# SWAN

Condensed Unaudited Financial Statements - Half Year and Quarter Ended June 30, 2022

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, 2022.

#### (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, 2021, except for the adoption of new International Financial Reporting Standards issued which are now effective.

### (b) Operations

Short Term

The Gross Written Premium and the Net Earned Premium figures have progressed in line with expectations. However, the Net Underwriting Surplus was impacted by severe claims inflation, following, *inter-alia*, the devaluation of the rupee, coupled with an unusual high activity on claims, both in terms of frequency and severity, in the property and motor segments. We have put in place a series of remedial measures in response to the prevailing situation, which are being closely monitored.

#### Long Term

The gross premium income has increased by 9% compared to the same period last year, mainly driven by growth in our pension business.

#### 1. Statements of Financial Position

	The Group	)	The Compan	vy	
	Unaudited as at	Audited as at	Unaudited as at	Audited as at	
	Jun 30, 2022	Dec 31, 2021	Jun 30, 2022	Dec 31, 2021	
	Rs'000	Rs'000	Rs'000	Rs'000	
ASSETS					
Non-current assets					
Property and equipment	370,587	377,448	66,980	68,461	
Investment properties	414,440	422,105	-	-	
Investments in subsidiary companies	-		565,874	565,874	
Investments in associated companies and joint venture	229,202	226,430	104,489	104,489	
Available-for-sale financial assets	29,351,110	31,987,893	2,402,689	2,771,104	
Held-to-maturity financial assets	15,189,693	15,415,648	218,279	218,151	
Loans and receivables	5,802,830	5,530,075	56,811	73,365	
Non-current receivables	4,895	4,895	-	-	
Other non-current assets	197,324	206,127	87,846	92,431	
Total non-current assets	51,560,081	54,170,621	3,502,968	3,893,875	
Current assets	9,758,455	9,146,759	2,646,188	2,468,199	
Total assets	61,318,536	63,317,380	6,149,156	6,362,074	
EQUITY AND LIABILITIES					
Capital and reserves					
Share capital	41,379	41,379	41,379	41,379	
Reserves	4,624,817	4,888,445	2,701,232	3,069,728	
Attributable to owners of the parent	4,666,196	4,929,824	2,742,611	3,111,107	
Non-controlling interests	653,414	601,041	-	-	
Total equity	5,319,610	5,530,865	2,742,611	3,111,107	
Life Assurance Fund	51,122,850	52,790,703	-	-	
Technical provisions	3,337,496	2,958,331	2,590,854	2,294,813	
Non-current liabilities	575,858	607,473	324,599	355,852	
	55,036,204	56,356,507	2,915,453	2,650,665	
Current liabilities	962,722	1,430,008	491,092	600,302	
Total equity and liabilities	61,318,536	63,317,380	6,149,156	6,362,074	
Net assets per share (Rs/cs)	563.84	595.69	331.40	375.93	
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 Gr	oup			The Com	ipany	
	Half Year Ended	Half Year Ended	Quarter Ended	Quarter Ended	Half Year Ended	Half Year Ended	Quarter Ended	Quarter Ended
	Jun 30, 2022	Jun 30, 2021	Jun 30, 2022	Jun 30, 2021	Jun 30, 2022	Jun 30, 2021	Jun 30, 2022	Jun 30, 2021
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Gross written premiums	5,152,193	4,438,370	2 ,525,292	2,287,771	1,796,535	1,503,926	852,744	857,984
Net earned premiums	4,096,006	3,635,571	2 ,216,258	1,862,641	1,348,701	1,158,205	696,333	610,010
Share of results of associated companies and joint								
venture	6,598	22,008	(174)	1 0,479	-	-		-
Profit/(loss) before taxation	213,032	312,983	69,842	150,035	11,475	94,250	(17,552)	27,232
Income tax expense	(8,149)	(40,529)	6,276	(21,351)		(11,135)	4,142	(3,921)
Profit/(loss) for the period	204,883	272,454	76,118	128,684	11,475	83,115	(13,410)	23,311
Other comprehensive income for the period, net of tax	(416,138)	464,365	(339,578)	361,355	(379,971)	372,417	(283,292)	290,410
Total comprehensive income for the period	(211,255)	736,819	(263,460)	490,039	(368,496)	455,532	(296,702)	313,721
Profit/(loss) for the period attributable to:								
Owners of the parent	152,381	226,799	52,932	102,754	11,475	83,115	(13,410)	23,311
Non-controlling interests	52,502	45,655	23,186	25,930	-	-	-	-
	204,883	272,454	76,118	128,684	11,475	83,115	- 13,410	23,311
Total comprehensive income for								
the period attributable to:								
Owners of the parent	(263,628)	689,298	(285,807)	462,051	(368,496)	455,532	(296,702)	313,721
Non-controlling interests	52,373	47,521	22,347	27,988	-	-	-	-
	(211,255)	736,819	(263,460)	490,039	(368,496)	455,532	(296,702)	313,721
Basic and diluted earnings per share (Rs/cs)	18.41	27.41	6.40	12.42	1.39	10.04	(1.62)	2.82
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	8,275,769

#### (c) Investments

Our investment fund closed lower as persistently high inflation rates and increasing fears of a recession pushed global equity markets lower. International equities were impacted by concerns that an overly aggressive US Federal Reserve would trigger a recession, by the impact of the Russia-Ukraine war on Europe, and by restrictive COVID-19 measures in China. After initially rising, the local bourse reversed gears in June and closed lower in the second quarter as worries about the international and local economies weighed on investor sentiment

On the fixed income front, our portfolio continued to deliver attractive returns, supported by an international diversification strategy.

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

Swan Corporate Affairs Ltd Company Secretary Aug 12, 2022

## 3. Statements of Changes in Equity

	Attributable to owners of the parent								
	Share	Fair Value	Other	Retained A	Amalgamation	Actuarial	Total Owners'	Non- Controlling	Total
	Capital	Reserve	Reserves	Earnings	Reserve	Reserve	Interest	Interests	Equity
(a) THE GROUP	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Balance at January 1, 2022	41,379	665,497	78,350	4,025,587	267,477	(148,466)	4,929,824	601,041	5,530,865
Profit for the period	-	-	-	152,381	-	-	152,381	52,502	204,883
Other comprehensive income for the period	-	(3,419,864)	5,519	-	-	-	(3,414,345)	(129)	(3,414,474)
Transfer to life assurance fund	-	2,998,336	-	-	-	-	2,998,336	-	2,998,336
Balance at June 30, 2022	41,379	243,969	83,869	4,177,968	267,477	(148,466)	4,666,196	653,414	5,319,610
Balance at January 1, 2021			(2,000)			(407.040)			
As previously stated	41,379	145,401	(3,003)	3,445,647	267,477	(137,818)	3,759,083	489,496	4,248,579
Effect of prior year adjustments	-	-	-	6,473	-	-	6,473	-	6,473
As restated	41,379	145,401	(3,003)	3,452,120	267,477	(137,818)	3,765,556	489,496	4,255,052
Profit for the period	-	-	-	226,799	-	-	226,799	45,655	272,454
Other comprehensive income for the period	-	3,784,583	54,770	-	-	-	3,839,353	1,866	3,841,219
Transfer to life assurance fund	-	(3,376,854)	-	-	-	-	(3,376,854)	-	(3,376,854)
Other movement	-		(2,797)		-	-	(2,797)		(2,797)
Balance at June 30, 2021	41,379	553,130	48,970	3,678,919	267,477	(137,818)	4,452,057	537,017	4,989,074
(b) THE COMPANY									
Balance at January 1, 2022	41,379	577,213	43,099	2,374,961	220,593	(146,138)	3,111,107		
Profit for the period		-		11,475		(1.0,100)	11,475		
Other comprehensive income for the period	-	(379,971)			-		(379,971)		
Balance at June 30, 2022	41,379	197,242	43.099	2,386,436	220,593	(146,138)	2,742,611		
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At January 1, 2021,	41,379	121,446	43,099	2,199,963	220,593	(132,949)	2,493,531		
Profit for the period	-	-	-	83,115	-	-	83,115		
Other comprehensive income for the period	-	372,417	-	-	-	-	372,417		
Balance at June 30, 2021	41,379	493,863	43,099	2,283,078	220,593	(132,949)	2,949,063		

## 4. Statements of Cash Flows

	The Gr	oup	The Company			
	Half Year Ended	Half Year Ended	Half Year Ended	Half Year Ended		
	Jun 30, 2022	June 30,2021	Jun 30, 2022	June 30,2021		
	Rs'000	Rs'000	Rs'000	Rs'000		
Net cash (used in)/generated from operating activities	(269,113)	578,658	6,264	167,556		
Net cash generated from/(used in) investing activities	492,193	551,882	150,146	(73,251)		
Net cash used in financing activities	(151,081)	(150,638)	(126,040)	(105,979)		
Increase/(decrease) in cash and cash equivalents	71,999	979,902	30,370	(11,674)		
Movement in cash and cash equivalents:						
At January 1,	2,956,427	3,552,803	211,493	621,728		
Increase/(decrease)	71,999	979,902	30,370	(11,674)		
Effect of foreign exchange rate changes	46,104	125,734	(1,184)	26,694		
At June 30,	3,074,530	4,658,439	240,679	636,748		

#### 5. Segment Information - The Group

	Half Year Ended June 30, 2022				_	Half Year Ended June 30, 2021				
	Group							Group		
	Life	General	Elimination	Total		Life	General	Elimination	Tota	
	Rs'000	Rs'000	Rs'000	Rs'000	_	Rs'000	Rs'000	Rs'000	Rs'000	
Gross written premiums	2,990,418	2,184,766	(22,991)	5,152,193		2,543,982	1,894,388	-	4,438,370	
Net earned premiums	2,664,358	1,454,639	(22,991)	4,096,006		2,425,568	1,210,003	-	3,635,571	
share of results of associated companies and joint venture	(600)	-	7,198	6,598		(225)	-	22,233	22,008	
Profit before taxation	180,806	25,048	7,178	213,032	-	181,276	109,374	22,333	312,983	
ncome tax expense	(862)	(7,287)	-	(8,149)		(26,205)	(14,324)	-	(40,529)	
Profit for the period	179,944	17,761	7,178	204,883		155,071	95,050	22,333	272,454	

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 (2)(m) 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.

The Board of Directors of Swan General Ltd accepts full responsibility for the accuracy of the information contained in these condensed unaudited financial statements.