

## Condensed Audited Financial Statements - Year Ended December 31, 2023

The Directors are pleased to present the condensed audited financial statements of the Group and the Company for the year ended December 31, 2023, as audited by KPMG.

For the financial year ended 31 December 2023, Swan is publishing its consolidated results in accordance with IFRS 17 and IFRS 9. This marks a significant milestone for the Group, as all insurance subsidiaries have now transitioned to the updated reporting frameworks.

The adoption of IFRS 17 ensures greater consistency, comparability, and clarity across the Group's financial statements, bringing them in line with global best practices and regulatory expectations. In parallel, the implementation of IFRS 9 introduced two key changes: the application of the Expected Credit Loss (ECL) model for impairment assessment, and the classification and measurement of financial instruments.

The transition to IFRS 17 and IFRS 9 follows a multi-year effort across the insurance industry, both globally and locally, to implement the new standards. Swan's alignment to these frameworks reflect the extensive preparation undertaken to meet the complex technical, operational, and regulatory requirements involved.

This evolution underscores the Group's commitment to robust governance and high-quality financial reporting, while enhancing the transparency and relevance of information provided to all stakeholders.

### (a) Basis of Accounting

The condensed audited financial statements have been extracted from the audited financial statements for the year ended December 31, 2023 which have been prepared using the same accounting policies as set out in the audited financial statements for the year ended December 31, 2023.

### (b) Operations

The Company is pleased to report a 102% increase in the Insurance service result in 2023. This increase is mainly attributable to a reduction in insurance service expenses. The profit after tax increased from Rs 348m to Rs 425m, representing a progression of 22%.

At group level, the profit after tax increased from Rs 554m to Rs 676m following the strong performance of our subsidiaries.

### (c) Investments

The investment portfolio registered robust gains over the year with strong contribution from international equities and fixed income portfolios. On the other hand, local equities remained relatively stable although some local stocks did release better financial results.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd

Company Secretary

Date: 29th May 2025

## 1. Statements of Financial Position

|   | The Group              |                                    |                                   | The Company            |                                    |                                   |
|---|------------------------|------------------------------------|-----------------------------------|------------------------|------------------------------------|-----------------------------------|
|   | Dec 31, 2023<br>Rs'000 | Dec 31, 2022<br>Rs'000<br>Restated | Jan 1, 2022<br>Rs'000<br>Restated | Dec 31, 2023<br>Rs'000 | Dec 31, 2022<br>Rs'000<br>Restated | Jan 1, 2022<br>Rs'000<br>Restated |
| <b>ASSETS</b>                           |                        |                                    |                                   |                        |                                    |                                   |
| Total assets                            | 60,970,708             | 54,293,985                         | 55,918,655                        | 58,240,911             | 53,631,423                         | 55,422,798                        |
| <b>EQUITY AND LIABILITIES</b>           |                        |                                    |                                   |                        |                                    |                                   |
| <b>Capital and reserves</b>             |                        |                                    |                                   |                        |                                    |                                   |
| Share capital                           | 26,322                 | 26,322                             | 26,322                            | 26,322                 | 26,322                             | 26,322                            |
| Reserves                                | 3,720,598              | 3,251,401                          | 3,151,450                         | 3,194,483              | 2,893,188                          | 2,946,629                         |
| Owners' interest                        | 3,746,920              | 3,277,723                          | 3,177,772                         | 3,220,805              | 2,919,510                          | 2,972,951                         |
| Non-controlling interests               | 517,177                | 290,107                            | 258,084                           | -                      | -                                  | -                                 |
| <b>Total equity</b>                     | <b>4,264,097</b>       | <b>3,567,830</b>                   | <b>3,435,856</b>                  | <b>3,220,805</b>       | <b>2,919,510</b>                   | <b>2,972,951</b>                  |
| <b>Insurance contract liabilities</b>   | <b>42,733,018</b>      | <b>40,371,836</b>                  | <b>42,169,827</b>                 | <b>42,733,018</b>      | <b>40,371,836</b>                  | <b>42,169,827</b>                 |
| <b>Reinsurance contract liabilities</b> | <b>85,797</b>          | <b>97,192</b>                      | <b>148,837</b>                    | <b>85,797</b>          | <b>97,192</b>                      | <b>148,837</b>                    |
| <b>Non Insurance liabilities</b>        | <b>13,887,796</b>      | <b>10,257,127</b>                  | <b>10,164,135</b>                 | <b>12,201,291</b>      | <b>10,242,885</b>                  | <b>10,131,183</b>                 |
| <b>Total liabilities</b>                | <b>56,706,611</b>      | <b>50,726,155</b>                  | <b>52,482,799</b>                 | <b>55,020,106</b>      | <b>50,711,913</b>                  | <b>52,449,847</b>                 |
| <b>Total equity and liabilities</b>     | <b>60,970,708</b>      | <b>54,293,985</b>                  | <b>55,918,655</b>                 | <b>58,240,911</b>      | <b>53,631,423</b>                  | <b>55,422,798</b>                 |

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

|   | THE GROUP                            |  | THE COMPANY                          |  |
|---|--------------------------------------|--|--------------------------------------|--|
|   | Year Ended<br>Dec 31, 2023<br>Rs'000 | Year Ended<br>Dec 31, 2022<br>Rs'000<br>Restated | Year Ended<br>Dec 31, 2023<br>Rs'000 | Year Ended<br>Dec 31, 2022<br>Rs'000<br>Restated |
| <b>Insurance revenue</b>  | <b>2,065,460</b>                     | <b>1,980,642</b>                                 | <b>2,065,460</b>                     | <b>1,980,642</b>                                 |
| Insurance service results                                       | 520,188                              | 257,457  | 520,188                              | 257,457  |
| <b>Profit before Income tax expense</b>                         | <b>735,869</b>                       | <b>583,735</b>                                   | <b>463,629</b>                       | <b>361,583</b>                                   |
| Income tax expense  | (59,657)                             | (29,481)   | (38,498)                             | (13,445)   |
| <b>Profit for the year</b>                                      | <b>676,212</b>                       | <b>554,254</b>                                   | <b>425,131</b>                       | <b>348,138</b>                                   |
| <b>Other comprehensive income for the year, net of tax</b>      | <b>59,244</b>                        | <b>(236,288)</b>                                 | <b>57,786</b>                        | <b>(229,590)</b>                                 |
| <b>Total comprehensive income for the year</b>                  | <b>735,456</b>                       | <b>317,966</b>                                   | <b>482,917</b>                       | <b>118,548</b>                                   |
| <b>Profit for the year attributable to:</b>                     |                                      |  |                                      |  |
| Owners of the parent  | 623,102                              | 507,166  | 425,131                              | 348,138  |
| Non-controlling interests                                       | 53,110                               | 47,088   | -                                    | -  |
| <b>Total comprehensive income for the year attributable to:</b> | <b>676,212</b>                       | <b>554,254</b>                                   | <b>425,131</b>                       | <b>348,138</b>                                   |
| <b>Owners of the parent</b>                                     | <b>682,276</b>                       | <b>271,940</b>                                   | <b>482,917</b>                       | <b>118,548</b>                                   |
| <b>Non-controlling interests</b>                                | <b>53,180</b>                        | <b>46,026</b>                                    | <b>-</b>                             | <b>-</b>   |
| <b>Basic/Diluted earnings per share (Rs/cts)</b>                | <b>236.72</b>                        | <b>192.68</b>                                    | <b>161.51</b>                        | <b>132.26</b>                                    |

### 3. Statements of Changes in Equity

|   | Attributable to owners of the parent |                    |                   |                    |                    |                 |                     |
|---|--------------------------------------|--------------------|-------------------|--------------------|--------------------|-----------------|---------------------|
|   | Share                                | Retained           | Non-Distributable | Amalgamation       | Other              | Non-Controlling | Total               |
|   | Capital<br>Rs'000                    | Earnings<br>Rs'000 | Reserve<br>Rs'000 | Reserves<br>Rs'000 | Reserves<br>Rs'000 | Total<br>Rs'000 | Interests<br>Rs'000 |
| <b>(a) THE GROUP</b>                    |                                      |                    |                   |                    |                    |                 |                     |
| Balance at January 1, 2023              | 26,322                               | 2,716,647          | 285,984           | 61,214             | 187,556            | 3,277,723       | 290,107             |
| Profit for the year                     | -                                    | 623,102            | -                 | -                  | -                  | 623,102         | 53,110              |
| Acquisition of new subsidiary           | -                                    | (32,106)           | -                 | -                  | -                  | (32,106)        | 186,342             |
| Reduction in non-controlling interest   | -                                    | 649                | -                 | -                  | -                  | 649             | (649)               |
| Other comprehensive income for the year | -                                    | -                  | -                 | -                  | 59,174             | 59,174          | 70                  |
| Dividends                               | -                                    | (181,622)          | -                 | -                  | -                  | (181,622)       | (11,803)            |
| Balance at December 31, 2023            | 26,322                               | 3,126,670          | 285,984           | 61,214             | 246,730            | 3,746,920       | 517,177             |

|  |        |           |          |        |           |           |          |
|--|--------|-----------|----------|--------|-----------|-----------|----------|
| Balance at January 1, 2022                               |        |           |          |        |           |           |          |
| As previously reported                                   | 26,322 | 1,942,203 | -        | 61,214 | (362)     | 2,029,377 | 258,084  |
| Adjustment on initial application of IFRS 17, net of tax | -      | 319,471   | 333,648  | -      | 479,283   | 1,132,402 | -        |
| Adjustment on initial application of IFRS 9, net of tax  | -      | 15,993    | -        | -      | -         | 15,993    | -        |
| Restated balance at January 1, 2022                      | 26,322 | 2,277,667 | 333,648  | 61,214 | 478,921   | 3,177,772 | 258,084  |
| Profit for the year                                      | -      | 507,166   | -        | -      | -         | 507,166   | 47,088   |
| Other comprehensive income for the year                  | -      | -         | -        | -      | (235,226) | (235,226) | (1,062)  |
| Release of fair value upon disposal of investment        | -      | 56,139    | -        | -      | (56,139)  | -         | -        |
| Release of NDR to retained earnings                      | -      | 47,664    | (47,664) | -      | -         | -         | -        |
| Dividends  | -      | (171,989) | -        | -      | -         | (171,989) | (14,003) |
| Balance at December 31, 2022                             | 26,322 | 2,716,647 | 285,984  | 61,214 | 187,556   | 3,277,723 | 290,107  |

|                              | Share   | Retained  | Non-Distributable | Amalgamation | Other    | Total     |
|------------------------------|---------|-----------|-------------------|--------------|----------|-----------|
|                              | Capital | Earnings  | Reserve           | Reserves     | Reserves | Equity    |
|                              | Rs'000  | Rs'000    | Rs'000            | Rs'000       | Rs'000   | Rs'000    |
| <b>(b) THE COMPANY</b>       |         |           |                   |              |          |           |
| Balance at January 1, 2023   | 26,322  | 1,884,007 | 285,984           | 61,214       | 661,983  | 2,919,510 |
| Profit for the year          | -       | 425,131   | -                 | -            | -        | 425,131   |
| Other comprehensive income   | -       | -         | -                 | -            | 57,786   | 57,786    |
| Dividends                    | -       | (181,622) | -                 | -            | -        | (181,622) |
| Balance at December 31, 2023 | 26,322  | 2,127,516 | 285,984           | 61,214       | 719,769  | 3,220,805 |

|  |        |           |          |        |           |           |
|--|--------|-----------|----------|--------|-----------|-----------|
| Balance at January 1, 2022                               |        |           |          |        |           |           |
| As previously reported                                   | 26,322 | 1,268,591 | -        | 61,214 | 468,429   | 1,824,556 |
| Adjustment on initial application of IFRS 17, net of tax | -      | 319,471   | 333,648  | -      | 479,283   | 1,132,402 |
| Adjustment on initial application of IFRS 9, net of tax  | -      | 15,993    | -        | -      | -         | 15,993    |
| Restated balance at January 1, 2022                      | 26,322 | 1,604,055 | 333,648  | 61,214 | 947,712   | 2,972,951 |
| Profit for the year                                      | -      | 348,138   | -        | -      | -         | 348,138   |
| Other comprehensive income                               | -      | -         | -        | -      | (229,590) | (229,590) |
| Release of fair value upon disposal of investment        | -      | 56,139    | -        | -      | (56,139)  | -         |
| Release of NDR to retained earnings                      | -      | 47,664    | (47,664) | -      | -         | -         |
| Dividends  | -      | (171,989) | -        | -      | -         | (171,989) |
| Balance at December 31, 2022                             | 26,322 | 1,884,007 | 285,984  | 61,214 | 661,983   | 2,919,510 |

### 4. Statements of Cash Flows

|  | The Group        |                  | The Company      |                  |
|--|------------------|------------------|------------------|------------------|
|  | Year Ended       | Year Ended       | Year Ended       | Year Ended       |
|  | Dec 31, 2023     | Dec 31, 2022     | Dec 31, 2023     | Dec 31, 2022     |
|  | Rs'000           | Rs'000           | Rs'000           | Rs'000           |
| Net cash generated from operating activities | 3,012,502        | 2,059,076        | 2,364,695        | 1,781,261        |
| Net cash used in investing activities        | (2,344,825)      | (214,226)        | (1,733,840)      | (63,932)         |
| Net cash used in financing activities        | (193,193)        | (175,537)        | (178,946)        | (160,354)        |
| <b>Increase in cash and cash equivalents</b> | <b>474,484</b>   | <b>1,669,313</b> | <b>451,909</b>   | <b>1,556,975</b> |
| <b>Movement in cash and cash equivalents</b> |                  |                  |                  |                  |
| At January 1,                                | 4,175,537        | 2,549,542        | 3,805,965        | 2,254,172        |
| Increase during the year                     | 474,484          | 1,669,313        | 451,909          | 1,556,975        |
| Effects of exchange rate changes             | (25,429)         | (43,318)         | (36,178)         | (5,182)          |
| At December 31,                              | <b>4,624,592</b> | <b>4,175,537</b> | <b>4,221,696</b> | <b>3,805,965</b> |

Copies of these condensed audited 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. This Communiqué is issued pursuant to DEM Rule 18 and published as per the Securities Act 2005.

The Board of Directors of Swan Life Ltd accepts full responsibility for the accuracy of the information contained in this communiqué.

