

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2019

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

The Group	3 months ended	Restated*
	30-Sep-19 Rs 000	3 months ended 30-Sep-18 Rs 000
Gross premiums	330,013	300,223
Net written premiums	166,640	176,663
Profit from operations	2,678	15,941
Profit before taxation	6,543	18,624
Income tax charges	(402)	(2,964)
Profit for the year	6,141	15,660
Other comprehensive income for the period	10,490	(1,552)
Total comprehensive income for the period	16,631	14,108
Profit attributable to:		
Owners of the parent	6,141	15,660
Non-controlling interests	-	-
	6,141	15,660
Total comprehensive income attributable to:		
Owners of the parent	16,631	14,108
Non-controlling interests	-	-
	16,631	14,108
Earnings per share (Rs/cs)	0.77	1.96

STATEMENTS OF FINANCIAL POSITION

The Group	Unaudited as at	Audited as at
	30-Sep-19 Rs 000	30-Jun-19 Rs 000
ASSETS		
Non current assets		
Property, plant and equipment	187,645	187,513
Intangible assets	15,657	16,597
Deferred tax assets	25,821	13,607
Investments	557,662	479,356
	786,785	697,073
Current assets	2,761,668	2,559,267
Held-for-sale	-	121,483
TOTAL ASSETS	3,548,453	3,377,823
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent	924,819	908,188
Non-controlling interests	449	449
Total equity	925,268	908,637
Non current liabilities	16,867	16,866
Current liabilities	2,606,318	2,452,320
TOTAL EQUITY AND LIABILITIES	3,548,453	3,377,823
Net assets per share (Rs/cs)	115.60	113.52

STATEMENTS OF CHANGES IN EQUITY

The Group	Equity attributable to owners of the parent					
	Share Capital	Other Reserves	Retained Earnings	Total	Non-Controlling Interests	Total Equity
	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000
At 1 July 2018 (as restated*)	80,000	148,210	692,017	920,227	395	920,622
Effect of adopting IFRS 9	-	(29,901)	29,491	(410)	-	(410)
At 1 July 2018	80,000	118,309	721,508	919,817	395	920,212
Total comprehensive income for the period (as restated*)	-	(1,552)	15,660	14,108	-	14,108
At 30 Sep 2018 (as restated*)	80,000	116,757	737,168	933,925	395	934,320
At 1 July 2019	80,000	125,509	702,679	908,188	449	908,637
Total comprehensive income for the period	-	10,490	6,141	16,631	-	16,631
Transfer	-	(63,725)	63,725	-	-	-
At 30 Sep 2019	80,000	72,274	772,545	924,819	449	925,268

STATEMENTS OF CASH FLOWS

The Group	3 months ended	Restated*
	30-Sep-19 Rs 000	3 months ended 30-Sep-18 Rs 000
Net cash used in operating activities	(41,695)	(41,535)
Net cash generated from investing activities	180,638	68,165
Net cash used in financing activities	-	-
Increase in cash & cash equivalents	138,943	26,630
Cash & cash equivalents at beginning of period	344,316	354,478
Exchange gains/(losses) on cash & cash equivalents	-	-
Cash & cash equivalents at end of the period	483,259	381,108

COMMENTS

Basis of Accounting

The interim condensed financial statements for the three months ended 30 September 2019 are unaudited and have been prepared using the same accounting policies and methods of computation as those adopted in the statutory financial statements for the year ended 30 June 2019.

Results

Gross premiums for the first quarter ended 30 September 2019 grew by 10% to reach Rs 330 M compared to Rs 300 M for the same period last year.

The high claims ratio in our Motor segment continues to negatively affect the profitability of the Company. Remedial actions have been slow in gaining traction and therefore more disciplined underwriting principles coupled with more effective claims management have been adopted. On the investment side, our portfolio posted appreciable returns.

Other comprehensive income increased by Rs 12 M, from a deficit of Rs 1.5 M to a surplus of Rs 10.5 M, mainly explained by the reversal of a deferred tax liability held on revaluation surplus of building, further to the sale of Caudan premises during the quarter.

Earnings per share was Rs 0.77 (LY: Rs 1.96 (Restated)). Net assets per share stood at Rs 115.60 at 30 September 2019 compared to Rs 113.52 at 30 June 2019.

Restatement of comparatives

* Comparative figures for the quarter ended 30 September 2018 have been restated to reflect the adjustments made to the audited financial statements for the year ended 30 June 2019. The net effect is an increase in Total Comprehensive Income of Rs 9.1 M.

By order of the Board IBL Management Ltd Secretary

14 November 2019

Copies of this interim report are available to the public, free of charge, at the Company's registered office, 4th Floor, IBL House, Caudan Waterfront, Port Louis or may be viewed on the Company's website: www.eagle.mu. This communique is issued pursuant to Listing Rule 12.20 and Securities Act 2005. The Board of Directors of Eagle Insurance Limited accepts full responsibility for the accuracy of the information contained in this interim report.

The statement of direct and indirect interests of officers of the Company required under rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request, free of charge, from the Secretary, at 4th Floor, IBL House, Caudan Waterfront, Port Louis.

SEGMENTAL INFORMATION

The Group	3 months ended 30-Sep-19			Restated* 3 months ended 30-Sep-18		
	Casualty Rs000	Property Rs000	Total Rs000	Casualty Rs000	Property Rs000	Total Rs000
Gross premiums	245,909	84,104	330,013	217,436	82,787	300,223
Underwriting results	14,136	17,620	31,756	14,791	28,917	43,708
Investment and other income			19,533			7,201
Management expenses, depreciation & amortisation			(48,611)			(34,968)
Share of profit of associate			3,865			2,683
Profit before taxation			6,543			18,624