



MAURITIAN EAGLE INSURANCE COMPANY LTD
AUDITED CONDENSED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009

AUDITED CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

	THE GROUP				THE COMPANY			
	Audited Year ended 31 December 2009 Rs 000	Audited Year ended 31 December 2008 Rs 000	Audited 3 months to 31 December 2009 Rs 000	Audited 3 months to 31 December 2008 Rs 000	Audited Year ended 31 December 2009 Rs 000	Audited Year ended 31 December 2008 Rs 000	Audited 3 months to 31 December 2009 Rs 000	Audited 3 months to 31 December 2008 Rs 000
Gross insurance premiums	753,139	720,122	200,863	222,314	753,197	720,181	200,907	222,314
Gross lease rental income	294,071	340,772	83,199	40,876	-	-	-	-
	1,047,210	1,060,894	284,062	263,190	753,197	720,181	200,907	222,314
Net revenue	553,036	505,837	159,423	144,439	409,358	351,375	126,122	93,440
Profit from operations	235,152	267,021	33,870	42,669	114,075	121,763	11,447	16,498
Profit before exceptional item	47,122	57,454	(134)	11,826	40,772	46,194	(1,670)	15,727
Exceptional Item	-	10,612	-	-	-	10,612	-	-
Profit before taxation	47,122	68,066	(134)	11,826	40,772	56,806	(1,670)	15,727
Income tax expense	(11,670)	(9,489)	(5,535)	(2,613)	(10,460)	(6,973)	(4,605)	(1,798)
Profit after taxation	35,452	58,577	(5,669)	9,213	30,312	49,833	(6,275)	13,929
Transfer to statutory reserve fund	(273)	(707)	(273)	993	-	-	-	-
Profit for the year	35,179	57,870	(5,942)	10,206	30,312	49,833	(6,275)	13,929
Other comprehensive income/(deficit) for the year	49,602	(59,643)	4,526	(39,948)	49,602	(59,643)	4,526	(39,948)
Total comprehensive income/(deficit) for the year	84,781	(1,773)	(1,416)	(29,742)	79,914	(9,810)	(1,749)	(26,019)
Profit attributable to:								
Equity holders of the parent	34,422	55,908	(5,921)	12,133	30,312	49,833	(6,275)	13,929
Non-controlling interest	757	1,962	(21)	(1,927)	-	-	-	-
	35,179	57,870	(5,942)	10,206	30,312	49,833	(6,275)	13,929
Total comprehensive income/(deficit) attributable to:								
Equity holders of the parent	84,024	(3,735)	(1,395)	(27,815)	79,914	(9,810)	(1,749)	(26,019)
Non-controlling interest	757	1,962	(21)	(1,927)	-	-	-	-
	84,781	(1,773)	(1,416)	(29,742)	79,914	(9,810)	(1,749)	(26,019)
Earnings per share (Rs)	4.30	6.99	(0.74)	1.52	3.79	6.23	(0.78)	1.74
No of shares used in calculation	7,999,998	7,999,998	7,999,998	7,999,998	7,999,998	7,999,998	7,999,998	7,999,998
Segmental Information								
Gross revenue : General insurance	635,438	611,282	174,077	196,855	635,496	611,341	174,121	196,855
Long-term insurance	117,701	108,840	26,786	25,459	117,701	108,840	26,786	25,459
Leasing	294,071	340,772	83,199	40,876	-	-	-	-
Total	1,047,210	1,060,894	284,062	263,190	753,197	720,181	200,907	222,314
Profit from operations : General insurance	35,435	55,806	(5,790)	14,786	39,772	55,806	(2,170)	14,727
Long-term insurance	56,366	48,043	9,100	(3,277)	74,303	65,957	13,617	1,771
Leasing	143,351	163,172	30,560	31,160	-	-	-	-
Total	235,152	267,021	33,870	42,669	114,075	121,763	11,447	16,498

AUDITED CONDENSED CASH FLOW STATEMENTS

	THE GROUP		THE COMPANY	
	Audited year ended 31 December 2009 Rs 000	Audited year ended 31 December 2008 Rs 000	Audited year ended 31 December 2009 Rs 000	Audited year ended 31 December 2008 Rs 000
Net cash generated from operating activities	86,710	105,683	114,457	82,994
Net cash generated from/(used in) investing activities	18,916	110,639	(42,053)	41,920
Net cash generated from/(used in) financing activities	46,385	(122,854)	(14,640)	(14,640)
Net increase in cash & cash equivalents	152,011	93,468	57,764	110,274
Cash & Cash equivalents at beginning of the year	405,087	311,619	421,491	311,217
Cash & Cash equivalents at 31 December	557,098	405,087	479,255	421,491

AUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Equity attributable to equity holders of the Parent				Non Controlling Interest	
	Share Capital Rs 000	Investment Revaluation Reserve Rs000	Retained Profits Rs 000	Total Rs 000	Rs 000	Total Rs 000
At 1 January 2008	80,000	29,759	248,763	358,522	102,986	461,508
Dividends	-	-	(14,640)	(14,640)	-	(14,640)
Total comprehensive income/(deficit) for the year	-	(59,643)	55,908	(3,735)	1,962	(1,773)
Other consolidated adjustments	-	-	217	217	208	425
At 31 December 2008	80,000	(29,884)	290,248	340,364	105,156	445,520
At 1 January 2009	80,000	(29,884)	290,248	340,364	105,156	445,520
Dividends	-	-	(14,640)	(14,640)	-	(14,640)
Total comprehensive income for the year	-	49,602	34,422	84,024	757	84,781
At 31 December 2009	80,000	19,718	310,030	409,748	105,913	515,661
THE COMPANY						
	Share Capital Rs 000	Investment Revaluation Reserve Rs000	Retained Profits Rs 000	Total Rs 000		
At 1 January 2008	80,000	29,759	212,474	322,233		
Dividends	-	-	(14,640)	(14,640)		
Total comprehensive income/(deficit) for the year	-	(59,643)	49,833	(9,810)		
At 31 December 2008	80,000	(29,884)	247,667	297,783		
At 1 January 2009	80,000	(29,884)	247,667	297,783		
Dividends	-	-	(14,640)	(14,640)		
Total comprehensive income for the year	-	49,602	30,312	79,914		
At 31 December 2009	80,000	19,718	263,339	363,057		

AUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION (BALANCE SHEETS)

	THE GROUP			THE COMPANY		
	Audited As at 31 December 2009 Rs 000	Audited As at 31 December 2008 Rs 000	Audited As at 31 December 2007 Rs 000	Audited As at 31 December 2009 Rs 000	Audited As at 31 December 2008 Rs 000	Audited As at 31 December 2007 Rs 000
ASSETS						
Non current assets						
Intangible assets	14,745	15,434	10,434	13,633	13,570	8,929
Property, plant and equipment	360,950	238,336	188,768	55,873	59,425	60,155
Investments	400,503	318,910	364,987	464,048	353,574	381,196
Finance lease receivables	806,224	1,011,331	1,075,653	-	-	-
	1,582,422	1,584,011	1,639,842	533,554	426,569	450,280
Current assets	1,244,197	1,067,271	931,363	729,831	683,225	572,888
TOTAL ASSETS	2,826,619	2,651,282	2,571,205	1,263,385	1,109,794	1,023,168
EQUITY AND LIABILITIES						
Share capital	80,000	80,000	80,000	80,000	80,000	80,000
Reserves	329,748	260,364	278,522	283,057	217,783	242,233
Equity attributable to equity holders of the parent	409,748	340,364	358,522	363,057	297,783	322,233
Non-controlling interest	105,913	105,156	102,986	-	-	-
Total equity	515,661	445,520	461,508	363,057	297,783	322,233
Statutory reserve fund	2,334	2,061	1,779	-	-	-
General insurance fund	112,879	94,463	65,750	112,879	94,463	65,750
Life insurance fund	552,363	479,060	414,103	552,363	479,060	414,103
Non current liabilities	763,786	763,086	846,888	1,397	1,177	365
Current liabilities	879,596	867,092	781,177	233,689	237,311	220,717
TOTAL EQUITY AND LIABILITIES	2,826,619	2,651,282	2,571,205	1,263,385	1,109,794	1,023,168
Net Assets per share (Rs)	51.22	42.55	44.82	45.38	37.22	40.28

Note

The condensed financial statements for the year ended 31 December 2009 are audited 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 31 December 2009.

Group Results

Gross Insurance premiums grew by 5% represented by increases of 4% for general insurance and 8% for long term insurance. Having been spared of major catastrophes and as a result of strict reinsurance costs control, net revenue increased by 17% to reach Rs.409.4 m. Although positive underwriting results have been achieved throughout the business cycle with peaks in the accident and engineering departments, our profit has been impaired by certain bad debts.

The stock market started to turnaround mid last year. However, return on investment is lower than the previous period which was boosted up by the sale of our stake in Highway Properties Ltd. Following additional provision for asset impairment, our leasing subsidiary posted lower results than last year.

Group profit before tax decreased to Rs.47.1 m whilst attributable earnings reached Rs.34.4 m posting an earnings per share of Rs.4.30 against Rs.6.99 for the same period last year. However, net assets per share increased sensibly from Rs.42.55 to Rs.51.22.

Prospects

Operational results for the first quarter have been on an even keel although the stock market has not yet stabilized. We expect to achieve a better performance in year 2010 which could be enhanced by improved results from our leasing subsidiary.

By order of the Board
Simon Pierre Rey
 Secretary

26 March 2010

Copies of this interim report are available to the public, free of charge, at the Company's registered office, IBL House, Caudan, Port Louis. This communique is issued pursuant to Listing Rule 12.20 and Securities Act 2005. The Board of Directors of Mauritian Eagle Insurance Company Ltd 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 5th floor, IBL House, Caudan, Port Louis, Mauritius.