

### Condensed Audited Financial Statements - Year Ended December 31, 2015

The Directors are pleased to present the condensed audited financial statements of the Group and the Company for the year ended December 31, 2015.

#### (a) Basis of Accounting

The condensed audited financial statements have been extracted from the audited financial statements for the year ended 31 December 2015 which have been prepared in accordance with International Financial Reporting Standards.

#### (b) Operations

**Short Term** - The Company performed satisfactorily in spite of the continued pressure on rates due to the persistent soft market conditions and the challenging economic environment. Gross and net earned premiums improved appreciably compared to 2014 but the underwriting result was impacted by adverse claims experience in some lines of business. However, the Company continued to achieve a sustainable level of profitability.

**Long Term** - Despite prevailing challenging conditions, the Company posted a good performance with both gross and net premium income increasing by 11% compared to 2014.

#### (c) Investments

Despite a volatile year, the investment fund closed higher in 2015. The local stock market witnessed downside volatility in 2015 and weighed on our local equity portfolio which nonetheless outperformed its benchmark. International equity markets performed better and contributed positively to our foreign investments. On the fixed income side, although excess liquidity persisted throughout the year, the portfolio continued to deliver attractive yields.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd

Company Secretary

March 28, 2016.

## 1. Statements of Financial Position

	THE GROUP		THE COMPANY	
	As at	As at	As at	As at
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
	Rs'000	Rs'000	Rs'000	Rs'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property and equipment	97,596	98,840	96,019	96,895
Investment in subsidiary companies	-	-	465,418	372,144
Investment in associated company and joint venture	90,176	68,287	500	500
Investment in financial assets	1,552,221	1,489,564	1,358,820	1,335,666
Other non-current assets	222,872	245,572	166,879	165,993
	1,962,865	1,902,263	2,087,636	1,971,198
<b>Current assets</b>	2,937,762	2,576,836	1,971,279	2,141,322
<b>Life business assets</b>	32,095,961	30,906,657	-	-
<b>Total assets</b>	36,996,588	35,385,756	4,058,915	4,112,520
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and reserves</b>				
Share capital	41,379	41,379	41,379	41,379
Other reserves	882,932	587,273	445,191	511,803
Retained earnings	1,412,831	1,323,750	1,497,298	1,346,344
Attributable to owners of the parent	2,337,142	1,952,402	1,983,868	1,899,526
Non-controlling interests	350,294	238,942	-	-
<b>Total equity</b>	2,687,436	2,191,344	1,983,868	1,899,526
<b>Life assurance fund</b>	32,095,961	30,906,657	-	-
<b>Technical provisions</b>	1,631,440	1,675,063	1,611,117	1,663,741
<b>Non-current liabilities</b>	109,120	134,779	102,369	104,294
	33,836,521	32,716,499	1,713,486	1,768,035
<b>Current liabilities</b>	472,631	477,913	361,561	444,959
<b>Total equity and liabilities</b>	36,996,588	35,385,756	4,058,915	4,112,520
<b>Net assets per share (Rs/cs)</b>	282.40	235.91	239.71	229.52
<b>Number of shares used in calculation</b>	8,275,769	8,275,769	8,275,769	8,275,769

## 2. Statements of Profit or Loss

	THE GROUP		THE COMPANY	
	Year Ended	Year Ended	Year Ended	Year Ended
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
	Rs'000	Rs'000	Rs'000	Rs'000
<b>Gross premiums</b>	5,676,978	5,154,085	2,204,745	2,091,134
<b>Net earned premiums</b>	4,227,657	3,839,056	1,001,560	930,790
<b>Share of profit of associated company and joint venture</b>	14,475	5,862	-	-
Profit before taxation	310,214	296,765	269,363	301,652
Income tax expense	(25,841)	(34,617)	(19,100)	(33,364)
<b>Profit for the year</b>	284,373	262,148	250,263	268,288
<b>Profit attributable to:</b>				
Owners of the parent	257,424	242,028	250,263	268,288
Non-controlling interests	26,949	20,120	-	-
	284,373	262,148	250,263	268,288
<b>Earnings per share (Rs/cs)</b>	31.11	29.25	30.24	32.42
<b>Number of shares used in calculation</b>	8,275,769	8,275,769	8,275,769	8,275,769

### 3. Statements of Profit or Loss and Other Comprehensive Income

	THE GROUP		THE COMPANY	
	Year Ended December 31, 2015	Year Ended December 31, 2014	Year Ended December 31, 2015	Year Ended December 31, 2014
	Rs'000	Rs'000	Rs'000	Rs'000
Profit for the year	284,373	262,148	250,263	268,288
Other comprehensive income for the year, net of tax	(60,297)	187,923	(66,612)	64,010
<b>Total comprehensive income for the year</b>	<b>224,076</b>	<b>450,071</b>	<b>183,651</b>	<b>332,298</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	191,578	401,545	183,651	332,298
Non-controlling interests	32,498	48,526	-	-
	<b>224,076</b>	<b>450,071</b>	<b>183,651</b>	<b>332,298</b>

### 4. Statements of Changes in Equity

	Attributable to owners of the parent							Total Rs'000	Non-controlling Interests Rs'000	Total Equity Rs'000
	Share Capital Rs'000	Fair Value Reserve Rs'000	Other Reserves Rs'000	Proprietors' Fund Rs'000	Retained Earnings Rs'000	Amalgamation Reserve Rs'000	Actuarial gains/(losses) Rs'000			
<b>(a) THE GROUP</b>										
<b>Balance at January 1, 2015</b>	41,379	309,212	23,334	35,734	1,323,750	267,477	(48,484)	1,952,402	238,942	2,191,344
<b>Profit for the year</b>	-	-	-	-	257,424	-	-	257,424	26,949	284,373
<b>Other comprehensive income for the year</b>	-	(80,853)	31,514	(9,519)	-	-	(6,988)	(65,846)	5,549	(60,297)
<b>Total comprehensive income for the year</b>	-	(80,853)	31,514	(9,519)	257,424	-	(6,988)	191,578	32,498	224,076
<b>Other movement</b>	-	-	-	-	999	-	-	999	28,811	29,810
<b>Transactions with non controlling interests</b>	-	-	-	-	(70,033)	-	-	(70,033)	(23,271)	(93,304)
<b>Non distributable reserve</b>	-	-	-	361,505	-	-	-	361,505	110,495	472,000
<b>Derecognition of subsidiaries</b>	-	-	-	-	-	-	-	-	4,683	4,683
<b>Dividends</b>	-	-	-	-	(99,309)	-	-	(99,309)	(41,864)	(141,173)
<b>Total transactions with owners of the parent</b>	-	-	-	361,505	(168,343)	-	-	193,162	78,854	272,016
<b>Balance at December 31, 2015</b>	<b>41,379</b>	<b>228,359</b>	<b>54,848</b>	<b>387,720</b>	<b>1,412,831</b>	<b>267,477</b>	<b>(55,472)</b>	<b>2,337,142</b>	<b>350,294</b>	<b>2,687,436</b>
Balance at January 1, 2014	41,379	243,625	16,900	(50,619)	1,181,031	267,477	(49,627)	1,650,166	193,582	1,843,748
Profit for the year	-	-	-	-	242,028	-	-	242,028	20,120	262,148
Other comprehensive income for the year	-	65,587	6,434	86,353	-	-	1,143	159,517	28,406	187,923
Total comprehensive income for the year	-	65,587	6,434	86,353	242,028	-	1,143	401,545	48,526	450,071
Other movement	-	-	-	-	-	-	-	-	23,517	23,517
Disposal of subsidiary	-	-	-	-	-	-	-	-	10,244	10,244
Dividends	-	-	-	-	(99,309)	-	-	(99,309)	(36,927)	(136,236)
Total transactions with owners of the parent	-	-	-	-	(99,309)	-	-	(99,309)	(3,166)	(102,475)
Balance at December 31, 2014	<b>41,379</b>	<b>309,212</b>	<b>23,334</b>	<b>35,734</b>	<b>1,323,750</b>	<b>267,477</b>	<b>(48,484)</b>	<b>1,952,402</b>	<b>238,942</b>	<b>2,191,344</b>
<b>(b) THE COMPANY</b>										
<b>Balance at January 1, 2015</b>	41,379	310,983	28,719	-	1,346,344	220,593	(48,492)	1,899,526		
<b>Profit for the year</b>	-	-	-	-	250,263	-	-	250,263		
<b>Other comprehensive income for the year</b>	-	(59,624)	-	-	-	-	(6,988)	(66,612)		
<b>Total comprehensive income for the year</b>	-	(59,624)	-	-	250,263	-	(6,988)	183,651		
<b>Dividends</b>	-	-	-	-	(99,309)	-	-	(99,309)		
<b>Balance at December 31, 2015</b>	<b>41,379</b>	<b>251,359</b>	<b>28,719</b>	<b>-</b>	<b>1,497,298</b>	<b>220,593</b>	<b>(55,480)</b>	<b>1,983,868</b>		
Balance at January 1, 2014	41,379	248,116	28,719	-	1,177,365	220,593	(49,635)	1,666,537		
Profit for the year	-	-	-	-	268,288	-	-	268,288		
Other comprehensive income for the year	-	62,867	-	-	-	-	1,143	64,010		
Total comprehensive income for the year	-	62,867	-	-	268,288	-	1,143	332,298		
Dividends	-	-	-	-	(99,309)	-	-	(99,309)		
Balance at December 31, 2014	<b>41,379</b>	<b>310,983</b>	<b>28,719</b>	<b>-</b>	<b>1,346,344</b>	<b>220,593</b>	<b>(48,492)</b>	<b>1,899,526</b>		

### 5. Statements of Cash Flows

	THE GROUP		THE COMPANY	
	Year Ended December 31, 2015	Year Ended December 31, 2014	Year Ended December 31, 2015	Year Ended December 31, 2014
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from operating activities	169,950	71,472	89,806	59,709
Net cash generated from/(used in) investing activities	8,888	(267,601)	60,670	(168,353)
Net cash (used in)/generated from financing activities	(162,159)	28,527	(104,508)	50,043
<b>Increase/(decrease) in cash and cash equivalents</b>	<b>16,679</b>	<b>(167,602)</b>	<b>45,968</b>	<b>(58,601)</b>
<b>Movement in cash and cash equivalents:</b>				
<b>At January 1,</b>	<b>127,481</b>	<b>287,755</b>	<b>72,435</b>	<b>132,499</b>
<b>Increase/(decrease)</b>	<b>16,679</b>	<b>(167,602)</b>	<b>45,968</b>	<b>(58,601)</b>
<b>Effect of foreign exchange rate changes</b>	<b>24,073</b>	<b>7,328</b>	<b>1,964</b>	<b>(1,463)</b>
<b>At December 31,</b>	<b>168,233</b>	<b>127,481</b>	<b>120,367</b>	<b>72,435</b>

### 6. Segment Information - ( Group )

	Life Rs'000	Casualty Rs'000	Property Rs'000	Total Rs'000
<b>Year ended December 31, 2015</b>				
<b>Gross premiums</b>	<b>3,388,287</b>	<b>1,587,999</b>	<b>700,692</b>	<b>5,676,978</b>
<b>Net earned premiums</b>	<b>3,226,097</b>	<b>814,348</b>	<b>187,212</b>	<b>4,227,657</b>
<b>Underwriting surplus</b>	<b>-</b>	<b>283,039</b>	<b>210,992</b>	<b>494,031</b>
<b>Investment and other income</b>				<b>277,037</b>
<b>Unallocated corporate expenses</b>				<b>771,068</b>
<b>Share of profit of associated company and joint venture</b>				<b>(475,329)</b>
<b>Profit before taxation</b>				<b>14,475</b>
				<b>310,214</b>
<b>Year ended December 31, 2014</b>				
<b>Gross premiums</b>	<b>3,061,405</b>	<b>1,470,777</b>	<b>621,903</b>	<b>5,154,085</b>
<b>Net earned premiums</b>	<b>2,906,720</b>	<b>767,488</b>	<b>164,848</b>	<b>3,839,056</b>
<b>Underwriting surplus</b>	<b>-</b>	<b>338,006</b>	<b>147,910</b>	<b>485,916</b>
<b>Investment and other income</b>				<b>234,134</b>
<b>Unallocated corporate expenses</b>				<b>720,050</b>
<b>Share of profit of associated company and joint venture</b>				<b>(429,147)</b>
<b>Profit before taxation</b>				<b>5,862</b>
				<b>296,765</b>

This communiqué is issued pursuant to the Listing Rule 12.14 and the Securities Act 2005.

Copies of these condensed audited financial statements and the statement of officers' interests, pursuant to Rule 8 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 audited 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 audited financial statements.