

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED 31 MARCH 2020

STATEMENTS OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

The Group	9 months ended 31-Mar-20 Rs 000	Restated* 9 months ended 31-Mar-19 Rs 000	3 months ended 31-Mar-20 Rs 000	Restated* 3 months ended 31-Mar-19 Rs 000
Gross premiums	1,125,293	903,232	346,216	237,892
Net written premiums	503,139	458,327	138,729	115,820
Profit/(loss) from operations	8,841	(20,017)	(8,133)	6,105
Profit/(loss) before taxation	17,707	(13,083)	(6,999)	8,374
Income tax charges	(1,504)	(1,889)	1,140	(1,889)
Profit/(loss) for the period	16,203	(14,972)	(5,859)	6,485
Other comprehensive income for the period	(17,087)	(6,356)	(31,468)	(2,059)
Total comprehensive income for the period	(884)	(21,328)	(37,327)	4,426
Profit attributable to:				
Owners of the parent	16,253	(15,121)	(5,863)	6,385
Non-controlling interests	(50)	149	4	100
	16,203	(14,972)	(5,859)	6,485
Total comprehensive income attributable to:				
Owners of the parent	(834)	(21,477)	(37,331)	4,326
Non-controlling interests	(50)	149	4	100
	(884)	(21,328)	(37,327)	4,426
Earnings per share (Rs/cs)	2.03	(1.89)	(0.73)	0.80

STATEMENTS OF CHANGES IN EQUITY

The Group	Equity attributable to owners of the parent					
	Share Capital Rs 000	Other reserves Rs 000	Retained earnings Rs 000	Total Rs 000	Non-controlling interests Rs 000	Total equity Rs 000
At 1 July 2018 (As restated*)	80,000	148,210	692,017	920,227	395	920,622
Effect of adopting IFRS 9	-	(29,901)	29,491	(410)	-	(410)
At 1 July 2018	80,000	118,309	721,508	919,817	395	920,212
Total comprehensive income for the period (as restated*)	-	(6,356)	(15,121)	(21,477)	149	(21,328)
Dividends	-	-	(15,200)	(15,200)	-	(15,200)
At 31 March 2019 (as restated*)	80,000	111,953	691,187	883,140	544	883,684
At 1 July 2019	80,000	125,509	702,679	908,188	449	908,637
Total comprehensive income for the period	-	(17,087)	16,253	(834)	(50)	(884)
Dividends paid to non-controlling interests	-	-	-	-	(126)	(126)
At 31 March 2020	80,000	108,422	718,932	907,354	273	907,627

SEGMENTAL INFORMATION

The Group	9 months ended 31-Mar-20			Restated* 9 months ended 31-Mar-19		
	Casualty Rs 000	Property Rs 000	Total Rs 000	Casualty Rs 000	Property Rs 000	Total Rs 000
Gross premiums	708,407	416,886	1,125,293	564,474	338,758	903,232
Underwriting results	58,265	77,250	135,515	22,638	78,234	100,872
Investment and other income			35,558			7,669
Management expenses, depreciation & amortisation			(162,232)			(128,558)
Share of profit of associate			8,866			6,934
Profit/(loss) before taxation			17,707			(13,083)

STATEMENTS OF FINANCIAL POSITION

The Group	Unaudited as at 31-Mar-20 Rs 000	Audited as at 30-Jun-19 Rs 000
ASSETS		
Non current assets		
Investment properties	35,139	-
Property, plant and equipment	152,679	187,513
Intangible assets	14,089	16,597
Deferred tax assets	25,819	13,607
Investments	681,494	479,356
	909,220	697,073
Current assets	2,521,664	2,559,267
Held-for-sale	-	121,483
TOTAL ASSETS	3,430,884	3,377,823
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent	907,354	908,188
Non-controlling interests	273	449
Total equity	907,627	908,637
Non current liabilities	13,630	16,866
Current liabilities	2,509,627	2,452,320
TOTAL EQUITY AND LIABILITIES	3,430,884	3,377,823
Net Assets per share (Rs/cs)	113.42	113.52

STATEMENTS OF CASH FLOW

The Group	9 months ended 31-Mar-20 Rs 000	Restated* 9 months ended 31-Mar-19 Rs 000
Net cash (used in)/generated from operating activities	(2,281)	40,797
Net cash generated from/(used in) investing activities	113,502	(71,017)
Net cash used in financing activities	(126)	(15,200)
Increase/(decrease) in cash & cash equivalents	111,095	(45,420)
Cash & cash equivalents at beginning of the period	346,212	354,479
Cash & cash equivalents at end of the period	457,307	309,059

COMMENTS

Basis of Accounting
The interim condensed financial statements for the nine months ended 31 March 2020 are unaudited and have been prepared using the same accounting policies and methods of computation as those adopted in the statutory financial statements for the year ended 30 June 2019.

Results
Gross premiums for the nine months ended 31 March 2020 grew by 25% to reach Rs 1,125M compared to Rs 903M for the same period last year. This growth is mainly driven by our Health and Transportation business lines.

Underwriting results showed encouraging results compared to last year, with satisfactory results in most lines of business. The value of our investment portfolio, both local and foreign, was severely impacted in the third quarter as domestic and international stock markets reacted negatively to the Covid 19 pandemic.

The resulting profit after tax stood at Rs 16.2M compared to a loss of Rs 15.0M last year, while other comprehensive income showed a negative Rs 17.1M compared to a negative Rs 6.4M last year.

Earnings per share was Rs 2.03 (LY: Negative Rs 1.89 (Restated)). Net assets per share stood at Rs 113.42 at 31 March 2020 compared to Rs 113.52 at 30 June 2019.

Review of pension scheme liabilities

The company is currently reassessing its current and future obligations in relation to Employee Benefit Liabilities associated with current and past employees working under a defined benefit pension scheme to which it contributes. The company will provide an update on the subject when it presents its results for the next quarter.

Restatement of comparatives

*Comparative figures for the nine months ended 31 March 2019 have been restated to reflect the adjustments made to the audited financial statements for the year ended 30 June 2019 and adoption of IFRS 9. The net effect is a decrease in Total Comprehensive Income of Rs 5.6M.

Covid-19 Effects

The impact of the pandemic and resulting slowdown in economic activity have already been felt in the Mauritian economy. We anticipate that over the following quarters, the sector will face similar commercial challenges as with the general economy.

By order of the Board
IBL Management Ltd
Secretary

8 June 2020

Copies of this interim report are available to the public, free of charge, at the Company's registered office, 4th Floor, IBL House, Caudan Waterfront, Port Louis or may be viewed on the Company's website: www.eagle.mu. This communique is issued pursuant to Listing Rule 12.20 and Securities Act 2005. The Board of Directors of Eagle Insurance Limited accepts full responsibility for the accuracy of the information contained in this interim report.

The statement of direct and indirect interests of officers of the Company required under rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request, free of charge, from the Secretary, at 4th Floor, IBL House, Caudan Waterfront, Port Louis.