

Condensed Unaudited Financial Statements - Quarter Ended March 31, 2023

The Directors are pleased to present the condensed unaudited financial statements of the Group and the Company for the quarter ended March 31, 2023.

**(a) Basis of Accounting**

The abridged 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.

**(b) Operations**

**Short Term**

Gross premiums grew in line with set targets. However, a higher severity and frequency of claims was experienced in many lines of business, including property, health and motor. Corrective underwriting measures have been implemented to that effect.

**Long Term**

Gross Premium progressed satisfactorily over the first quarter of 2023 compared to the same period last year.

**(c) Investments**

Our investment portfolio delivered positive returns in the first quarter of 2023, supported by international equity and fixed income markets. International equity indices were buoyed by optimism that the US interest rate hiking cycle could shortly end following the collapse of regional banks in the US and an inflation rate that has started to subside. On the other hand, although local listed companies published better corporate earnings reports, the local bourse closed lower as defaults on international markets adversely impacted foreign investor inflows on the SEMDEX.

On the fixed income side, the portfolio continued to perform well on the back of attractive yields and its international exposure.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd

Company Secretary

May 15, 2023

**1. Statements of Financial Position**

	The Group		The Company	
	Unaudited as at Mar 31, 2023 Rs'000	Audited as at Dec 31, 2022 Rs'000	Unaudited as at Mar 31, 2023 Rs'000	Audited as at Dec 31, 2022 Rs'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property and equipment	346,735	355,727	64,316	66,291
Investment properties	406,232	408,263	-	-
Investments in subsidiary companies	-	-	643,575	643,575
Investments in associated companies and joint venture	308,224	279,162	104,489	104,489
Available-for-sale financial assets	26,625,760	26,196,521	2,074,851	1,960,450
Held-to-maturity financial assets	18,266,758	17,781,453	560,979	445,959
Loans and receivables	5,902,555	5,726,107	46,608	48,770
Non-current receivables	3,605	3,605	-	-
Other non-current assets	241,358	234,018	113,128	104,585
<b>Total non-current assets</b>	<b>52,101,227</b>	<b>50,984,856</b>	<b>3,607,946</b>	<b>3,374,119</b>
<b>Current assets</b>	<b>11,723,729</b>	<b>11,156,142</b>	<b>2,949,875</b>	<b>2,737,427</b>
<b>Total assets</b>	<b>63,824,956</b>	<b>62,140,998</b>	<b>6,557,821</b>	<b>6,111,546</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and reserves</b>				
Share capital	41,379	41,379	41,379	41,379
Reserves	5,025,872	4,822,981	2,665,461	2,590,710
Attributable to owners of the parent	5,067,251	4,864,360	2,706,840	2,632,089
Non-controlling interests	738,378	707,778	-	-
<b>Total equity</b>	<b>5,805,629</b>	<b>5,572,138</b>	<b>2,706,840</b>	<b>2,632,089</b>
<b>Life Assurance Fund</b>				
Life Assurance Fund	52,088,557	51,132,212	-	-
<b>Technical provisions</b>	<b>3,888,227</b>	<b>3,321,751</b>	<b>2,889,165</b>	<b>2,517,213</b>
<b>Non-current liabilities</b>	<b>658,887</b>	<b>717,204</b>	<b>439,607</b>	<b>414,892</b>
	56,635,671	55,171,167	3,328,772	2,932,105
<b>Current liabilities</b>	<b>1,383,656</b>	<b>1,397,693</b>	<b>522,209</b>	<b>547,352</b>
<b>Total equity and liabilities</b>	<b>63,824,956</b>	<b>62,140,998</b>	<b>6,557,821</b>	<b>6,111,546</b>
<b>Net assets per share (Rs/cs)</b>	<b>612.30</b>	<b>587.78</b>	<b>327.08</b>	<b>318.05</b>
<b>Number of shares used in calculation</b>	<b>8,275,769</b>	<b>8,275,769</b>	<b>8,275,769</b>	<b>8,275,769</b>

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

	The Group		The Company	
	Quarter Ended Mar 31, 2023 Rs'000	Quarter Ended Mar 31, 2022 Rs'000	Quarter Ended Mar 31, 2023 Rs'000	Quarter Ended Mar 31, 2022 Rs'000
Gross written premiums	2,726,448	2,626,901	1,105,382	943,791
Net earned premiums	2,054,653	1,879,748	771,310	652,368
Share of results of associated companies and joint venture	12,817	6,772	-	-
Profit/ (loss) before taxation	110,728	143,190	(37,741)	29,027
Income tax expense	(16,018)	(14,425)	-	(4,142)
<b>Profit/ (loss) for the period</b>	<b>94,710</b>	<b>128,765</b>	<b>(37,741)</b>	<b>24,885</b>
Other comprehensive income for the period, net of tax	138,781	(76,560)	112,492	(93,679)
<b>Total comprehensive income for the period</b>	<b>233,491</b>	<b>52,205</b>	<b>74,751</b>	<b>(68,794)</b>
<b>Profit/ (loss) for the period attributable to:</b>				
Owners of the parent	64,105	99,449	(37,741)	24,885
Non-controlling interests	30,605	29,316	-	-
	94,710	128,765	(37,741)	24,885
<b>Total comprehensive income for the period attributable to:</b>				
Owners of the parent	202,238	22,179	74,751	(68,794)
Non-controlling interests	31,253	30,026	-	-
	233,491	52,205	74,751	(68,794)
<b>Basic and diluted earnings per share (Rs/cs)</b>	<b>7.75</b>	<b>12.02</b>	<b>(4.56)</b>	<b>3.01</b>
<b>Number of shares used in calculation</b>	<b>8,275,769</b>	<b>8,275,769</b>	<b>8,275,769</b>	<b>8,275,769</b>

### 3. Statements of Changes in Equity

	Attributable to owners of the parent								
	Share Capital	Fair Value Reserve	Other Reserves	Retained Earnings	Amalgamation Reserve	Actuarial Reserve	Total Owners' Interest	Non-Controlling Interests	Total Equity
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>(a) THE GROUP</b>									
Balance at January 1, 2023	41,379	(421)	86,102	4,664,579	267,477	(194,756)	4,864,360	707,778	5,572,138
Profit for the period	-	-	-	64,105	-	-	64,105	30,605	94,710
Other comprehensive income for the period	-	460,925	26,639	-	-	-	487,564	648	488,212
Transfer to life assurance fund	-	(349,431)	-	-	-	-	(349,431)	-	(349,431)
Effect of reduction of minority interest	-	-	-	653	-	-	653	(653)	-
Balance at March 31, 2023	41,379	111,073	112,741	4,729,337	267,477	(194,756)	5,067,251	738,378	5,805,629
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	-	-	-	99,449	-	-	99,449	29,316	128,765
Other comprehensive income for the period	-	(352,066)	22,279	-	-	-	(329,787)	710	(329,077)
Transfer to life assurance fund	-	252,517	-	-	-	-	252,517	-	252,517
Balance at March 31, 2022	41,379	565,948	100,629	4,125,036	267,477	(148,466)	4,952,003	631,067	5,583,070
<b>(b) THE COMPANY</b>									
Balance at January 1, 2023	41,379	(28,297)	43,099	2,545,141	220,593	(189,826)	2,632,089	-	-
Loss for the period	-	-	-	(37,741)	-	-	(37,741)	-	-
Other comprehensive income for the period	-	112,492	-	-	-	-	112,492	-	-
Balance at March 31, 2023	41,379	84,195	43,099	2,507,400	220,593	(189,826)	2,706,840	-	-
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	-	-	-	24,885	-	-	24,885	-	-
Other comprehensive income for the period	-	(93,679)	-	-	-	-	(93,679)	-	-
Balance at March 31, 2022	41,379	483,534	43,099	2,399,846	220,593	(146,138)	3,042,313	-	-

### 4. Statements of Cash Flows

	The Group		The Company	
	Quarter Ended Mar 31, 2023	Quarter Ended Mar 31, 2022	Quarter Ended Mar 31, 2023	Quarter Ended Mar 31, 2022
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from operating activities	609,097	53,922	7,495	38,726
Net cash (used in)/generated from investing activities	(91,013)	843,692	30,023	145,732
Net cash used in financing activities	(164,788)	(148,763)	(96,079)	(170,222)
Increase/(decrease) in cash and cash equivalents	353,296	748,851	(58,561)	14,236
<b>Movement in cash and cash equivalents:</b>				
At January 1,	4,720,301	2,956,427	246,179	211,493
Increase/(decrease)	353,296	748,851	(58,561)	14,236
Effect of foreign exchange rate changes	168,150	44,066	12,986	(35)
At March 31,	5,241,747	3,749,344	200,604	225,694

### 5. Segment Information - The Group

	Quarter Ended March 31, 2023				Quarter Ended March 31, 2022			
	Life	General	Group Elimination	Total	Life	General	Group Elimination	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Gross written premiums	1,379,796	1,368,901	(22,249)	2,726,448	1,476,815	1,173,748	(23,662)	2,626,901
Net earned premiums	1,252,128	824,774	(22,249)	2,054,653	1,210,863	692,547	(23,662)	1,879,748
Share of results of associated companies and joint venture	(9)	-	12,826	12,817	(339)	-	7,111	6,772
Profit/ (loss) before taxation	109,174	(11,272)	12,826	110,728	100,435	35,644	7,111	143,190
Income tax expense	(9,562)	(6,456)	-	(16,018)	(5,079)	(9,346)	-	(14,425)
Profit/ (loss) for the period	99,612	(17,728)	12,826	94,710	95,356	26,298	7,111	128,765

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.