

# EAGLE INSURANCE

EAGLE INSURANCE LIMITED  
Business registration number: C06002277

## CONDENSED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

STATEMENTS OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME		
The Group	Year ended 30-Jun-20 Rs 000	Year ended 30-Jun-19 Restated Rs 000
Gross premiums	1,456,916	1,248,968
Net written premiums	606,836	623,389
Profit/(loss) from operations	11,597	(6,970)
Profit before taxation	4,696	7,756
Income tax income/(expense)	7,781	(2,433)
Profit for the year	12,477	5,323
Other comprehensive (loss)/income for the year	(75,687)	19,412
Total comprehensive (loss)/income for the year	(63,210)	24,735
Profit attributable to:		
Owners of the parent	12,460	5,171
Non-controlling interests	17	152
	12,477	5,323
Total comprehensive (loss)/income attributable to:		
Owners of the parent	(63,227)	24,583
Non-controlling interests	17	152
	(63,210)	24,735
Earnings per share (Rs/cs)	1.56	0.65

STATEMENTS OF CHANGES IN EQUITY						
The Group	Equity attributable to owners of the parent					
	Share Capital Rs 000	Other reserves (Restated) Rs 000	Retained earnings Rs 000	Total Rs 000	Non- controlling interests Rs 000	Total equity (Restated) Rs 000
At 1 July 2018	80,000	118,309	721,508	919,817	395	920,212
Total comprehensive income for the year	-	19,412	5,171	24,583	152	24,735
Dividends	-	-	(24,000)	(24,000)	-	(24,000)
Dividends paid to non-controlling interests	-	-	-	-	(98)	(98)
At 30 June 2019	80,000	137,721	702,679	920,400	449	920,849
At 1 July 2019	80,000	137,721	702,679	920,400	449	920,849
Total comprehensive loss for the year	-	(75,687)	12,460	(63,227)	17	(63,210)
Transfer on disposal of building	-	(75,937)	75,937	-	-	-
Dividends paid to non-controlling interests	-	-	-	-	(126)	(126)
At 30 June 2020	80,000	(13,903)	791,076	857,173	340	857,513

SEGMENTAL INFORMATION						
The Group	Year ended 30-Jun-20			Year ended 30-Jun-19		
	Casualty Rs 000	Property Rs 000	Total Rs 000	Casualty Rs 000	Property Rs 000	Total Rs 000
Gross premiums	957,135	499,781	1,456,916	763,667	485,301	1,248,968
Underwriting results	146,912	57,178	204,090	8,205	122,433	130,638
Investment and other income			78,136			56,499
Management expenses, depreciation & amortisation			(301,541)			(194,107)
Share of profit of associate			24,011			14,726
Profit before taxation			4,696			7,756

STATEMENTS OF FINANCIAL POSITION		
The Group	As at 30-Jun-20 Rs 000	Audited as at 30-Jun-19 Restated Rs 000
ASSETS		
Non current assets		
Investment properties	35,139	-
Property, plant and equipment	148,323	187,513
Right of use assets	4,251	-
Intangible assets	13,113	16,597
Deferred tax assets	29,328	25,819
Investments	603,960	479,356
	834,114	709,285
Current assets	2,453,468	2,559,267
Held-for-sale	-	121,483
TOTAL ASSETS	3,287,582	3,390,035
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent	857,173	920,399
Non-controlling interests	340	449
Total equity	857,513	920,848
Non current liabilities	65,550	16,866
Current liabilities	2,364,519	2,452,321
TOTAL EQUITY AND LIABILITIES	3,287,582	3,390,035
Net Assets per share (Rs/cs)	107.15	115.05

STATEMENTS OF CASH FLOW		
The Group	Year ended 30-Jun-20 Rs 000	Year ended 30-Jun-19 Rs 000
Net cash generated from operating activities	102,948	81,538
Net cash generated from / (used in) investing activities	155,333	(68,717)
Net cash used in financing activities	(824)	(24,000)
Increase / (decrease) in cash & cash equivalents	257,457	(11,179)
Cash & cash equivalents at beginning of the year	346,211	354,478
Exchange gains on cash and cash equivalents	1,696	2,912
Cash & cash equivalents at end of the year	605,364	346,211

## COMMENTS

### Basis of Accounting

The condensed financial statements of the Group for the year ended 30 June 2020 are audited by Messrs Ernst & Young 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 2020.

### Results

Gross premiums for the year ended 30 June 2020 grew by 17% from Rs 1.25 Billion last year to Rs 1.46 Billion this year. The increase is mainly attributable to the Health and Transportation segments.

Underwriting results improved from Rs 130.6M to Rs 204.1M. Motor claims ratio benefited from a combination of improved underwriting procedures and the reduced number of claims during the Covid-19 lockdown period.

Pension liabilities in respect of employees and pensioners of Eagle Insurance, previously recognised in the accounts of the parent holding, IBL Ltd, were transferred to the company's balance sheet during the year ended 30 June 2020. As a result, additional liabilities of Rs 29M were recognised at 1 July 2019, increasing to Rs 48M at 30 June 2020. Impact on the profit for the year was Rs 31M with a further Rs 17M impact to the 'Other comprehensive loss' for the year.

Administrative expenses were impacted by the adoption of a more prudent approach to bad and doubtful debts provisioning to reflect the uncertainty arising from the Covid-19 pandemic.

While profit after tax reported a higher Rs 12.5M compared to Rs 5.3M last year, other Comprehensive Income dropped from Rs 19.4M last year to negative Rs 75.7M this year, mainly driven by the fall in equity markets.

Earnings per share was Rs 1.56 (LY: Rs 0.65) while Net Assets per share stood at Rs 107.15 (LY: Rs 115.05)

Covid-19 pandemic has given rise to unprecedented challenges. Management is monitoring the situation and remains confident that resilience will be shown in the face of a challenging business climate.

### Events after the reporting date

On the 15 July 2020, the company was delisted from the Stock Exchange of Mauritius.

By order of the Board  
IBL Management Ltd  
Secretary

12 November 2020

Copies of these condensed audited financial statements are available to the public, free of charge, at the Company's registered office, 4<sup>th</sup> Floor, IBL House, Caudan Waterfront, Port Louis or may be viewed on the Company's website: [www.eagle.mu](http://www.eagle.mu). This communiqué is issued pursuant to Securities Act 2005. The Board of Directors of Eagle Insurance Limited accepts full responsibility for the accuracy of the information contained in this audited condensed 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 4<sup>th</sup> Floor, IBL House, Caudan Waterfront, Port Louis.