

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 31 DECEMBER 2019

STATEMENTS OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

The Group	6 months ended 31-Dec-19 Rs 000	Restated* 6 months ended 31-Dec-18 Rs 000	3 months ended 31-Dec-19 Rs 000	Restated* 3 months ended 31-Dec-18 Rs 000
Gross premiums	779,077	665,340	449,064	365,117
Net written premiums	364,410	342,507	197,770	165,844
Profit from operations	16,974	(26,122)	14,296	(42,063)
Profit before taxation	24,706	(21,457)	18,163	(40,081)
Income tax charges	(2,644)	-	(2,242)	2,964
Profit for the period	22,062	(21,457)	15,921	(37,117)
Other comprehensive income for the period	14,381	(4,297)	3,891	(2,745)
Total comprehensive income for the period	36,443	(25,754)	19,812	(39,862)
Profit attributable to:				
Owners of the parent	22,116	(21,506)	15,975	(37,166)
Non-controlling interests	(54)	49	(54)	49
	22,062	(21,457)	15,921	(37,117)
Total comprehensive income attributable to:				
Owners of the parent	36,497	(25,803)	19,866	(39,911)
Non-controlling interests	(54)	49	(54)	49
	36,443	(25,754)	19,812	(39,862)
Earnings per share (Rs/cs)	2.76	(2.69)	2.00	(4.65)

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 interest 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*)	-	(4,297)	(21,506)	(25,803)	49	(25,754)
Dividends	-	-	(15,200)	(15,200)	-	(15,200)
At 31 December 2018 (as restated*)	80,000	114,012	684,802	878,814	444	879,258
At 1 July 2019	80,000	125,509	702,679	908,188	449	908,637
Total comprehensive income for the period	-	14,381	22,116	36,497	(54)	36,443
Dividends paid to non-controlling interests	-	-	-	-	(126)	(126)
Transfer	-	(75,937)	75,937	-	-	-
At 31 December 2019	80,000	63,953	800,732	944,685	269	944,954

SEGMENTAL INFORMATION

The Group	6 months ended 31-Dec-19			Restated* 6 months ended 31-Dec-18		
	Casualty Rs 000	Property Rs 000	Total Rs 000	Casualty Rs 000	Property Rs 000	Total Rs 000
Gross premiums	455,361	323,716	779,077	393,419	271,921	665,340
Underwriting results	29,839	48,300	78,139	17,827	52,197	70,024
Investment and other income			41,200			(13,800)
Management expenses, depreciation & amortisation			(102,364)			(82,346)
Share of profit of associate			7,731			4,665
Profit before taxation			24,706			(21,457)

STATEMENTS OF FINANCIAL POSITION

The Group	Unaudited as at 31-Dec-19 Rs 000	Audited as at 30-Jun-19 Rs 000
ASSETS		
Non current assets		
Investment properties	35,350	-
Property, plant and equipment	154,091	187,513
Intangible assets	14,928	16,597
Deferred tax assets	25,819	13,607
Investments	642,549	479,356
	872,737	697,073
Current assets	2,503,350	2,559,267
Held-for-sale	-	121,483
TOTAL ASSETS	3,376,087	3,377,823
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent	944,685	908,188
Non-controlling interests	269	449
Total equity	944,954	908,637
Non current liabilities	13,630	16,866
Current liabilities	2,417,503	2,452,320
TOTAL EQUITY AND LIABILITIES	3,376,087	3,377,823
Net Assets per share (Rs/cs)	118.09	113.52

STATEMENTS OF CASH FLOWS

The Group	6 months ended 31-Dec-19 Rs 000	6 months ended 31-Dec-18 Rs 000
Net cash (used in)/generated from operating activities	(73,547)	9,247
Net cash generated from investing activities	98,624	47,492
Net cash used in financing activities	(126)	(15,200)
Increase in cash & cash equivalents	24,951	41,539
Cash & cash equivalents at beginning of the period	346,212	354,479
Cash & cash equivalents at end of the period	371,163	396,018

COMMENTS

Basis of Accounting

The interim condensed financial statements for the six months ended 31 December 2019 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 half year ended 31 December 2019 grew by 17% to reach Rs 779M compared to Rs 665M for the same period last year. This growth is mainly driven by our Health portfolio. Our new product Careplus, launched last year, is making good progress.

Underwriting results showed an encouraging increase of 12% compared to the same period last year. While Motor claims remain challenging, the second quarter showed marked improvements compared to the first quarter. The performance of other lines of business was satisfactory.

Our investment portfolio yielded appreciable returns particularly on foreign equities.

The resulting Profit after tax stood at Rs 22.1M compared to a loss of Rs 21.5M last year.

Other comprehensive income increased by Rs 18.7M compared to last year, inclusive of the effect of a reversal of a deferred tax liability of Rs 12M previously held on revaluation surplus of Caudan premises, now disposed of.

Earnings per share was Rs 2.76 (LY: Negative Rs 2.69 (Restated)). Net assets per share stood at Rs 118.09 at 31 December 2019 compared to Rs 113.52 at 30 June 2019.

Restatement of comparatives

*Comparative figures for the half year ended 31 December 2018 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 an increase in Total Comprehensive Income of Rs 3.8M.

By order of the Board
IBL Management Ltd
Secretary

12 February 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 communiqué 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.