

Condensed Audited Financial Statements - Year Ended December 31, 2022

The Directors are pleased to present the condensed audited financial statements of the Group and the Company for the year ended December 31, 2022 as audited by KPMG.

**(a) Basis of Accounting**

The condensed audited financial statements have been extracted from the audited financial statements for the year ended December 31, 2022 which have been prepared using the same accounting policies as set out in the audited financial statements for the year ended December 31, 2022.

**(b) Operations**

**Short Term**

The growth in the gross written premiums was in line with the set targets, reaching MUR 3.85bn (+19%) in 2022. Despite the impact of a higher frequency of claims, especially in the Property segment, the Company posted an appreciable net underwriting surplus, as well as an improved Operating profits for 2022.

**Long Term**

Gross earned premiums have increased by 11% compared to last year. The progression is attributable to the growth in the pension business.

**(c) Investments**

Return on our investment funds was lower over the year, as it was adversely impacted by the slide in equity markets. On the international side, the escalation of the Russia-Ukraine war and soaring inflation levels, that prompted aggressive monetary tightening decisions across the developed world, weighed on investor sentiment and pushed equity indices lower. The local stock market indices also closed lower but were relatively more resilient as hotel counters were supported by recovering tourist arrivals.

On the fixed income side, our investment portfolio continued to deliver attractive returns as we seized opportunities for higher yields on foreign markets.

For and on behalf of the Board of Directors

Swan Corporate Affairs Ltd  
Company Secretary  
March 30, 2023

**1. Statements of Financial Position**

	The Group		The Company	
	Dec 31, 2022 Rs'000	Dec 31, 2021 Rs'000	Dec 31, 2022 Rs'000	Dec 31, 2021 Rs'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property and equipment	355,727	377,448	66,291	68,461
Investment properties	408,263	422,105	-	-
Investments in subsidiary companies	-	-	643,575	565,874
Investments in associated companies and joint venture	279,162	226,430	104,489	104,489
Available-for-sale financial assets	26,196,521	31,987,893	1,960,450	2,771,104
Held-to-maturity financial assets	17,781,453	15,415,648	445,959	218,151
Loans and receivables	5,726,107	5,530,075	48,770	73,365
Non-current receivables	3,605	4,895	-	-
Other non-current assets	234,018	206,127	104,585	92,431
<b>Total non-current assets</b>	<b>50,984,856</b>	<b>54,170,621</b>	<b>3,374,119</b>	<b>3,893,875</b>
<b>Current assets</b>	<b>11,156,142</b>	<b>9,146,759</b>	<b>2,737,427</b>	<b>2,468,199</b>
<b>Total assets</b>	<b>62,140,998</b>	<b>63,317,380</b>	<b>6,111,546</b>	<b>6,362,074</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and reserves</b>				
Share capital	41,379	41,379	41,379	41,379
Reserves	4,822,981	4,888,445	2,590,710	3,069,728
Attributable to owners of the parent	4,864,360	4,929,824	2,632,089	3,111,107
Non-controlling interests	707,778	601,041	-	-
<b>Total equity</b>	<b>5,572,138</b>	<b>5,530,865</b>	<b>2,632,089</b>	<b>3,111,107</b>
<b>Life Assurance Fund</b>	<b>51,132,212</b>	<b>52,790,703</b>	<b>-</b>	<b>-</b>
<b>Technical provisions</b>	<b>3,321,751</b>	<b>2,958,331</b>	<b>2,517,213</b>	<b>2,294,813</b>
<b>Non-current liabilities</b>	<b>717,204</b>	<b>607,473</b>	<b>414,892</b>	<b>355,852</b>
	<b>55,171,167</b>	<b>56,356,507</b>	<b>2,932,105</b>	<b>2,650,665</b>
<b>Current liabilities</b>	<b>1,397,693</b>	<b>1,430,008</b>	<b>547,352</b>	<b>600,302</b>
<b>Total equity and liabilities</b>	<b>62,140,998</b>	<b>63,317,380</b>	<b>6,111,546</b>	<b>6,362,074</b>
<b>Net assets per share (Rs/cs)</b>	<b>587.78</b>	<b>595.69</b>	<b>318.05</b>	<b>375.93</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	
	Year Ended Dec 31, 2022 Rs'000	Year Ended Dec 31, 2021 Rs'000	Year Ended Dec 31, 2022 Rs'000	Year Ended Dec 31, 2021 Rs'000
<b>Gross written premiums</b>	<b>10,139,744</b>	<b>8,975,070</b>	<b>3,848,229</b>	<b>3,246,476</b>
<b>Net earned premiums</b>	<b>8,500,021</b>	<b>7,500,268</b>	<b>2,812,511</b>	<b>2,408,649</b>
<b>Share of results of associated companies and joint venture</b>	<b>46,951</b>	<b>13,729</b>	<b>-</b>	<b>-</b>
Profit before taxation	979,762	929,200	304,153	313,003
Income tax expense	(63,644)	(83,080)	(8,843)	(18,834)
<b>Profit for the year</b>	<b>916,118</b>	<b>846,120</b>	<b>295,310</b>	<b>294,169</b>
Other comprehensive income for the year, net of tax	(705,992)	595,879	(649,198)	442,578
<b>Total comprehensive income for the year</b>	<b>210,126</b>	<b>1,441,999</b>	<b>(353,888)</b>	<b>736,747</b>
<b>Profit for the year attributable to:</b>				
Owners of the parent	764,122	692,505	295,310	294,169
Non-controlling interests	151,996	153,615	-	-
	<b>916,118</b>	<b>846,120</b>	<b>295,310</b>	<b>294,169</b>
<b>Total comprehensive income for the year attributable to:</b>				
Owners of the parent	59,666	1,283,431	(353,888)	736,747
Non-controlling interests	150,460	158,568	-	-
	<b>210,126</b>	<b>1,441,999</b>	<b>(353,888)</b>	<b>736,747</b>
<b>Basic and diluted earnings per share (Rs/cs)</b>	<b>92.33</b>	<b>83.68</b>	<b>35.68</b>	<b>35.55</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								Total Equity
	Share Capital	Fair Value Reserve	Other Reserves	Retained Earnings	Amalgamation Reserve	Actuarial Reserve	Total Owners' Interest	Non-Controlling Interests	
	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, 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 year	-	-	-	764,122	-	-	764,122	151,996	916,118
Other comprehensive income for the year	-	(5,824,877)	7,752	-	-	(83,500)	(5,900,625)	(1,536)	(5,902,161)
Transfer to life assurance fund	-	5,158,959	-	-	-	37,210	5,196,169	-	5,196,169
Dividends	-	-	-	(125,130)	-	-	(125,130)	(43,723)	(168,853)
<b>Balance at December 31, 2022</b>	<b>41,379</b>	<b>(421)</b>	<b>86,102</b>	<b>4,664,579</b>	<b>267,477</b>	<b>(194,756)</b>	<b>4,864,360</b>	<b>707,778</b>	<b>5,572,138</b>
Balance at January 1, 2021	41,379	145,401	(3,003)	3,452,120	267,477	(137,818)	3,765,556	489,496	4,255,052
Profit for the year	-	-	-	692,505	-	-	692,505	153,615	846,120
Other comprehensive income for the year	-	5,286,451	81,353	-	-	(8,589)	5,359,215	4,953	5,364,168
Transfer to life assurance fund	-	(4,766,230)	-	-	-	(2,059)	(4,768,289)	-	(4,768,289)
Other movements	-	(125)	-	133	-	-	8	-	8
Dividends	-	-	-	(119,171)	-	-	(119,171)	(47,023)	(166,194)
<b>Balance at December 31, 2021</b>	<b>41,379</b>	<b>665,497</b>	<b>78,350</b>	<b>4,025,587</b>	<b>267,477</b>	<b>(148,466)</b>	<b>4,929,824</b>	<b>601,041</b>	<b>5,530,865</b>
<b>(b) THE COMPANY</b>									
Balance at January 1, 2022	41,379	577,213	43,099	2,374,961	220,593	(146,138)	3,111,107	-	-
Profit for the year	-	-	-	295,310	-	-	295,310	-	-
Other comprehensive income for the year	-	(605,510)	-	-	-	(43,688)	(649,198)	-	-
Dividends	-	-	-	(125,130)	-	-	(125,130)	-	-
<b>Balance at December 31, 2022</b>	<b>41,379</b>	<b>(28,297)</b>	<b>43,099</b>	<b>2,545,141</b>	<b>220,593</b>	<b>(189,826)</b>	<b>2,632,089</b>	<b>-</b>	<b>-</b>
At January 1, 2021,	41,379	121,446	43,099	2,199,963	220,593	(132,949)	2,493,531	-	-
Profit for the year	-	-	-	294,169	-	-	294,169	-	-
Other comprehensive income for the year	-	455,767	-	-	-	(13,189)	442,578	-	-
Dividends	-	-	-	(119,171)	-	-	(119,171)	-	-
<b>Balance at December 31, 2021</b>	<b>41,379</b>	<b>577,213</b>	<b>43,099</b>	<b>2,374,961</b>	<b>220,593</b>	<b>(146,138)</b>	<b>3,111,107</b>	<b>-</b>	<b>-</b>

### 4. Statements of Cash Flows

	The Group		The Company	
	Year Ended Dec 31, 2022	Year Ended Dec 31, 2021	Year Ended Dec 31, 2022	Year Ended Dec 31, 2021
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from/(used in) operating activities	683,115	898,995	20,496	(5,184)
Net cash generated from/(used in) investing activities	1,333,382	(1,488,965)	205,700	(364,297)
Net cash used in financing activities	(168,481)	(173,223)	(172,162)	(71,994)
<b>Increase/(decrease) in cash and cash equivalents</b>	<b>1,848,016</b>	<b>(763,193)</b>	<b>54,034</b>	<b>(441,475)</b>
<b>Movement in cash and cash equivalents:</b>				
At January 1,	2,956,427	3,552,803	211,493	621,728
Increase/(decrease)	1,848,016	(763,193)	54,034	(441,475)
Effect of foreign exchange rate changes	(84,142)	166,817	(19,348)	31,240
<b>At December 31,</b>	<b>4,720,301</b>	<b>2,956,427</b>	<b>246,179</b>	<b>211,493</b>

### 5. Segment Information - The Group

	2022				2021			
	Life Insurance	General Insurance	Group Elimination	Total	Life Insurance	General Insurance	Group Elimination	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Gross written premiums	5,686,444	4,481,060	(27,760)	10,139,744	5,140,464	3,849,266	(14,660)	8,975,070
Net earned premiums	5,507,309	3,015,331	(22,619)	8,500,021	4,956,811	2,550,690	(7,233)	7,500,268
Underwriting surplus	1,506,789	799,953	(20,556)	2,286,186	1,537,893	814,891	(7,233)	2,345,551
Investment income	1,673,714	211,262	(147,158)	1,737,818	1,456,347	171,009	(135,622)	1,491,734
Operating profit	3,180,503	1,011,215	(167,714)	4,024,004	2,994,240	985,900	(142,855)	3,837,285
Other income	1,673,548	233,936	(29,352)	1,878,132	977,577	97,153	(13,059)	1,061,671
	4,854,051	1,245,151	(197,066)	5,902,136	3,971,817	1,083,053	(155,914)	4,898,956
Marketing and administrative expenses	(583,570)	(739,080)	32,582	(1,290,068)	(546,825)	(690,423)	22,937	(1,214,311)
Finance costs	(583)	(1,629)	-	(2,212)	(569)	(839)	-	(1,408)
Movement in allowances for credit impairment of financial assets	15,497	(12,050)	-	3,447	(6,116)	(3,665)	-	(9,781)
Movement in allowances for credit impairment of non financial assets	-	-	-	-	(197)	-	-	(197)
Impairment of financial/non-financial/insurance assets	(6,358)	(22,968)	-	(29,326)	(15,908)	(19,804)	16,667	(19,045)
Depreciation and amortisation	(48,444)	(49,349)	4,742	(93,051)	(45,206)	(47,305)	4,404	(88,107)
Net gain on exchange	(10,381)	(10,056)	-	(20,437)	264,759	22,680	-	287,439
Share of results of associated companies and joint venture	-	-	46,951	46,951	-	-	13,729	13,729
Movement in Life Assurance Fund	(3,537,678)	-	-	(3,537,678)	(2,938,075)	-	-	(2,938,075)
Profit before taxation	682,534	410,019	(112,791)	979,762	683,680	343,697	(98,177)	929,200
Income tax expense	(29,481)	(33,459)	(704)	(63,644)	(54,799)	(28,281)	-	(83,080)
<b>Profit for the year</b>	<b>653,053</b>	<b>376,560</b>	<b>(113,495)</b>	<b>916,118</b>	<b>628,881</b>	<b>315,416</b>	<b>(98,177)</b>	<b>846,120</b>

This communiqué is issued pursuant to the Listing Rule 12.14 and the Securities Act 2005.

Copies of these condensed audited 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 audited 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 audited financial statements.