

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**

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	241,427	241,253	219,053	218,788
Investment properties	406,232	408,263	365,583	367,615
Investments in subsidiary companies	-	-	553,241	548,512
Investments in associated companies	35,802	33,883	4,364	4,364
Available-for-sale financial assets	24,338,352	24,029,238	24,279,641	23,971,751
Held-to-maturity financial assets	17,431,561	17,079,331	16,851,521	16,521,076
Loans and receivables	5,855,947	5,677,337	5,855,947	5,677,337
Other non-current assets	101,425	103,765	19,284	21,354
	<b>48,410,746</b>	<b>47,573,070</b>	<b>48,148,634</b>	<b>47,330,797</b>
<b>Total current assets</b>	<b>7,882,210</b>	<b>7,775,167</b>	<b>7,346,095</b>	<b>7,354,878</b>
<b>Total assets</b>	<b>56,292,956</b>	<b>55,348,237</b>	<b>55,494,729</b>	<b>54,685,675</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and reserves</b>				
Share capital	26,322	26,322	26,322	26,322
Reserves	2,518,501	2,431,042	2,087,483	2,072,830
Owners' interest	2,544,823	2,457,364	2,113,805	2,099,152
Non-controlling interests	305,516	290,107	-	-
<b>Total equity</b>	<b>2,850,339</b>	<b>2,747,471</b>	<b>2,113,805</b>	<b>2,099,152</b>
<b>Life Assurance Fund</b>	<b>52,088,557</b>	<b>51,132,212</b>	<b>52,088,557</b>	<b>51,132,212</b>
<b>Other Technical Provisions</b>	<b>493,783</b>	<b>351,379</b>	<b>493,783</b>	<b>351,379</b>
<b>Total technical provisions</b>	<b>52,582,340</b>	<b>51,483,591</b>	<b>52,582,340</b>	<b>51,483,591</b>
<b>Non-current liabilities</b>				
Retirement benefit obligations	218,828	218,828	198,427	198,428
Other non-current liabilities	11,317	64,450	10,164	64,343
	<b>230,145</b>	<b>283,278</b>	<b>208,591</b>	<b>262,771</b>
<b>Total current liabilities</b>	<b>630,132</b>	<b>833,897</b>	<b>589,993</b>	<b>840,161</b>
<b>Total equity and liabilities</b>	<b>56,292,956</b>	<b>55,348,237</b>	<b>55,494,729</b>	<b>54,685,675</b>

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

	THE GROUP		THE COMPANY	
	Quarter Ended	Quarter Ended	Quarter Ended	Quarter Ended
	Mar 31, 2023	Mar 31, 2022	Mar 31, 2023	Mar 31, 2022
	Rs'000	Rs'000	Rs'000	Rs'000
Gross earned premiums	1,279,670	1,245,416	1,279,670	1,245,416
Net earned premiums	1,252,128	1,210,863	1,252,128	1,210,863
Share of results of associated companies	(9)	(339)	-	-
Movement in Life Assurance Fund	(606,914)	(606,497)	(606,914)	(606,497)
<b>Profit before Income tax expenses</b>	<b>109,207</b>	<b>100,135</b>	<b>20,377</b>	<b>12,938</b>
Income tax expense	(9,529)	(4,707)	(5,724)	-
<b>Profit for the period</b>	<b>99,678</b>	<b>95,428</b>	<b>14,653</b>	<b>12,938</b>
Other comprehensive income/(loss) for the period	352,621	(248,945)	349,431	(252,517)
Movement in Life Assurance Fund	(349,431)	252,517	(349,431)	252,517
<b>Other comprehensive income for the period, net of tax</b>	<b>3,190</b>	<b>3,572</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>102,868</b>	<b>99,000</b>	<b>14,653</b>	<b>12,938</b>
<b>Profit for the period attributable to:</b>				
Owners of the parent	83,876	79,978	14,653	12,938
Non-controlling interests	15,802	15,450	-	-
	<b>99,678</b>	<b>95,428</b>	<b>14,653</b>	<b>12,938</b>
<b>Total comprehensive income for the period attributable to:</b>				
Owners of the parent	86,806	83,224	14,653	12,938
Non-controlling interests	16,062	15,776	-	-
	<b>102,868</b>	<b>99,000</b>	<b>14,653</b>	<b>12,938</b>
Earnings per share (Rs/cts)	31.87	30.38	5.57	4.92

## 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
<b>(a) THE GROUP</b>							
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	-	83,876	-	-	83,876	15,802	99,678
Other comprehensive income for the period	-	-	-	2,930	2,930	260	3,190
Effect of reduction of minority interest in subsidiary	-	653	-	-	653	(653)	-
<b>Balance at March 31, 2023</b>	<b>26,322</b>	<b>2,460,355</b>	<b>61,214</b>	<b>(3,068)</b>	<b>2,544,823</b>	<b>305,516</b>	<b>2,850,339</b>
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	-	79,978	-	-	79,978	15,450	95,428
Other comprehensive income for the period	-	-	-	3,246	3,246	326	3,572
<b>Balance at March 31, 2022</b>	<b>26,322</b>	<b>2,022,181</b>	<b>61,214</b>	<b>2,884</b>	<b>2,112,601</b>	<b>273,860</b>	<b>2,386,461</b>
	Share Capital	Retained Earnings	Amalgamation Reserve	Other Reserves	Total Equity		
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000		
<b>(b) THE COMPANY</b>							
Balance at January 1, 2023	26,322	1,543,187	61,214	468,429	2,099,152	-	2,099,152
Profit for the period	-	14,653	-	-	14,653	-	14,653
<b>Balance at March 31, 2023</b>	<b>26,322</b>	<b>1,557,840</b>	<b>61,214</b>	<b>468,429</b>	<b>2,113,805</b>		<b>2,113,805</b>
Balance at January 1, 2022	26,322	1,268,591	61,214	468,429	1,824,556	-	1,824,556
Profit for the period	-	12,938	-	-	12,938	-	12,938
<b>Balance at March 31, 2022</b>	<b>26,322</b>	<b>1,281,529</b>	<b>61,214</b>	<b>468,429</b>	<b>1,837,494</b>		<b>1,837,494</b>

## 4. Statements of Cash Flows

	The Group		The Company	
	Quarter Ended	Quarter Ended	Quarter Ended	Quarter Ended
	Mar 31, 2023	Mar 31, 2022	Mar 31, 2023	Mar 31, 2022
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from operating activities	605,900	301,841	508,274	278,224
Net cash generated from investing activities	29,908	540,746	25,179	633,230
Net cash used in financing activities	(180,433)	(157,567)	(173,231)	(157,278)
<b>Increase in cash and cash equivalents</b>	<b>455,375</b>	<b>685,020</b>	<b>360,222</b>	<b>754,176</b>
<b>Movement in cash and cash equivalents</b>				
At January 1,	4,175,537	2,549,542	3,805,965	2,254,172
Increase during the period	455,375	685,020	360,222	754,176
Effects of exchange rate changes	140,815	35,779	139,822	35,413
<b>At March 31,</b>	<b>4,771,727</b>	<b>3,270,341</b>	<b>4,306,009</b>	<b>3,043,761</b>