

Condensed Unaudited Financial Statements - Nine Months and Quarter Ended September 30, 2023

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, 2023.

(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, 2022, except for the adoption of new International Financial Reporting Standards issued which are now effective.

On the fixed income side, the portfolio continued to deliver interesting returns on the back of attractive yields.

(b) Operations

Gross premium income has decreased by 2% compared to the same period last year.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd

Company Secretary

November 14, 2023

(c) Investments

Our investment fund closed higher over the nine months ending September 2023. Locally, the equity market was positive, supported by renewed interest from foreign investors. On the international side, equity indices posted strong gains in the first half of 2023, but lost grounds in the third quarter as hopes for the US Federal Reserve to stop its interest rate hikes faded.

1. Statements of Financial Position

	The Group		The Company	
	Unaudited as at	Audited as at	Unaudited as at	Audited as at
	Sept 30, 2023	Dec 31, 2022	Sept 30, 2023	Dec 31, 2022
	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS				
Non-current assets				
Property and equipment	305,009	241,253	217,295	218,788
Investment properties	399,501	408,263	358,852	367,615
Investments in subsidiary companies	-	-	553,241	548,512
Investments in associated companies	33,220	33,883	4,364	4,364
Available-for-sale financial assets	25,284,572	24,029,238	25,110,441	23,971,751
Held-to-maturity financial assets	16,365,798	17,079,331	15,796,354	16,521,076
Loans and receivables	6,326,462	5,677,337	6,326,462	5,677,337
Loans and advances towards finance leases	2,237,726	-	-	-
Other non-current assets	230,277	103,765	29,088	21,354
	51,182,565	47,573,070	48,396,097	47,330,797
Current assets	10,443,721	7,775,167	9,491,800	7,354,878
Total assets	61,626,286	55,348,237	57,887,897	54,685,675
EQUITY AND LIABILITIES				
Capital and reserves				
Share capital	26,322	26,322	26,322	26,322
Reserves	2,675,310	2,431,042	2,130,994	2,072,830
Owners' interest	2,701,632	2,457,364	2,157,316	2,099,152
Non-controlling interests	514,466	290,107	-	-
Total equity	3,216,098	2,747,471	2,157,316	2,099,152
Life Assurance Fund	54,232,159	51,132,212	54,232,159	51,132,212
Other Technical Provisions	753,544	351,379	753,544	351,379
Total technical provisions	54,985,703	51,483,591	54,985,703	51,483,591
Non-current liabilities				
Retirement benefit obligations	219,045	218,828	198,427	198,428
Other non-current liabilities	51,229	64,450	18,150	64,343
	270,274	283,278	216,577	262,771
Current liabilities	3,154,211	833,897	528,301	840,161
Total equity and liabilities	61,626,286	55,348,237	57,887,897	54,685,675

2. Statements of Profit or Loss and Other Comprehensive Income

	The Group				The Company			
	9 months ended	9 months ended	Quarter Ended	Quarter Ended	9 months ended	9 months ended	Quarter Ended	Quarter Ended
	Sept 30, 2023	Sept 30, 2022	Sept 30, 2023	Sept 30, 2022	Sept 30, 2023	Sept 30, 2022	Sept 30, 2023	Sept 30, 2022
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Gross earned premiums	4,211,466	4,304,724	1,608,673	1,584,094	4,211,466	4,304,724	1,608,673	1,584,094
Net earned premiums	4,122,944	4,189,201	1,568,852	1,524,843	4,122,944	4,189,201	1,568,852	1,524,843
Share of results of associated companies	164	(689)	188	(89)	-	-	-	-
Movement in Life Assurance Fund	(2,379,432)	(2,403,946)	(1,083,057)	(1,073,463)	(2,379,432)	(2,403,946)	(1,083,057)	(1,073,463)
Profit before Income tax expense	314,191	310,417	90,830	129,902	75,338	73,047	38,622	52,373
Income tax expense	(31,998)	(28,114)	(13,054)	(27,499)	(17,174)	(11,547)	(5,725)	(20,999)
Profit for the period	282,193	282,303	77,776	102,403	58,164	61,500	32,897	31,374
Other comprehensive income for the period	720,606	(4,273,805)	(264,410)	(1,278,447)	720,515	(4,275,554)	(261,210)	(1,277,218)
Movement in Life Assurance Fund	(720,515)	4,275,554	261,210	1,277,218	(720,515)	4,275,554	261,210	1,277,218
Other comprehensive income for the period, net of tax	91	1,749	(3,200)	(1,229)	-	-	-	-
Total comprehensive income for the period	282,284	284,052	74,576	101,174	58,164	61,500	32,897	31,374
Profit for the period attributable to:								
Owners of the parent	243,636	244,537	76,016	90,993	58,164	61,500	32,897	31,374
Non-controlling interests	38,557	37,766	1,760	11,410	-	-	-	-
	282,193	282,303	77,776	102,403	58,164	61,500	32,897	31,374
Total comprehensive income for the period attributable to:								
Owners of the parent	243,615	246,356	72,977	89,888	58,164	61,500	32,897	31,374
Non-controlling interests	38,669	37,696	1,599	11,286	-	-	-	-
	282,284	284,052	74,576	101,174	58,164	61,500	32,897	31,374
Earnings per share (Rs/cts)	92.56	92.90	28.88	34.57	22.10	23.36	12.50	11.92

3. Statements of Changes in Equity

	Attributable to owners of the parent						
	Share Capital	Retained Earnings	Amalgamation Reserve	Other Reserves	Total	Non-Controlling Interests	Total Equity
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
(a) THE GROUP							
Balance at January 1, 2023	26,322	2,375,826	61,214	(5,998)	2,457,364	290,107	2,747,471
Profit for the period	-	243,636	-	-	243,636	38,557	282,193
Other comprehensive income for the period	-	-	-	(21)	(21)	112	91
Acquisition of new subsidiary	-	-	-	-	-	186,343	186,343
Effect of reduction of minority interest in subsidiary	-	653	-	-	653	(653)	-
Balance at September 30, 2023	26,322	2,620,115	61,214	(6,019)	2,701,632	514,466	3,216,098
Balance at January 1, 2022	26,322	1,942,203	61,214	(362)	2,029,377	258,084	2,287,461
Profit for the period	-	244,537	-	-	244,537	37,766	282,303
Other comprehensive income for the period	-	-	-	1,819	1,819	(70)	1,749
Balance at September 30, 2022	26,322	2,186,740	61,214	1,457	2,275,733	295,780	2,571,513
(b) THE COMPANY							
Balance at January 1, 2023	26,322	1,543,187	61,214	468,429	2,099,152	-	2,099,152
Profit for the period	-	58,164	-	-	58,164	-	58,164
Balance at September 30, 2023	26,322	1,601,351	61,214	468,429	2,157,316	-	2,157,316
Balance at January 1, 2022	26,322	1,268,591	61,214	468,429	1,824,556	-	1,824,556
Profit for the period	-	61,500	-	-	61,500	-	61,500
Balance at September 30, 2022	26,322	1,330,091	61,214	468,429	1,886,056	-	1,886,056

4. Statements of Cash Flows

	The Group		The Company	
	9 months ended	9 months ended	9 months ended	9 months ended
	Sept 30, 2023	Sept 30, 2022	Sept 30, 2023	Sept 30, 2022
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from operating activities	2,276,187	1,323,926	2,008,646	1,162,205
Net cash used in investing activities	(2,626,591)	(519,692)	(2,207,598)	(383,088)
Net cash used in financing activities	(96,023)	(160,182)	(176,784)	(159,303)
(Decrease)/Increase in cash and cash equivalents	(446,427)	644,052	(375,736)	619,814
Movement in cash and cash equivalents				
At January 1,	4,175,537	2,549,542	3,805,965	2,254,172
(Decrease)/Increase during the period	(446,427)	644,052	(375,736)	619,814
Effects of exchange rate changes	7,939	27,851	7,185	27,983
At September 30,	3,737,049	3,221,445	3,437,414	2,901,969