

# AUDITED CONDENSED FINANCIAL STATEMENTS

Year ended 31 December 2017

The Mauritius Union Assurance Cy. Ltd

## NOTES TO THE AUDITED CONDENSED FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER 2017

The Directors are pleased to present the audited condensed financial statements of the Group and the Company for the year ended 31 December 2017 as audited by Ernst & Young.

### (a) Basis of Accounting

The audited financial statements for the year ended 31 December 2017 have been prepared on the same basis as the accounting policies set out in the statutory financial statements of the Group and the Company for the year ended 31 December 2016, except for the adoption of relevant amendments to existing standards, new published standards and interpretations issued which are now effective. Where necessary, comparative figures have been amended to conform with change in presentation in the current year.

### (b) The results of the Group are as follows:

(i) Group gross premium earned was up by 7% in 2017 to reach Rs 3.9b, while profit after tax improved to Rs 321.6m (2016: Rs 119.6m). The General and Life business profits rose by 157% and 20% respectively.

The integration of the African operations is progressing well, profit after tax for these operations improved to Rs 57.8m (2016: Loss of Rs 102.9m).

(ii) Earnings per share amounted to Rs 6.25 compared to Rs 3.52 for the same period last year.

(iii) Net assets per share as at 31 December 2017 amounted to Rs 54.29 compared to Rs 49.63 as at 31 December 2016.

By order of the Board

ECS Secretaries Ltd  
Secretary  
30 March, 2018

## AUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION - 31 DECEMBER, 2017

	THE GROUP		THE COMPANY	
	2017 Rs' 000	2016 Rs' 000	2017 Rs' 000	2016 Rs' 000
<b>ASSETS</b>				
<b>Non-current assets</b>	10,646,449	9,417,780	2,606,981	2,501,916
<b>Current assets</b>	4,193,699	3,699,139	1,769,898	1,515,176
<b>Total assets</b>	14,840,148	13,116,919	4,376,879	4,017,092
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and reserves</b>				
Owners of Parent	2,447,921	2,237,994	1,827,194	1,729,881
Non-controlling interests	560,032	568,565	-	-
<b>Total equity</b>	3,007,953	2,806,559	1,827,194	1,729,881
<b>Insurance contract liabilities</b>	3,161,455	2,598,332	1,969,330	1,766,243
<b>Life Assurance Fund</b>	6,791,287	6,051,588	-	-
<b>Investment contract liabilities</b>	774,876	663,777	-	-
<b>Non-current liabilities</b>	410,734	403,704	311,761	308,788
<b>Current liabilities</b>	693,843	592,959	268,594	212,180
<b>Total equity and liabilities</b>	14,840,148	13,116,919	4,376,879	4,017,092
Net assets per share (Rs)	54.29	49.63		
Number of ordinary shares in issue ('000)	45,090	45,090		

## AUDITED CONDENSED STATEMENTS OF PROFIT AND LOSS - YEAR ENDED 31 DECEMBER 2017

	THE GROUP		THE COMPANY	
	2017 Rs' 000	2016 Rs' 000	2017 Rs' 000	2016 Rs' 000
<b>Gross premiums earned</b>	3,895,158	3,651,893	2,088,102	1,899,718
<b>Net earned premiums</b>	2,916,510	2,718,636	1,626,562	1,519,086
<b>Profit before tax</b>	382,743	167,423	165,297	68,717
Income tax	(61,107)	(47,865)	(18,823)	(11,797)
<b>Profit for the year</b>	321,636	119,558	146,474	56,920
<b>Profit attributable to:</b>				
Owners of the parent	281,886	158,606	146,474	56,920
Non-controlling interests	39,750	(39,048)	-	-
	321,636	119,558	146,474	56,920
<b>Basic earnings per share (Rs)</b>	6.25	3.52		

## AUDITED CONDENSED STATEMENTS OF COMPREHENSIVE INCOME - YEAR ENDED 31 DECEMBER, 2017

	THE GROUP		THE COMPANY	
	2017 Rs' 000	2016 Rs' 000	2017 Rs' 000	2016 Rs' 000
Profit for the year	321,636	119,558	146,474	56,920
Other comprehensive income/(expense)	365	(54,544)	67,622	(4,533)
<b>Total comprehensive income</b>	322,001	65,014	214,096	52,387
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	326,710	129,144	214,096	52,387
Non-controlling interests	(4,709)	(64,130)	-	-
	322,001	65,014	214,096	52,387

## AUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY - YEAR ENDED 31 DECEMBER 2017

	ATTRIBUTABLE TO OWNERS OF PARENT							
	Share Capital	Share Premium	Other Reserves	Retained Earnings	Total Reserves	Non-distributable share of Life Surplus	Non-controlling Interests	TOTAL
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>THE GROUP</b>								
Balance at 1 January 2017	450,900	273,068	(25,147)	1,532,977	1,507,830	6,196	568,565	2,806,559
Disposal of financial assets	-	-	(21,701)	21,701	-	-	-	-
Total comprehensive income	-	-	46,710	280,000	326,710	-	(4,709)	322,001
Movement in reserves	-	-	3,513	(3,513)	-	-	-	-
Transfer of distributable share of Life Surplus	-	-	-	(9,339)	(9,339)	9,339	-	-
Dividends	-	-	-	(116,783)	(116,783)	-	(3,824)	(120,607)
<b>Balance at 31 December 2017</b>	<b>450,900</b>	<b>273,068</b>	<b>3,375</b>	<b>1,705,043</b>	<b>1,708,418</b>	<b>15,535</b>	<b>560,032</b>	<b>3,007,953</b>
Balance at 1 January 2016	450,900	273,068	30,173	1,460,631	1,490,804	6,803	633,084	2,854,659
Disposal of financial assets	-	-	(43,337)	43,337	-	-	-	-
Total comprehensive income	-	-	(26,901)	156,045	129,144	-	(64,130)	65,014
Movement in reserves	-	-	14,918	(14,918)	-	-	-	-
Transfer of distributable share of Life Surplus	-	-	-	607	607	(607)	-	-
Dividends	-	-	-	(112,725)	(112,725)	-	(389)	(113,114)
<b>Balance at 31 December 2016</b>	<b>450,900</b>	<b>273,068</b>	<b>(25,147)</b>	<b>1,532,977</b>	<b>1,507,830</b>	<b>6,196</b>	<b>568,565</b>	<b>2,806,560</b>
<b>THE COMPANY</b>								
Balance at 1 January 2017	450,900	273,068	14,241	991,672	1,005,913	1,729,881		
Disposal of financial assets	-	-	(1,060)	1,060	-	-		
Total comprehensive income	-	-	69,508	144,588	214,096	214,096		
Dividends	-	-	-	(116,783)	(116,783)	(116,783)		
<b>Balance at 31 December 2017</b>	<b>450,900</b>	<b>273,068</b>	<b>82,689</b>	<b>1,020,537</b>	<b>1,103,226</b>	<b>1,827,194</b>		
Balance at 1 January 2016	450,900	273,068	32,705	1,033,546	1,066,251	1,790,219		
Disposal of financial assets	-	-	(16,492)	16,492	-	-		
Total comprehensive income	-	-	(1,972)	54,359	52,387	52,387		
Dividends	-	-	-	(112,725)	(112,725)	(112,725)		
<b>Balance at 31 December 2016</b>	<b>450,900</b>	<b>273,068</b>	<b>14,241</b>	<b>991,672</b>	<b>1,005,913</b>	<b>1,729,881</b>		

## AUDITED CONDENSED SEGMENTAL REPORT

YEAR ENDED 31 DECEMBER 2017	THE GROUP						
	Casualty Rs' 000	Property Rs' 000	Total Rs' 000	Life Rs' 000	Other Rs' 000	Consolidated adjustments Rs' 000	Total Rs' 000
Segment income	2,159,102	416,131	2,575,233	1,639,124	64,594	(25,110)	4,253,841
Segment results	163,054	101,347	264,401	135,215	16,729	(33,602)	382,743
Taxation	-	-	-	-	-	-	(61,107)
Net profit for the year							321,636
YEAR ENDED 31 DECEMBER 2016	THE GROUP						
Segment income	1,959,715	506,747	2,466,462	1,126,917	48,986	(12,072)	3,630,293
Segment results	(49,911)	114,579	64,668	111,943	12,743	(21,931)	167,423
Taxation	-	-	-	-	-	-	(47,865)
Net profit for the year							119,558
Total assets	THE GROUP						
31 December 2017	5,892,893	1,112,277	7,005,170	8,376,813	121,662	(663,497)	14,840,148
31 December 2016	5,085,887	1,302,485	6,388,372	7,360,681	119,373	(751,507)	13,116,919

## AUDITED CONDENSED STATEMENTS OF CASH FLOWS - YEAR ENDED 31 DECEMBER 2017

	THE GROUP		THE COMPANY	
	2017 Rs' 000	2016 Rs' 000	2017 Rs' 000	2016 Rs' 000
Net cash generated from operating activities	886,894	559,891	230,379	198,421
Net cash used in investing activities	(706,136)	(385,362)	(74,253)	(102,021)
Net cash used in financing activities	(120,607)	(193,433)	(116,783)	(135,661)
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>60,151</b>	<b>(18,904)</b>	<b>39,343</b>	<b>(39,261)</b>
Movement in cash and cash equivalents				
At 1 January	561,673	560,562	121,528	156,546
Increase/(Decrease) in cash and cash equivalents	60,151	(18,904)	39,343	(39,261)
Exchange (losses)/gains on cash and cash equivalents	4,166	20,015	(1,526)	4,243
<b>At 31 December</b>	<b>625,990</b>	<b>561,673</b>	<b>159,345</b>	<b>121,528</b>

This Communiqué is issued pursuant to Listing Rule 12.14 and published as per the Securities Act 2005

Copies of the abridged interim report are available free of charge from the Company Secretary at the registered office of the Company or may be viewed on the Company's website: [www.mauritiuniongroup.com](http://www.mauritiuniongroup.com).

The statement of direct and indirect interests of officers pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuer) 2007 are available free of charge upon request from the Company Secretary at the registered office of the Company.

The Board of Directors of The Mauritius Union Assurance Cy Ltd accepts full responsibility for the accuracy of the information contained in this report.

