

NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS - QUARTER ENDED 31 MARCH 2018

The Directors are pleased to present the unaudited condensed financial statements of the Group and the Company for the quarter ended 31 March 2018.

(a) Basis of Accounting

The unaudited financial statements for the quarter ended 31 March 2018 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 2017, 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) Review of results - Group

The results of the Group are as follows:

(i) The Group's net profit after tax amounted to Rs31.3m compared to Rs 75.3m for the same period last year.

During the first quarter, the results of the company were affected by heavy rainfalls, cyclone Berguita and a peak in motor claims. We expect the results to normalise during the year.

The results of the African subsidiaries for the first quarter remain stable.

The life insurance business started the year on a good note. There was no profit recognition for the period as the actuarial valuation exercise is carried out at the end of each semester.

(ii) Earnings per share amounted to Rs 0.33 compared to Rs 1.42 for the same period last year.

(iii) Net assets per share as at 31 March 2018 amounted to Rs 54.69 compared to Rs 54.29 as at 31 December 2017.

By order of the Board
ECS Secretaries Ltd
Secretary
15 May, 2018

UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION - 31 MARCH, 2018

	THE GROUP		THE COMPANY	
	UNAUDITED 31 MARCH 2018 Rs' 000	AUDITED 31 DECEMBER 2017 Rs' 000	UNAUDITED 31 MARCH 2018 Rs' 000	AUDITED 31 DECEMBER 2017 Rs' 000
ASSETS				
Non-current assets	11,053,795	10,696,618	2,703,325	2,657,150
Current assets	3,994,308	4,143,530	1,808,261	1,719,729
Total assets	15,048,103	14,840,148	4,511,586	4,376,879
EQUITY AND LIABILITIES				
Capital and reserves				
Owners of Parent	2,465,988	2,447,921	1,833,287	1,827,194
Non-controlling interests	572,717	560,032	-	-
Total equity	3,038,705	3,007,953	1,833,287	1,827,194
Insurance contract liabilities	3,062,359	3,161,455	2,043,609	1,969,331
Life Assurance Fund	7,039,441	6,791,287	-	-
Investment contract liabilities	792,175	774,876	-	-
Non-current liabilities	409,761	410,734	311,756	311,761
Current liabilities	705,662	693,843	322,934	268,593
Total equity and liabilities	15,048,103	14,840,148	4,511,586	4,376,879
Net assets per share (Rs)	54.69	54.29		
Number of ordinary shares in issue ('000)	45,090	45,090		

UNAUDITED CONDENSED STATEMENT OF PROFIT AND LOSS - QUARTER ENDED 31 MARCH 2018

	THE GROUP		THE COMPANY	
	UNAUDITED QUARTER ENDED 31 MARCH 2018 Rs' 000	UNAUDITED QUARTER ENDED 31 MARCH 2017 Rs' 000	UNAUDITED QUARTER ENDED 31 MARCH 2018 Rs' 000	UNAUDITED QUARTER ENDED 31 MARCH 2017 Rs' 000
Gross premiums earned	1,039,880	960,616	527,006	476,130
Net earned premiums	780,479	668,202	393,596	378,899
Profit before tax	42,558	91,833	4,166	31,125
Income tax	(11,250)	(16,500)	(716)	(3,668)
Profit for the quarter	31,308	75,333	3,450	27,457
Profit attributable to:				
Owners of the parent	15,084	64,080	3,450	27,457
Non-controlling interests	16,224	11,253	-	-
	31,308	75,333	3,450	27,457
Basic earnings per share (Rs)	0.33	1.42		

UNAUDITED CONDENSED STATEMENTS OF COMPREHENSIVE INCOME - QUARTER ENDED 31 MARCH 2018

	THE GROUP		THE COMPANY	
	UNAUDITED QUARTER ENDED 31 MARCH 2018 Rs' 000	UNAUDITED QUARTER ENDED 31 MARCH 2017 Rs' 000	UNAUDITED QUARTER ENDED 31 MARCH 2018 Rs' 000	UNAUDITED QUARTER ENDED 31 MARCH 2017 Rs' 000
Profit for the quarter	31,308	75,333	3,450	27,457
Other comprehensive income	(556)	(5,899)	2,643	19,818
Total comprehensive income	30,752	69,434	6,093	47,275
Total comprehensive income attributable to:				
Owners of the parent	18,067	75,286	6,093	47,275
Non-controlling interests	12,685	(5,852)	-	-
	30,752	69,434	6,093	47,275

UNAUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY - QUARTER ENDED 31 MARCH 2018

	ATTRIBUTABLE TO OWNERS OF PARENT							Non-controlling Interests Rs'000	TOTAL Rs'000
	Share Capital Rs'000	Share Premium Rs'000	Other Reserves Rs'000	Retained Earnings Rs'000	Total Reserve Rs'000	Non-distributable share of Life Surplus Rs'000			
THE GROUP									
Balance at 1 January 2018	450,900	273,068	3,375	1,705,043	1,708,418	15,535	560,032	3,007,953	
Total comprehensive income	-	-	2,983	15,084	18,067	-	12,685	30,752	
Movement in reserves	-	-	1,243	(1,243)	-	-	-	-	
Balance at 31 March 2018	450,900	273,068	7,601	1,718,884	1,726,485	15,535	572,717	3,038,705	
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	-	-	(1,060)	1,060	-	-	-	-	
Total comprehensive income	-	-	11,206	64,080	75,286	-	(5,852)	69,434	
Movement in reserves	-	-	1,703	(1,703)	-	-	-	-	
Balance at 31 March 2017	450,900	273,068	(13,298)	1,596,414	1,583,116	6,196	562,713	2,875,993	
THE COMPANY									
Balance at 1 January 2018	450,900	273,068	82,689	1,020,537	1,103,226	1,827,194			
Total comprehensive income	-	-	2,643	3,450	6,093	6,093			
Balance at 31 March 2018	450,900	273,068	85,332	1,023,987	1,109,319	1,833,287			
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	-	-	19,818	27,457	47,275	47,275			
Balance at 31 March 2017	450,900	273,068	32,999	1,020,189	1,053,188	1,777,156			

UNAUDITED CONDENSED SEGMENTAL REPORT

	THE GROUP						
	Casualty Rs' 000	Property Rs' 000	Total Rs' 000	Life Rs' 000	Other Rs' 000	Consolidated adjustments Rs' 000	Total Rs' 000
Quarter ended 31 March 2018							
Segment income	494,829	125,977	620,806	420,180	16,017	(725)	1,056,278
Segment results	22,210	17,301	39,511	-	5,927	(2,880)	42,558
Taxation							(11,250)
Net profit for the quarter							31,308
Quarter ended 31 March 2017							
Segment income	493,527	119,473	613,000	365,559	18,592	(501)	996,650
Segment results	53,627	34,423	88,050	-	6,761	(2,978)	91,833
Taxation							(16,500)
Net profit for the quarter							75,333
Total assets							
31 March 2018	5,520,486	1,467,699	6,988,185	8,635,788	90,725	(666,595)	15,048,103
31 March 2017	5,257,630	1,359,912	6,617,542	7,562,617	99,166	(658,705)	13,620,620
31 December 2017	5,892,893	1,112,277	7,005,170	8,376,813	121,662	(663,497)	14,840,148

UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS - QUARTER ENDED 31 MARCH 2018

	THE GROUP		THE COMPANY	
	UNAUDITED QUARTER ENDED 31 MARCH 2018 Rs' 000	UNAUDITED QUARTER ENDED 31 MARCH 2017 Rs' 000	UNAUDITED QUARTER ENDED 31 MARCH 2018 Rs' 000	UNAUDITED QUARTER ENDED 31 MARCH 2017 Rs' 000
Net cash generated from operating activities	239,388	385,849	19,034	104,915
Net cash (used in)/generated from investing activities	(279,852)	22,648	(101,181)	(37,024)
Net (decrease)/increase in cash and cash equivalents	(40,464)	408,497	(82,147)	67,891
Movement in cash and cash equivalents				
At 1 January	625,990	561,673	159,388	121,528
(Decrease)/Increase in cash and cash equivalents	(40,464)	408,497	(82,147)	67,891
At 31 March	585,526	970,170	77,241	189,419

This Communiqué is issued pursuant to Listing Rule 12.20 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: mauritiunion.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.

