

Condensed Unaudited Financial Statements - Half Year and Quarter Ended June 30, 2017

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, 2017.

(a) Basis of Accounting

The interim half year and quarter ended condensed financial statements comply with the International Financial Reporting Standards (IFRS) and have been prepared on the same basis as the accounting policies set out in the statutory financial statements of the Group and the Company for the year ended December 31, 2016, except for the adoption of relevant amendments to published Standards, Standards and Interpretation now effective.

(b) Operation

Short Term

The gross written and net earned premiums grew in line with expectations yielding an improved underwriting result compared to the corresponding period last year. The adverse claims trend experienced by the market in some lines of business is being closely monitored and corrective measures implemented.

Long Term

Premium income over the second quarter grew in line with expectations. In this period, benefits payable to the policyholders were higher.

(c) Investments

Our investment portfolio delivered another robust performance for the quarter ended June 2017 as both

the local and international equity markets made further gains. However, the continued depreciation of the USD weighed on the performance of our foreign investments in Mauritian Rupee terms.

Our diversification and active management strategy ensure that our fixed income portfolio generates encouraging returns in the context of high excess liquidity and limited fixed income opportunities.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd Company Secretary August 11, 2017

1. Statements of Financial Position

| | THE GROUP | | THE COMPANY | | |
|--|------------|--------------|---|---------------------|--|
| | As at | As at | As at | As at | |
| ASSETS Ju | n 30, 2017 | Dec 31, 2016 | Jun 30, 2017 | Dec 31, 2016 | |
| Non-current assets —— | Rs'000 | Rs'000 | Rs'000 | Rs'000 | |
| Property and equipment | 90,698 | 94,403 | 90.038 | 93,113 | |
| Investments in subsidiary companies | 50,056 | 94,403 | 535,957 | 535.957 | |
| Investments in associated company and joint ventures | 82,514 | 85,926 | 501 | 501 | |
| | 1,867,043 | 1,623,125 | 1,638,173 | 1,415,881 | |
| Other non-current assets | 212.857 | 218.034 | 163.827 | 165.388 | |
| Other Holl Current assets | 2,253,112 | 2.021.488 | 2,428,496 | 2,210,840 | |
| Current assets | 3,116,756 | 3,002,043 | 2,131,253 | 1,962,878 | |
| | 7.476.083 | 34.487.118 | | - 1,702,010 | |
| | 12,845,951 | 39,510,649 | 4,559,749 | 4,173,718 | |
| | , | | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | , , , | |
| EQUITY AND LIABILITIES | | | | | |
| Capital and reserves | | | | | |
| Share capital | 41,379 | 41,379 | 41,379 | 41,379 | |
| Retained earnings | 1,520,579 | 1,494,110 | 1,661,515 | 1,619,522 | |
| Reserves | 944,110 | 858,538 | 507,649 | 382,533 | |
| Owners' interest | 2,506,068 | 2,394,027 | 2,210,543 | 2,043,434 | |
| Non-controlling interests | 342,412 | 344,523 | - | - | |
| Total equity | 2,848,480 | 2,738,550 | 2,210,543 | 2,043,434 | |
| | | | | | |
| | 7,476,083 | 34,487,118 | - | - | |
| Technical Provisions | 2,079,196 | 1,814,025 | 2,036,145 | 1,774,508 | |
| Non-current liabilities | 158,771 | 165,240 | 136,941 | 129,686 | |
| | 9,714,050 | 36,466,383 | 2,173,086 | 1,904,194 | |
| Current liabilities | 283,421 | 305,716 | 176,120 | 226,090 | |
| Total equity and liabilities | 12,845,951 | 39,510,649 | 4,559,749 | 4,173,718 | |
| | | | | | |
| Net assets per share (Rs/cs) | 302.82 | 289.28 | 267.11 | 246.92 8.275,769 | |
| Number of shares used in calculation | 8.275.769 | 8,275,769 | 8.275.769 | | |

2. Statements of Profit or Loss and Other Comprehensive Income

| | | THE GROUP | | | |
|---|---|---|---|---|--|
| | Half Year Ended Jun 30, 2017 Rs'000 | Half Year Ended Jun 30, 2016 Rs'000 | Quarter Ended Jun 30, 2017 Rs'000 | Quarter Ended Jun 30, 2016 Rs'000 | |
| Gross premiums | 3,313,749 | 3,190,828 | 1,641,006 | 1,650,466 | |
| Net earned premiums | 2,599,993 | 2,492,208 | 1,289,810 | 1,324,604 | |
| Share of profit/(loss) of associated company and joint ventures | 185 | 7,341 | (88) | 3,284 | |
| Profit before taxation Taxation | 33,148 (6,696) | 33,701 (5,089) | (9,176) 369 | (1,151) 23 | |
| Profit for the period | 26,452 | 28,612 | (8,807) | (1,128) | |
| Other comprehensive income for the period | 150,950 | (15,056) | 69,704 | 4,075 | |
| Total comprehensive income for the period | 177,402 | 13,556 | 60,897 | 2,947 | |
| Profit attributable to: Owners of the parent | 26,469 | 25,273 | (8,787) | (2,680) | |
| Non-controlling interests | (17) | 3.339 | (20) | 1.552 | |
| Tron conditioning interests | 26,452 | 28,612 | (8,807) | (1,128) | |
| Total comprehensive income attributable to: | · | | | , , , | |
| Owners of the parent | 178,033 | 7,846 | 60,732 | (3,359) | |
| Non-controlling interests | (631) | 5,710 | 165 | 6,306 | |
| | 177,402 | 13,556 | 60,897 | 2,947 | |
| Earnings per share (Rs/cs) | 3.20 | 3.05 | (1.06) | (0.32) | |
| Number of shares used in calculation | 8,275,769 | 8,275,769 | 8,275,769 | 8,275,769 | |

| THE COMPANY | | | | | | |
|---|---|---|---|--|--|--|
| Half Year Ended Jun 30, 2017 Rs'000 | Half Year Ended Jun 30, 2016 Rs'000 | Quarter Ended Jun 30, 2017 Rs'000 | Quarter Ended Jun 30, 2016 Rs'000 | | | |
| 1,271,518 701,195 | 1,165,323 604,680 | 664,128 366,283 | 598,820 322,168 | | | |
| - | - | - | - | | | |
| 48,628 (6,635) | 33,511 (4,275) | 1,745 400 | 3,414 706 | | | |
| 41,993 125,117 | 29,236 (26,480) | 2,145 48,773 | 4,120 (14,994) | | | |
| 167,110 | 2,756 | 50,918 | (10,874) | | | |
| 41,993 - | 29,236 - | 2,145 - | 4,120 - | | | |
| 41,993 | 29,236 | 2,145 | 4,120 | | | |
| 167,110 - | 2,756 - | 50,918 - | (10,874) - | | | |
| 167,110 | 2,756 | 50,918 | (10,874) | | | |
| 5.07 | 3.53 | 0.26 | 0.50 | | | |
| 8,275,769 | 8,275,769 | 8,275,769 | 8,275,769 | | | |

3. Statements of Changes in Equity

| | Attributable to owners of the parent | | | | | | | | | |
|--|---|---|---|---|--|--|--|---|--|---|
| | 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 losses Rs'000 | Total Rs'000 | Non-controlling Interests Rs'000 | Total Equity Rs'000 |
| (a) THE GROUP Balance at January 1, 2017 Profit for the period Other comprehensive income for the period Other movement Non distributable reserve Balance at June 30, 2017 | 41,379 - - - - 41,379 | 208,515 - 154,404 - - 362,919 | 54,460 (9,335) - 45,125 | 419,787 - 6,495 - (65,991) 360,291 | 1,494,110 26,469 - - - 1,520,579 | 267,477 - - - - - 267,477 | (91,701) - - - - (91,701) | 2,394,027 26,469 151,564 (65,991) 2,506,068 | 344,523 (17) (614) 12,305 (13,785) 342,412 | 2,738,550 26,452 150,950 12,305 (79,776) 2,848,480 |
| Balance at January 1, 2016 Profit for the period Other comprehensive income for the period Other movement Transactions with non-controlling interests Non distributable reserve Balance at June 30, 2016 | 41,379 - - - - - 41,379 | 228,359 - (23,589) - - - - 204,770 | 54,848 - (4,587) - - - 50,261 | 387,720 - 10,749 - - 26,613 425,082 | 1,412,831 25,273 - (50,082) - 1,388,022 | 267,477 - - - - - - 267,477 | (55,472) - - - - - - (55,472) | 2,337,142 25,273 (17,427) - (50,082) 26,613 2,321,519 | 350,294 3,339 2,371 9,326 (20,458) 6,707 351,579 | 2,687,436 28,612 (15,056) 9,326 (70,540) 33,320 2,673,098 |
| (b) THE COMPANY Balance at January 1, 2017 Profit for the period Other comprehensive income for the period Balance at June 30, 2017 | 41,379 - - - 41,379 | 210,550 - 125,117 335,667 | 43,099 - - - 43,099 | - - - - | 1,619,522 41,993 - 1,661,515 | 220,593 - - - 220,593 | (91,709) - - - (91,709) | 2,043,434 41,993 125,117 2,210,543 | | |
| Balance at January 1, 2016 Profit for the period Other comprehensive income for the period Balance at June 30, 2016 | 41,379 - - - 41,379 | 251,359 - (26,480) 224,879 | 28,719 - - - 28,719 | - - - | 1,497,298 29,236 - 1,526,534 | 220,593 - - - 220,593 | (55,480) - - (55,480) | 1,983,868 29,236 (26,480) 1,986,624 | _ | |

4. Statements of Cash Flows

| Net cash generated from operating activities Net cash generated from/(used in) investing activities Net cash (used in)/generated from financing activities (Decrease)/ increase in cash and cash equivalents |
|---|
| Movement in cash and cash equivalents: |

At January 1 (Decrease)/increase Effect of exchange rate changes At June 30

| THE GROUP | | | | | | |
|---|--|--|--|--|--|--|
| Half Year Ended Jun 30, 2016 Rs'000 | | | | | | |
| 88,082 (159,788) 77,229 5,523 | | | | | | |
| 168,233 5,523 (434) 173,322 | | | | | | |
| | | | | | | |

| THE COMPANY | | | | |
|-----------------|-----------------|--|--|--|
| Half Year Ended | Half Year Ended | | | |
| Jun 30, 2017 | Jun 30, 2016 | | | |
| Rs'000 | Rs'000 | | | |
| 104,086 | 78,294 | | | |
| 16,679 | 32,226 | | | |
| (99,360) | (126,319) | | | |
| 21,405 | (15,799) | | | |
| 69,980 | 120,367 | | | |
| 21,405 | (15,799) | | | |
| 110 | 844 | | | |
| 91,495 | 105,412 | | | |

5. Segment Information - (Group)

| Half Year Ended June 30, 2017 Gross premiums Underwriting surplus Investment & other income Management expenses, depreciation & amortisation Share of profit of associated company & joint ventures Profit before tax |
|---|
| Half Year Ended June 30, 2016 Gross premiums Underwriting surplus Investment & other income Management expenses, depreciation & amortisation Share of profit of associated company & joint ventures Profit before tax |

| Lire | Casuarty | Property | Total |
|-----------|-----------|----------|-----------|
| Rs'000 | Rs'000 | Rs'000 | Rs'000 |
| 1,972,728 | 1,093,200 | 247,821 | 3,313,749 |
| - | 140,114 | 82,107 | 222,221 |
| | | | 46,529 |
| | | | (235,787) |
| | | | 185 |
| | | | 33,148 |
| | | | |
| | | | |
| 1,952,733 | 908,177 | 329,918 | 3,190,828 |
| - | 128,614 | 79,095 | 207,709 |
| | | | 50,695 |
| | | | (232,044) |
| | | | 7,341 |
| | | | 33,701 |
| | | | |

This communiqué is issued pursuant to the Listing Rule 12.20 and the Securities Act 2005.

Copies of these condensed unaudited financial statements and the statements 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 unaudited financial statements can also be viewed on the Company's website.