

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.

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 portfolio continued to deliver attractive returns as we seized opportunities for higher yields on foreign markets.

(b) Operations

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

For and on behalf of the Board of Directors

(c) Investments

Return of 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.

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
ASSETS				
Non-current assets				
Property and equipment	241,253	259,156	218,788	236,645
Investment properties	408,263	422,105	367,615	381,457
Investments in subsidiary companies	-	-	548,512	548,512
Investments in associated companies	33,883	34,714	4,364	4,364
Available-for-sale financial assets	24,029,238	28,909,668	23,971,751	28,873,246
Held-to-maturity financial assets	17,079,331	15,120,668	16,521,076	14,664,371
Loans and receivables	5,677,337	5,456,710	5,677,337	5,456,710
Other non-current assets	103,765	95,223	21,354	11,777
	47,573,070	50,298,244	47,330,797	50,177,082
Total current assets	7,775,167	6,370,832	7,354,878	5,996,137
Total assets	55,348,237	56,669,076	54,685,675	56,173,219
EQUITY AND LIABILITIES				
Capital and reserves				
Share capital	26,322	26,322	26,322	26,322
Reserves	2,431,042	2,003,055	2,072,830	1,798,234
Owners' interest	2,457,364	2,029,377	2,099,152	1,824,556
Non-controlling interests	290,107	258,084	-	-
Total equity	2,747,471	2,287,461	2,099,152	1,824,556
Life Assurance Fund	51,132,212	52,790,703	51,132,212	52,790,703
Other Technical Provisions	351,379	351,611	351,379	351,611
Total technical provisions	51,483,591	53,142,314	51,483,591	53,142,314
Non-current liabilities				
Retirement benefit obligations	218,828	175,861	198,428	162,691
Other non-current liabilities	64,450	56,899	64,343	55,544
	283,278	232,760	262,771	218,235
Total current liabilities	833,897	1,006,541	840,161	988,114
Total equity and liabilities	55,348,237	56,669,076	54,685,675	56,173,219

2. Statements of Profit or Loss and Other Comprehensive Income

	THE GROUP		THE COMPANY	
	Year Ended	Year Ended	Year Ended	Year Ended
	Dec 31, 2022	Dec 31, 2021	Dec 31, 2022	Dec 31, 2021
	Rs'000	Rs'000	Rs'000	Rs'000
Gross earned premiums	5,682,104	5,123,401	5,682,104	5,123,401
Net earned premiums	5,507,309	4,956,811	5,507,309	4,956,811
Share of results of associated companies	572	742	-	-
Movement in Life Assurance Fund	(3,537,678)	(2,938,075)	(3,537,678)	(2,938,075)
Profit before income tax expense	682,181	684,118	460,030	467,117
Income tax expense	(29,481)	(54,517)	(13,445)	(37,712)
Profit for the year	652,700	629,601	446,585	429,405
Other comprehensive income for the year	(5,202,867)	4,786,293	(5,196,169)	4,768,289
Movement in Life Assurance Fund	5,196,169	(4,768,289)	5,196,169	(4,768,289)
Other comprehensive income for the year, net of tax	(6,698)	18,004	-	-
Total comprehensive income for the year	646,002	647,605	446,585	429,405
Profit for the year attributable to:				
Owners of the parent	605,612	575,144	446,585	429,405
Non-controlling interests	47,088	54,457	-	-
	652,700	629,601	446,585	429,405
Total comprehensive income for the year attributable to:				
Owners of the parent	599,976	591,109	446,585	429,405
Non-controlling interests	46,026	56,496	-	-
	646,002	647,605	446,585	429,405
Earnings per share (Rs/cts)	230.08	218.50	169.66	163.13

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, 2022	26,322	1,942,203	61,214	(362)	2,029,377	258,084	2,287,461
Profit for the year	-	605,612	-	-	605,612	47,088	652,700
Other comprehensive income for the year	-	-	-	(5,636)	(5,636)	(1,062)	(6,698)
Dividends	-	(171,989)	-	-	(171,989)	(14,003)	(185,992)
Balance at December 31, 2022	26,322	2,375,826	61,214	(5,998)	2,457,364	290,107	2,747,471
Balance at January 1, 2021	26,322	1,523,412	61,214	(16,327)	1,594,621	221,593	1,816,214
Profit for the year	-	575,144	-	-	575,144	54,457	629,601
Other comprehensive income for the year	-	-	-	15,965	15,965	2,039	18,004
Dividends	-	(156,353)	-	-	(156,353)	(20,005)	(176,358)
Balance at December 31, 2021	26,322	1,942,203	61,214	(362)	2,029,377	258,084	2,287,461
(b) THE COMPANY							
Balance at January 1, 2022	26,322	1,268,591	61,214	468,429	1,824,556	-	1,824,556
Profit for the year	-	446,585	-	-	446,585	-	446,585
Dividends	-	(171,989)	-	-	(171,989)	-	(171,989)
Balance at December 31, 2022	26,322	1,543,187	61,214	468,429	2,099,152	-	2,099,152
Balance at January 1, 2021	26,322	995,539	61,214	468,429	1,551,504	-	1,551,504
Profit for the year	-	429,405	-	-	429,405	-	429,405
Dividends	-	(156,353)	-	-	(156,353)	-	(156,353)
Balance at December 31, 2021	26,322	1,268,591	61,214	468,429	1,824,556	-	1,824,556

4. Statements of Cash Flows

	The Group		The Company	
	Year Ended	Year Ended	Year Ended	Year Ended
	Dec 31, 2022	Dec 31, 2021	Dec 31, 2022	Dec 31, 2021
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from operating activities	2,066,636	2,371,358	1,826,846	2,276,166
Net cash used in investing activities	(209,593)	(2,483,675)	(59,509)	(2,261,927)
Net cash used in financing activities	(175,537)	(180,342)	(160,354)	(159,221)
Increase/ (Decrease) in cash and cash equivalents	1,681,506	(292,659)	1,606,983	(144,982)
Movement in cash and cash equivalents				
At January 1,	2,549,542	2,734,361	2,254,172	2,297,954
Increase/ (Decrease) during the year	1,681,506	(292,659)	1,606,983	(144,982)
Effects of exchange rate changes	(55,511)	107,840	(55,190)	101,200
At December 31,	4,175,537	2,549,542	3,805,965	2,254,172

Copies of these condensed audited financial statements and the statement of officers' interests are available to the public free of charge with the Secretary, at the Company's registered office, Swan Centre, 10 Intendance Street Port Louis.

This Communiqué is issued pursuant to DDM Rule 18 and published as per the Securities Act 2005.

The Board of Directors of Swan Life Ltd accepts full responsibility for the accuracy of the information contained in this communiqué.