equivalents				
At January 1,	849,439	1,850,001	601,914	1,685,382
Increase/(decrease)	1,020,625	(215,268)	1,012,288	(250,516)
Effects of exchange rate changes	57,241	29,666	57,241	29,666
At September 30,	1,927,305	1,664,399	1,671,443	1,464,832