Quarter Ended Sept 30, 2019 Restated Rs'000 933,476 419,122

> 12,662 (2,512) 10,150 12,184 22,334

10.150

10,150 22 334

22,334



## Condensed Unaudited Financial Statements - Nine Months and Quarter Ended September 30, 2020

### The Directors are pleased to present the condensed unaudited financial statements of the Group and the Company for the Nine Months and Quarter Ended September 30,2020.

#### (a) Basis of accounting

The condensed financial statements of the Group and the Company are unaudited and have been prepared using the same accounting policies as the audited financial statements for the year ended December 31, 2019, except for the adoption of new International Financial Reporting Standards issued which are now effective.

The figures for the Nine Months and Quarter Ended September 30, 2019 have been restated as a result of changes in accounting

- policies relating to:

  On the fixed income front, our investme

  (i) changes in accounting policies in the subsidiary, Swan Life Ltd , relating to the allocation of actuarial surplus and in the accounting liquidity pervading the financial system. of its subsidiaries and associates;
  (ii) restatement of residual gratuity obligations in the Company's financial statements.

These changes were adopted in the audited financial statements for the year ended December 31, 2019 but were not reflected in the Nine Months and Quarter Ended September 30, 2019.

#### Short Term

The gross written and net earned premiums growth were in line with our expectations. Despite the prevailing unprecedented adverse economic environment, the company achieved a satisfactory third quarter net underwriting result compared to the corresponding period in 2019. The outlook for the end of the financial year 2020 remains positive.

After two consecutive quarters of decrease, we are pleased to report that there has been an improvement during the third quarter of 2020. Gross Premium income as at 30th September 2020 is now 1% less than the same period last year

#### c) Investments

The investment portfolio grew over the third quarter as our active investment management approach supported performance. On the equity side, the stock market continued to trend lower as the economic uncertainty triggered by the coronavirus continued to weigh on investor sentiment. On the other hand, international equities recorded appreciable gains as the economic recovery of many regions proved less sluggish than feared. In addition, reports of progress in the search for a vaccine provided much hope, both for economic activity and for the ongoing health crisis.

On the fixed income front, our investments continued to deliver encouraging returns. On markets, yields remained depressed with excess

nie CO vide 19 dutureak continues to pose a serious public health problem worldwide and, like other countries, the Mauritian economy has been severely impacted by weaker economic activity. With many developed countries now facing a second wave of the virus and re-entering confinement, it remains very difficult to establish the full impact of the COVID and how long it will take our economy to recover to pre-COVID level.

Our capital adequacy and solvency margin have always been above the minimums required by the Insurance Act 2005. The Group does not foresee any pressure on its solvency ratio in the near term based on the different stress tests carried out. The Group also believes that its liquidity position is adequate to ensure any future commitments and obligations that may arise. As such, the condensed financial statements as presented have been prepared on a going concern.

### For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd Company Secretary November 13, 2020

### 1. Statements of Financial Position

	THE GROUP		THE C	OMPANY
ASSETS	Unaudited as at Sept 30, 2020	Audited as at Dec 31, 2019	Unaudited as at Sept 30, 2020	Audited as at Dec 31, 2019
Non-current assets	Rs'000	Rs'000	Rs'000	Rs'000
Property and equipment	390,334	406,064	75,900	85,360
Investment properties	427,171	433,191	75,900	-
Investments in subsidiary companies			557,327	557,087
Investments in associated companies and joint venture	181,571	163,793	138,615	34,509
Investments in financial assets	35,311,279	38,331,944	1,791,399	1,684,808
Loans and receivables	5,002,862	4,338,413	99,283	99,233
Non-current receivables	5,444	5,444	47,036	47,036
Other non-current assets	211,679	234,197	101,982	100,432
	41,530,340	43,913,046	2,811,542	2,608,465
Current assets	10,787,263	9,488,164	3,152,308	3,060,313
Total assets	52,317,603	53,401,210	5,963,850	5,668,778
EQUITY AND LIABILITIES Capital and reserves				
Share capital	41,379	41,379	41,379	41,379
Retained earnings	3,377,699	2,938,306	2,412,100	2,055,767
Other reserves	182,048	501,949	154,719	432,534
Attributable to owners of the parent	3,601,126	3,481,634	2,608,198	2,529,680
Non-controlling interests  Total equity	468,703 4,069,829	415,655 3,897,289	2,608,198	2,529,680
rotal equity	4,009,029	3,097,209	2,008,198	2,329,000
Life Assurance Fund	43,321,106	45,199,804	_	_
Technical Provisions	2.891.899	2,452,689	2.286.915	1.957.420
Non-current liabilities	460,146	465,932	298,002	300,507
	46,673,151	48,118,425	2,584,917	2,257,927
Current liabilities	1,574,623	1,385,496	770,735	881,171
Total equity and liabilities	52,317,603	53,401,210	5,963,850	5,668,778
Net assets per share (Rs/cs)	435.14	420.70	315.16	305.67
Number of shares used in calculation	8,275,769	8,275,769	8,275,769	8,275,769

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

	THE GROUP				THE COMPANY			
	9 Months Ended Sept 30, 2020	9 Months Ended Sept 30, 2019 Restated	Quarter Ended Sept 30, 2020	Quarter Ended Sept 30, 2019 Restated	onths Ended ept 30, 2020	9 Months Ended Sept 30, 2019 Restated	Quarter Ended Sept 30, 2020	
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	
Gross premiums	6,168,621	6,114,623	2,441,323	2,253,886	2,412,932	2,334,849	947,723	
Net earned premiums	5,135,685	4,697,678	2,012,640	1,624,475	1,748,046	1,221,740	604,689	
Share of results of associated companies and joint venture	24,009	11,161	5,888	2,335	-	-	-	
,								
Profit before taxation	550,235	256,658	109,721	81,907	394,824	59,430	41,969	
Income tax expense	(56,089)	(39,670)	(10,903)	(16,007)	(38,491)	(8,639)	647	
Profit for the period	494,146	216,988	98,818	65,900	356,333	50,791	42,616	
Other comprehensive income for the period, net of tax	(321,366)	132,889	39,075	37,572	(277,815)	112,202	38,112	
Total comprehensive income for the period	172,780	349,877	137,893	103,472	78,518	162,993	80,728	
·								
Profit for the period attributable to:								
Owners of the parent	431,660	172,426	83,719	49,489	356,333	50,791	42,616	
Non-controlling interests	62,486	44,562	15,099	16,411	-		-	
· ·	494,146	216,988	98,818	65,900	356,333	50,791	42,616	
Total comprehensive income for the period attributable to:								
Owners of the parent	113,419	305,271	123,677	85,055	78,518	162,993	80,728	
Non-controlling interests	59,361	44,606	14,216	18,417	-	-	-	
	172,780	349,877	137,893	103,472	78,518	162,993	80,728	
Earnings per share (Rs/cs)	52.16	20.84	10.12	5.98	43.06	6.14	5.15	
Number of shares used in calculation	8,275,769	8,275,769	8,275,769	8,275,769	8,275,769	8,275,769	8,275,769	

## 3. Statements of Changes in Equity

	Attributable to owners of the parent company									
	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 gain/(losses) Rs'000	Total Rs'000	Non-controlling Interests Rs'000	Total Equity Rs'000
(a) THE GROUP Balance at January 1, 2020 Profit for the period Other comprehensive income for the period Other movements Balance at September 30, 2020	41,379 - - - - 41,379	301,372 - (328,102) (2,126) (28,856)	30,350 - 9,764 466 40,580	- - - -	2,938,306 431,660 - 7,733 3,377,699	267,477 - - - 267,477	(97,250) - 97 - (97,153)	3,481,634 431,660 (318,241) 6,073 3,601,126	415,655 62,486 (3,125) (6,313) 468,703	3,897,289 494,146 (321,366) (240) 4,069,829
At January 1, 2019, - As previously stated - Effect of prior year adjustments - As restated Profit for the period - restated Other comprehensive income for the period - restated Balance at September 30, 2019	41,379 - 41,379 - - 41,379	195,033 (2,126) 192,907 - 112,795 305,702	36,594 (8,269) 28,325 - 20,050 48,375	1,024,347 (1,024,347) - - - - -	1,834,071 646,857 2,480,928 172,426 - 2,653,354	267,477 - 267,477 - - 267,477	(100,632) (4,961) (105,593) - - (105,593)	3,298,269 (392,846) 2,905,423 172,426 132,845 3,210,694	470,795 (107,183) 363,612 44,562 44 408,218	3,769,064 (500,029) 3,269,035 216,988 132,889 3,618,912
(b) THE COMPANY Balance at January 1, 2020 Profit for the period Other comprehensive income for the period Balance at September 30, 2020	41,379 - - - 41,379	261,886 - (277,815) (15,929)	43,099 - - - 43,099	- - - -	2,055,767 356,333 - 2,412,100	220,593 - - 220,593	(93,044) - - - (93,044)	2,529,680 356,333 (277,815) 2,608,198		
At January 1, 2019, - As previously stated - Effect of prior year adjustments - As restated Profit for the period Other comprehensive income for the period Balance at September 30, 2019	41,379 - 41,379 - - 41,379	171,329 - 171,329 - 112,202 283,531	43,099 - 43,099 - - 43,099	- - - - -	1,907,368 (39,850) 1,867,518 50,791 - 1,918,309	220,593 - 220,593 - - 220,593	(100,640) (1,208) (101,848) - - (101,848)	2,283,128 (41,058) 2,242,070 50,791 112,202 2,405,063	 	

## 4. Statements of Cash Flows

	THE GROUP		THE CO	OMPANY
	9 Months Ended Sept 30, 2020	9 Months Ended Sept 30, 2019 Restated	9 Months Ended Sept 30, 2020	9 Months Ended Sept 30, 2019
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from operating activities Net cash (used in)/generated from investing activities Net cash (used in)/generated from financing activities Increase in cash and cash equivalents	1,304,937 (809,739) (171,825) 323,373	837,597 439,740 (3,137) 1,274,200	543,165 (111,817) (301,405) 129,943	199,949 (174,118) 7,794 33,625
Movement in cash and cash equivalents: At January 1, Increase Effect of foreign exchange rate changes At September 30,	3,474,638 323,373 143,268 3,941,279	2,867,296 1,274,200 42,710 4,184,206	516,703 129,943 20,389 667,035	359,438 33,625 2,779 395,842

# 5. Segment Information - (Group)

Nine Months Ended September 30, 2020
Gross premiums
Underwriting surplus
Investment & other income
Management expenses, depreciation & amortisation
Impairment and other charges
Share of results of associated companies & joint venture
Surplus transferred to Life Assurance Fund
Profit before taxation

Nine Months Ended September 30, 2019
Gross premiums
Underwriting surplus
Investment & other income

Management expenses, depreciation & amortisation Impairment and other charges Share of results of associated companies & joint venture Surplus transferred to Life Assurance Fund Profit before taxation

Life	Casualty	Property	Total
Rs'000	Rs'000	Rs'000	Rs'000
3,530,005	2,017,473	621,143	6,168,621
826,211	390,476	158,495	1,375,182
			2,578,483
			(798,266)
			(16,945)
			24,009
			(2,612,228)
			550 235

# RESTATED

Life	Casualty	Property	Total
Rs'000	Rs'000	Rs'000	Rs'000
3,622,839	1,901,217	590,567	6,114,623
835,013	223,803	185,236	1,244,052
			1,277,016
			(732,880)
			(31,370)
			11,161
			(1,511,321)
			256,658

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.