



## Swan Life Ltd ( previously The Anglo Mauritius Assurance Society Limited ).

### 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 as audited by Messrs BDO & Co.

#### (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

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                             |                                         |
|--------------------------------------------------------------------|-----------------------------------------|-----------------------------------------|-----------------------------------------|-----------------------------------------|
|                                                                    | Audited as at<br>Dec 31, 2015<br>Rs'000 | Audited as at<br>Dec 31, 2014<br>Rs'000 | Audited as at<br>Dec 31, 2015<br>Rs'000 | Audited as at<br>Dec 31, 2014<br>Rs'000 |
| <b>Assets</b>                                                      |                                         |                                         |                                         |                                         |
| <b>Non-current assets</b>                                          |                                         |                                         |                                         |                                         |
| Property and equipment                                             | 290,449                                 | 244,310                                 | 266,322                                 | 219,885                                 |
| Investment properties                                              | 507,693                                 | 577,872                                 | 467,871                                 | 538,050                                 |
| Investment in subsidiary companies                                 | -                                       | -                                       | 540,012                                 | 540,012                                 |
| Investment in associated companies                                 | 50,769                                  | 39,283                                  | 614                                     | 614                                     |
| Investment in financial assets                                     | 24,025,565                              | 22,642,522                              | 24,001,126                              | 22,625,252                              |
| Loans and receivables                                              | 4,428,382                               | 4,687,974                               | 4,441,822                               | 4,701,414                               |
| Other non-current assets                                           | 121,610                                 | 125,527                                 | 21,689                                  | 19,800                                  |
|                                                                    | 29,424,468                              | 28,317,488                              | 29,739,456                              | 28,645,027                              |
| <b>Current assets</b>                                              | 4,335,746                               | 3,751,589                               | 4,067,708                               | 3,509,523                               |
| <b>Total assets</b>                                                | 33,760,214                              | 32,069,077                              | 33,807,164                              | 32,154,550                              |
| <b>Equity and liabilities</b>                                      |                                         |                                         |                                         |                                         |
| <b>Capital and reserves (attributable to owners of the parent)</b> |                                         |                                         |                                         |                                         |
| Share capital                                                      | 26,322                                  | 26,322                                  | 26,322                                  | 26,322                                  |
| Proprietors' fund                                                  | 595,433                                 | 134,145                                 | 595,433                                 | 134,145                                 |
| Reserves                                                           | 61,214                                  | 61,214                                  | 529,643                                 | 529,643                                 |
| Owners' interest                                                   | 682,969                                 | 221,681                                 | 1,151,398                               | 690,110                                 |
| Non-controlling interests                                          | 162,763                                 | 149,310                                 | -                                       | -                                       |
| <b>Total equity</b>                                                | 845,732                                 | 370,991                                 | 1,151,398                               | 690,110                                 |
| <b>Life Assurance Fund</b>                                         | 32,095,961                              | 30,906,657                              | 31,850,001                              | 30,727,028                              |
| <b>Non-current liabilities</b>                                     |                                         |                                         |                                         |                                         |
| Retirement benefit obligations                                     | 177,899                                 | 147,814                                 | 176,514                                 | 147,283                                 |
| Other non-current liabilities                                      | 73,039                                  | 72,298                                  | 73,039                                  | 72,298                                  |
|                                                                    | 250,938                                 | 220,112                                 | 249,553                                 | 219,581                                 |
| <b>Current liabilities</b>                                         | 567,583                                 | 571,317                                 | 556,212                                 | 517,831                                 |
| <b>Total equity and liabilities</b>                                | 33,760,214                              | 32,069,077                              | 33,807,164                              | 32,154,550                              |

### 2. Life Assurance Fund

|                                      | THE GROUP                            |                                      | THE COMPANY                          |                                      |
|--------------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|
|                                      | Year Ended<br>Dec 31, 2015<br>Rs'000 | Year Ended<br>Dec 31, 2014<br>Rs'000 | Year Ended<br>Dec 31, 2015<br>Rs'000 | Year Ended<br>Dec 31, 2014<br>Rs'000 |
| <b>Gross premiums</b>                | 3,388,287                            | 3,061,405                            | 3,388,287                            | 3,061,405                            |
| Net premiums                         | 3,226,097                            | 2,906,720                            | 3,226,097                            | 2,906,720                            |
| Investment and other income          | 2,226,910                            | 2,012,893                            | 2,115,098                            | 1,916,536                            |
| Share of profit of associates        | 6,477                                | 379                                  | -                                    | -                                    |
|                                      | 5,459,484                            | 4,919,992                            | 5,341,195                            | 4,823,256                            |
| Surplus for the year before taxation | 2,277,834                            | 2,114,795                            | 2,159,092                            | 2,011,174                            |
| Taxation                             | (26,061)                             | (27,166)                             | 2,624                                | (3,499)                              |
| Surplus for the year                 | 2,251,773                            | 2,087,629                            | 2,161,716                            | 2,007,675                            |
| <b>Surplus allocated as follows:</b> |                                      |                                      |                                      |                                      |
| - Life Assurance Fund                | 2,159,519                            | 1,856,338                            | 2,098,116                            | 1,799,983                            |
| - Proprietors' Fund                  | 63,600                               | 207,692                              | 63,600                               | 207,692                              |
| - Non-controlling interests          | 28,654                               | 23,599                               | -                                    | -                                    |
|                                      | 2,251,773                            | 2,087,629                            | 2,161,716                            | 2,007,675                            |



Swan Life Ltd ( previously The Anglo Mauritius Assurance Society Limited ).

continued

3. Statements of Changes in Equity

|                                   | Attributable to owners of the parent |                         |                             |                                    |                             |                 |                                          |                           |
|-----------------------------------|--------------------------------------|-------------------------|-----------------------------|------------------------------------|-----------------------------|-----------------|------------------------------------------|---------------------------|
|                                   | Share<br>Capital<br>Rs'000           | Proprietors' Fund       |                             | Amalgamation<br>Reserves<br>Rs'000 | Other<br>Reserves<br>Rs'000 | Total<br>Rs'000 | Non - controlling<br>Interests<br>Rs'000 | Total<br>Equity<br>Rs'000 |
|                                   |                                      | Distributable<br>Rs'000 | Non distributable<br>Rs'000 |                                    |                             |                 |                                          |                           |
| <b>THE GROUP</b>                  |                                      |                         |                             |                                    |                             |                 |                                          |                           |
| Balance at January 1, 2015        | 26,322                               | 134,145                 | -                           | 61,214                             | -                           | 221,681         | 149,310                                  | 370,991                   |
| Interest allocated                | -                                    | 46,770                  | -                           | -                                  | -                           | 46,770          | -                                        | 46,770                    |
| Transfer from Life Assurance Fund | -                                    | 63,600                  | 472,000                     | -                                  | -                           | 535,600         | -                                        | 535,600                   |
| Net movement for the year         | -                                    | -                       | -                           | -                                  | -                           | -               | 27,853                                   | 27,853                    |
| Dividends                         | -                                    | (121,082)               | -                           | -                                  | -                           | (121,082)       | (14,400)                                 | (135,482)                 |
| Balance at December 31, 2015      | 26,322                               | 123,433                 | 472,000                     | 61,214                             | -                           | 682,969         | 162,763                                  | 845,732                   |
|                                   |                                      |                         |                             |                                    |                             |                 |                                          |                           |
| Balance at January 1, 2014        | 26,322                               | 21,397                  | -                           | 61,214                             | -                           | 108,933         | 134,793                                  | 243,726                   |
| Interest allocated                | -                                    | 15,082                  | -                           | -                                  | -                           | 15,082          | -                                        | 15,082                    |
| Transfer from Life Assurance Fund | -                                    | 207,692                 | -                           | -                                  | -                           | 207,692         | -                                        | 207,692                   |
| Net movement for the year         | -                                    | -                       | -                           | -                                  | -                           | -               | 23,517                                   | 23,517                    |
| Dividends                         | -                                    | (110,026)               | -                           | -                                  | -                           | (110,026)       | (9,000)                                  | (119,026)                 |
| Balance at December 31, 2014      | 26,322                               | 134,145                 | -                           | 61,214                             | -                           | 221,681         | 149,310                                  | 370,991                   |
|                                   |                                      |                         |                             |                                    |                             |                 |                                          |                           |
| <b>THE COMPANY</b>                |                                      |                         |                             |                                    |                             |                 |                                          |                           |
| Balance at January 1, 2015        | 26,322                               | 134,145                 | -                           | 61,214                             | 468,429                     | 690,110         |                                          |                           |
| Interest allocated                | -                                    | 46,770                  | -                           | -                                  | -                           | 46,770          |                                          |                           |
| Transfer from Life Assurance Fund | -                                    | 63,600                  | 472,000                     | -                                  | -                           | 535,600         |                                          |                           |
| Dividends                         | -                                    | (121,082)               | -                           | -                                  | -                           | (121,082)       |                                          |                           |
| Balance at December 31, 2015      | 26,322                               | 123,433                 | 472,000                     | 61,214                             | 468,429                     | 1,151,398       |                                          |                           |
|                                   |                                      |                         |                             |                                    |                             |                 |                                          |                           |
| Balance at January 1, 2014        | 26,322                               | 21,397                  | -                           | 61,214                             | 468,429                     | 577,362         |                                          |                           |
| Interest allocated                | -                                    | 15,082                  | -                           | -                                  | -                           | 15,082          |                                          |                           |
| Transfer from Life Assurance Fund | -                                    | 207,692                 | -                           | -                                  | -                           | 207,692         |                                          |                           |
| Dividends                         | -                                    | (110,026)               | -                           | -                                  | -                           | (110,026)       |                                          |                           |
| Balance at December 31, 2014      | 26,322                               | 134,145                 | -                           | 61,214                             | 468,429                     | 690,110         |                                          |                           |

4. Statements of Cash Flows

|                                                  | THE GROUP                       |                                 | THE COMPANY                     |                                 |
|--------------------------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
|                                                  | Year Ended<br>December 31, 2015 | Year Ended<br>December 31, 2014 | Year Ended<br>December 31, 2015 | Year Ended<br>December 31, 2014 |
|                                                  | Rs'000                          | Rs'000                          | Rs'000                          | Rs'000                          |
| Net cash generated from operating activities     | 1,988,268                       | 1,608,267                       | 1,957,946                       | 1,501,467                       |
| Net cash used in investing activities            | (1,060,487)                     | (2,500,690)                     | (1,049,985)                     | (2,486,274)                     |
| Net cash used in financing activities            | (133,426)                       | (118,026)                       | (110,026)                       | (110,026)                       |
| Increase/(decrease) in cash and cash equivalents | 794,355                         | (1,010,449)                     | 797,935                         | (1,094,833)                     |
| <u>Movement in cash and cash equivalents</u>     |                                 |                                 |                                 |                                 |
| At January 1,                                    | 849,439                         | 1,850,001                       | 601,914                         | 1,685,382                       |
| Increase/(decrease)                              | 794,355                         | (1,010,449)                     | 797,935                         | (1,094,833)                     |
| Effects of exchange rate changes                 | 25,225                          | 9,887                           | 19,383                          | 11,365                          |
| At December 31,                                  | 1,669,019                       | 849,439                         | 1,419,232                       | 601,914                         |