

Condensed Unaudited Financial Statements - Quarter Ended March 31, 2021

The Directors are pleased to present the condensed unaudited financial statements of the Group and the Company for the quarter ended March 31, 2021.

(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, 2020.

The comparative figures for quarter March 31, 2020 have been restated to align with accounting treatment in the year end reporting financial statements.

(b) Operations

Gross earned premium income has increased by 12% compared to the same period last year, which is an encouraging sign for the current financial year.

(c) Investments

Our investment portfolio kick-started the first quarter of 2021 on a positive note and outpaced its benchmark on the back of superior results from its local portfolios and a strategic overweight positioning on international equity markets. The latter made further gains over the quarter,

supported by favourable vaccination roll-outs combined with accommodative monetary environments worldwide. On the other hand, the local equity market receded in Q1 2021 as a second COVID-19-related national lockdown and a weaker MUR weighed on investor sentiment.

On the fixed income side, our portfolio continued to deliver encouraging returns amid a pick-up in medium-term yields and a decrease in the excess liquidity level.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd

Company Secretary

July 29, 2021

1. Statements of Financial Position

	THE GROUP		THE COMPANY	
	Unaudited as at Mar 31, 2021 Rs'000	Audited as at Dec 31, 2020 Rs'000	Unaudited as at Mar 31, 2021 Rs'000	Audited as at Dec 31, 2020 Rs'000
Assets				
Non-current assets				
Property and equipment	273,090	277,520	247,760	252,092
Investment properties	423,809	425,317	386,543	388,058
Investments in subsidiary companies	-	-	548,512	548,512
Investments in associated companies	25,196	25,669	4,364	4,364
Available-for-sale financial assets	23,610,605	23,129,816	23,584,607	23,107,337
Held-to-maturity financial assets	11,215,233	11,238,790	10,892,549	11,044,817
Loans and receivables	5,667,559	5,733,624	5,667,559	5,733,624
Other non-current assets	97,579	108,002	14,206	15,387
Total non-current assets	41,313,071	40,938,738	41,346,100	41,094,191
Current assets	7,767,309	7,495,652	7,376,610	7,014,945
Total assets	49,080,380	48,434,390	48,722,710	48,109,136
Equity and liabilities				
Capital and reserves				
Share capital	26,322	26,322	26,322	26,322
Reserves	1,626,097	1,568,299	1,540,758	1,525,182
Owners' interest	1,652,419	1,594,621	1,567,080	1,551,504
Non-controlling interests	230,914	221,593	-	-
Total equity	1,883,333	1,816,214	1,567,080	1,551,504
Life Assurance Fund	46,015,993	45,084,339	46,015,993	45,084,339
Other technical provisions	439,816	366,836	439,816	366,836
Total technical provisions	46,455,809	45,451,175	46,455,809	45,451,175
Non-current liabilities				
Retirement benefit obligations	160,350	160,050	144,297	144,297
Other non-current liabilities	59,149	61,308	58,017	58,773
Total non-current liabilities	219,499	221,358	202,314	203,070
Current liabilities	521,739	945,643	497,507	903,387
Total equity and liabilities	49,080,380	48,434,390	48,722,710	48,109,136

2. Statements of Profit or Loss and Other Comprehensive Income

	THE GROUP		THE COMPANY	
	Quarter Ended Mar 31, 2021 Rs'000	Quarter Ended Mar 31, 2020 Restated Rs'000	Quarter Ended Mar 31, 2021 Rs'000	Quarter Ended Mar 31, 2020 Restated Rs'000
Gross earned premiums	1,238,398	1,101,265	1,238,398	1,101,265
Net earned premiums	1,200,656	1,029,212	1,200,656	1,029,212
Share of results of associated companies	(156)	(8,014)	-	-
Movement in Life Assurance Fund	(654,961)	(1,289,236)	(654,961)	(1,289,236)
Profit before taxation	79,481	95,194	15,576	32,869
Taxation	(11,155)	3,111	-	-
Profit for the period	68,326	98,305	15,576	32,869
Other comprehensive income for the period	275,486	(6,011,714)	276,693	(6,008,454)
Movement in Life Assurance Fund	(276,693)	6,008,454	(276,693)	6,008,454
Other comprehensive income for the period, net of tax	(1,207)	(3,260)	-	-
Total comprehensive income for the period	67,119	95,045	15,576	32,869
Profit for the period attributable to:				
Owners of the parent	58,851	84,490	15,576	32,869
Non-controlling interests	9,475	13,815	-	-
Total comprehensive income for the period attributable to:	68,326	98,305	15,576	32,869
Owners of the parent	57,798	82,446	15,576	32,869
Non-controlling interests	9,321	12,599	-	-
Total comprehensive income for the period attributable to:	67,119	95,045	15,576	32,869
Earnings per share (Rs/cts)	22.36	32.10	5.92	12.49

3. Statements of Changes in Equity

	Attributable to owners of the parent					Non-Controlling Interests Rs'000	Total Equity Rs'000
	Share Capital Rs'000	Retained Earnings Rs'000	Amalgamation Reserve Rs'000	Other Reserves Rs'000	Total Rs'000		
THE GROUP							
Balance at January 1, 2021	26,322	1,523,412	61,214	(16,327)	1,594,621	221,593	1,816,214
Profit for the period	-	58,851	-	-	58,851	9,475	68,326
Other comprehensive income for the period	-	-	-	(1,053)	(1,053)	(154)	(1,207)
Other movement	-	-	-	-	-	-	-
Balance at March 31, 2021	26,322	1,582,263	61,214	(17,380)	1,652,419	230,914	1,883,333
Balance at January 1, 2020	26,322	1,162,074	61,214	(18,755)	1,230,855	201,146	1,432,001
Profit for the period	-	84,490	-	-	84,490	13,815	98,305
Other comprehensive income for the period	-	-	-	(2,044)	(2,044)	(1,216)	(3,260)
Other movement	-	-	-	17,316	17,316	-	17,316
Balance at March 31, 2020	26,322	1,246,564	61,214	(3,483)	1,330,617	213,745	1,544,362
THE COMPANY							
Balance at January 1, 2021	26,322	995,539	61,214	468,429	1,551,504	-	-
Profit for the period	-	15,576	-	-	15,576	-	-
Balance at March 31, 2021	26,322	1,011,115	61,214	468,429	1,567,080	-	-
Balance at January 1, 2020	26,322	723,634	61,214	468,429	1,279,599	-	-
Profit for the period	-	32,869	-	-	32,869	-	-
Balance at March 31, 2020	26,322	756,503	61,214	468,429	1,312,468	-	-

4. Statements of Cash Flows

	THE GROUP		THE COMPANY	
	Quarter Ended Mar 31, 2021 Rs'000	Quarter Ended Mar 31, 2020 Restated Rs'000	Quarter Ended Mar 31, 2021 Rs'000	Quarter Ended Mar 31, 2020 Restated Rs'000
Net cash generated from operating activities	465,143	143,919	448,607	180,856
Net cash generated from investing activities	68,365	4,559,201	201,290	4,602,218
Net cash used in financing activities	(157,438)	(174,761)	(157,165)	(157,138)
Increase in cash and cash equivalents	376,070	4,528,359	492,732	4,625,936
Movement in cash and cash equivalents				
At January 1,	2,734,361	3,219,496	2,297,954	2,643,840
Increase during the period	376,069	4,528,359	492,732	4,625,936
Effects of exchange rate changes	23,618	33,800	22,906	33,575
At March 31,	3,134,048	7,781,655	2,813,592	7,303,351

This Communiqué is issued pursuant to DEM Rule 17 and published as per the Securities Act 2005.

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

