

Condensed Unaudited Financial Statements - Half Year and Quarter Ended June 30, 2021

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, 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 the half year and the quarter ended June 30, 2020 have been restated to align with accounting treatment in the year end reporting financial statements.

(b) Operations

Short Term

A top line growth of 10% was achieved amidst very challenging economic conditions during the first half of 2021. The Net Earned Premium as well as the Net Claims Incurred grew proportionately compared to last year. The targets, as at Q2-2021, regarding the Net Underwriting Surplus as well as the Operating Profits were attained and the outlook for the year remains positive.

Gross earned premium income has increased by 21% compared to the same period last year confirming the positive trend observed during the first quarter.

(c) Investments

Our investments continued to grow in the second quarter on the back of a strong pick up of the local equity portfolio and a strategic positioning of foreign assets. On the local side, the stock exchange registered a robust double-digit performance, driven by positive market sentiment and by the confirmed dates for a re-opening of our national borders. Internationally, global equity indices continued their ascent, supported by accelerating vaccination roll-outs and an expansion in global activity amidst continuing massive monetary supports from major central banks.

On the fixed income front, the portfolio continued to deliver acceptable returns. Issuances increased on the local market driving yields higher, although excess liquidity remained unchanged quarter-on-quarter. On the international side, treasury yields closed lower on the back of concerns over the COVID delta variant and a consensus that the inflationary pressure will be transitory.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd Company Secretary Aug 13, 2021

1. Statements of Financial Position

	THE GROUP			THE COMPANY		
ACCETC	Unaudited as at June 30, 2021	Audited as at Dec 31, 2020		Unaudited as at June 30, 2021	Audited as at Dec 31, 2020	
ASSETS	Rs'000	Rs'000		Rs'000	Rs'000	
Non-current assets	275 (04	204.000		72.254	75 200	
Property and equipment	375,694 422,227	384,809 425,317		72,254	75,399	
Investment properties Investments in subsidiary companies	422,221	425,317		- 565.874	565.874	
Investments in subsidiary companies Investments in associated companies and joint venture	209,854	162,343		102,641	102,641	
Available-for-sale financial assets	29,279,563	25.094.238		2,303,832	1,736,799	
Held-to-maturity financial assets	12.192.946	11.508.757		227.907	202.806	
Loans and receivables	6,335,924	5,819,741		80,473	86,117	
Non-current receivables	7,594	7,594				
Other non-current assets	223,662	227,603		112.066	111,272	
Total non-current assets	49.047.464	43,630,402	-	3,465,047	2,880,908	
Current assets	10,022,864	10,234,945		2,460,820	2.676.857	
Total assets	59.070.328	53,865,347		5.925.867	5,557,765	
	,		-			
EQUITY AND LIABILITIES						
Capital and reserves						
Share capital	41,379	41,379		41,379	41,379	
Reserves	4,404,205	3,717,704		2,907,684	2,452,152	
Attributable to owners of the parent	4,445,584	3,759,083		2,949,063	2,493,531	
Non-controlling interests	537,017	489,496		-	-	
Total equity	4,982,601	4,248,579		2,949,063	2,493,531	
Life Assurance Fund	49,654,705	45,084,339		-	-	
Technical Provisions	2,816,335	2,675,833		2,115,639	2,159,659	
Non-current liabilities	589,404	592,898		359,895	360,916	
	53,060,444	48,353,070		2,475,534	2,520,575	
Current liabilities	1,027,283	1,263,698		501,270	543,659	
Total equity and liabilities	59,070,328	53,865,347	_	5,925,867	5,557,765	
Net assets per share (Rs/cs)	537.18	454.23	-	356.35	301.31	
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						
	Half Year Ended June 30, 2021	Half Year Ended June 30, 2020 Restated	Quarter Ended June 30, 2021	Quarter Ended June 30, 2020 Restated			
	Rs'000	Rs'000	Rs'000	Rs'000			
Gross written premiums	4,438,370	3,629,010	2,287,771	1,585,488			
Net earned premiums	3,635,571	3,064,540	1,862,641	1,478,015			
Share of results of associated companies and joint venture	22,008	18,121	10,479	13,112			
Profit before taxation	312,983	409,931	150,035	268,278			
Income tax expense	(40,529)	(30,186)	(21,351)	(26,831)			
Profit for the period	272,454	379,745	128,684	241,447			
Other comprehensive income for the period, net of tax	464,365	(360,441)	361,355	51,645			
Total comprehensive income for the period	736,819	19,304	490,039	293,092			
Due State of a state of a state of the state							
Profit for the period attributable to:	226,799	332,358	102,754	224,164			
Owners of the parent	45.655	47.387	25,930	17.283			
Non-controlling interests	272.454	379.745	128.684	241.447			
Total comprehensive income for the period attributable to:	212,434	317,143	120,004	241,447			
Owners of the parent	689,298	(25.841)	462.051	276.218			
Non-controlling interests	47.521	45.145	27.988	16.874			
Non controlling interests	736,819	19,304	490,039	293,092			
	133,317	12,551	1,0,03,	2,3,0,2			
Earnings per share (Rs/cs)	27.41	40.16	12.42	27.09			
Number of shares used in calculation	8,275,769	8,275,769	8,275,769	8,275,769			

	THE COMPANY									
	Half Year Ended June 30, 2021	Half Year Ended June 30, 2020 Restated	Quarter Ended June 30, 2021	Quarter Ended June 30, 2020 Restated						
	Rs'000	Rs'000	Rs'000	Rs'000						
	1,503,296	1,366,921	857,984	722,405						
	1,158,205	1,084,852	610,010	547,083						
	-	-	-	-						
	94,250 (11,135)	251,760 (24,138)	27,232 (3,921)	191,575 (17,740)						
	83,115 372,417	227,622 (315,927)	23,311 290,410	173,835 37,808						
455,532		(88,305)	313,721	211,643						
	83,115 -	227,622 -	23,311 -	173,835 -						
83,115 227,622		227,622	23,311	173,835						
	455,532 -	(88,305) -	313,721 -	211,643 -						
455,532 (88,305)		313,721	211,643							
10.04 27.50		2.82	21.01							
	8,275,769	8,275,769	8,275,769	8,275,769						

3. Statements of Changes in Equity

	Attributable to owners of the parent								
(a) THE GROUP	Share Capital Rs'000	Fair Value Reserve Rs'000	Other Reserves Rs'000	Retained Earnings Rs'000	Amalgamation Reserve Rs'000	Actuarial reserve Rs'000	Total owners' interest Rs'000	Non-controlling Interests Rs'000	Total Equity Rs'000
Balance at January 1, 2021 Profit for the period Other comprehensive income for the period Other movement Balance at June 30, 2021	41,379 - - - - 41,379	145,401 - 407,729 - 553,130	(3,003) - 54,770 (2,797) 48,970	3,445,647 226,799 - - - 3,672,446	267,477 - - - - 267,477	(137,818) - - - (137,818)	3,759,083 226,799 462,499 (2,797) 4,445,584	489,496 45,655 1,866 - 537,017	4,248,579 272,454 464,365 (2,797) 4,982,601
At January 1, 2020 - As previously stated - Effect of prior year adjustments Restated balance at January 1, 2020 Profit for the period - restated Other comprehensive income for the period Other movement Balance at June 30, 2020	41,379 - 41,379 	301,372 - 301,372 - (369,557) (2,126) (70,311)	30,350 30,350 - 11,261 466 42,077	2,938,306 (15,308) 2,922,998 332,358 - 7,698 3,263,054	267,477 - 267,477 - - - 267,477	(97,250) - (97,250) - 97 - (97,153)	3,481,634 (15,308) 3,466,326 332,358 (358,199) 6,038 3,446,523	415,655 415,655 47,387 (2,242) (6,038) 454,762	3,897,289 (15,308) 3,881,981 379,745 (360,441) - 3,901,285
(b) THE COMPANY Balance at January 1, 2021 Profit for the period Other comprehensive income for the period Balance at June 30, 2021	41,379 - - - 41,379	121,446 - 372,417 493,863	43,099 - - - 43,099	2,199,963 83,115 - 2,283,078	220,593 - - - 220,593	(132,949) - - - (132,949)	2,493,531 83,115 372,417 2,949,063		
At January 1, 2020 - As previously stated - Effect of prior year adjustments Restated balance at January 1, 2020 Profit for the period - restated Other comprehensive income for the period Balance at June 30, 2020	41,379 - 41,379 - - 41,379	261,886 - 261,886 - (315,927) (54,041)	43,099 - 43,099 - - - 43,099	2,055,767 (15,308) 2,040,459 227,622 - 2,268,081	220,593 - 220,593 - - 220,593	(93,044) - (93,044) - - (93,044)	2,529,680 (15,308) 2,514,372 227,622 (315,927) 2,426,067		

4. Statements of Cash Flows

	THE GROUP			THE COMPANY		
	Half Year Ended June 30, 2021	Half Year Ended June 30, 2020 Restated		Half Year Ended June 30, 2021	Half Year Ended June 30, 2020 Restated	
	Rs'000	Rs'000		Rs'000	Rs'000	
Net cash generated from operating activities Net cash generated from /(used in) investing activities Net cash used in financing activities Increase/(decrease) in cash and cash equivalents	578,658 551,882 (150,638) 979,902	726,578 642,745 (167,851) 1,201,472		167,556 (73,251) (105,979) (11,674)	532,912 (127,094) (300,560) 105,258	
Movement in cash and cash equivalents: At January 1, Increase/(decrease) Effect of foreign exchange rate changes At June 30,	3,552,803 979,902 125,734 4,658,439	3,693,363 1,201,472 101,593 4,996,428		621,728 (11,674) 26,694 636,748	475,563 105,258 17,170 597,991	

5. Segment Information - The Group

Half Year Ended June 30, 2021 Half Year Ended June 30, 2020 RESTATED Group Group Life General Elimination Total Life General Elimination Total Rs'000 Rs'000 Rs'000 Rs'000 Rs'000 Rs'000 Rs'000 Rs'000 2,543,982 1,894,388 4,438,370 2,082,284 1,546,726 3,629,010 Gross written premiums 3,635,571 22,008 312,983 2,425,568 1,210,003 1,124,860 3,064,540 Net earned premiums
Share of results of associated companies and joint venture 22,233 22,333 (225) 181,276 (8,605) 157,626 27,143 10,427 18,121 409,931 (417) 241,878 109,374 Profit before taxation (26,205) 155,071 (14,324) 95,050 (5,013) 152,613 (25,173) 216,705 (40,529) (30,186) Income tax expense Profit for the period 22,333 10,427 272.454 379,745

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