



MAURITIAN EAGLE INSURANCE COMPANY LTD

UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE PERIOD ENDED 30 JUNE 2009

	THE GROUP				THE COMPANY			
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
	3 months to	3 months to	6 months to	6 months to	3 months to	3 months to	6 months to	6 months to
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2009	2008	2009	2008	2009	2008	2009	2008
	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000
Gross insurance premiums	204,261	179,868	362,159	326,797	204,261	179,637	362,159	326,828
Gross lease rental income	76,775	105,634	143,668	201,277	-	-	-	-
	281,036	285,502	505,827	528,074	204,261	179,637	362,159	326,828
Net revenue	129,839	118,559	242,567	227,095	96,042	77,676	172,752	146,813
Profit from operations	74,254	81,770	130,046	151,101	44,164	45,810	67,058	72,035
Profit before taxation	18,237	32,377	32,828	43,995	17,636	27,821	30,685	34,712
Taxation	(1,915)	(2,937)	(4,133)	(4,500)	(1,817)	(3,466)	(3,953)	(4,500)
Profit after taxation	16,322	29,440	28,695	39,495	15,819	24,355	26,732	30,212
Transfer to statutory reserve fund	-	(1,093)	-	(1,093)	-	-	-	-
Profit for the period	16,322	28,347	28,695	38,402	15,819	24,355	26,732	30,212
Other comprehensive income/(expense) for the period	29,292	(6,406)	26,674	(8,727)	29,292	(6,406)	26,674	(8,727)
Total comprehensive income for the period	45,614	21,941	55,369	29,675	45,111	17,949	53,406	21,485
Profit attributable to:								
Equity holders of the parent	16,050	26,782	28,197	35,368	15,819	24,355	26,732	30,212
Non-controlling interest	272	1,565	498	3,034	-	-	-	-
	16,322	28,347	28,695	38,402	15,819	24,355	26,732	30,212
Total comprehensive income attributable to:								
Equity holders of the parent	45,342	20,376	54,871	26,641	45,111	17,949	53,406	21,485
Non-controlling interest	272	1,565	498	3,034	-	-	-	-
	45,614	21,941	55,369	29,675	45,111	17,949	53,406	21,485
Earnings per share (Rs)	2.01	3.35	3.52	4.42	1.98	3.04	3.34	3.78
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	168,016	149,350	301,758	271,918	168,016	149,119	301,758	271,949
Long-term insurance	36,245	30,518	60,401	54,879	36,245	30,518	60,401	54,879
Leasing	76,775	105,634	143,668	201,277	-	-	-	-
Total	281,036	285,502	505,827	528,074	204,261	179,637	362,159	326,828
Profit from operations : General insurance	21,250	28,279	28,631	34,712	22,593	28,279	30,185	34,712
Long-term insurance	17,060	8,975	27,937	28,767	21,571	17,531	36,873	37,323
Leasing	35,944	44,516	73,478	87,622	-	-	-	-
Total	74,254	81,770	130,046	151,101	44,164	45,810	67,058	72,035

UNAUDITED CONDENSED CASH FLOW STATEMENTS

	THE GROUP		THE COMPANY	
	Unaudited 6 months to	Unaudited 6 months to	Unaudited 6 months to	Unaudited 6 months to
	30 June	30 June	30 June	30 June
	2009	2008	2009	2008
	Rs 000	Rs 000	Rs 000	Rs 000
Net cash generated from/(used in) operating activities	38,772	(30,103)	(1,653)	(11,551)
Net cash (used in)/generated from investing activities	(25,662)	128,810	15,026	28,866
Net cash generated from/(used in) financing activities	13,360	(109,854)	(6,640)	(6,640)
Net increase in cash & cash equivalents	26,470	(13,147)	6,733	10,675
Cash & Cash equivalents at beginning of the year	405,087	311,619	421,491	311,217
Cash & Cash equivalents at 30 June	431,557	298,472	428,224	321,892

UNAUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Equity attributable to equity holders of the Parent				
	Share Capital	Investment Revaluation Reserve	Retained Profits	Total	Non Controlling Interest
	Rs 000	Rs000	Rs 000	Rs 000	Rs 000
At 1 January 2008	80,000	29,759	248,763	358,522	102,986
Dividends	-	-	(6,639)	(6,639)	-
Total comprehensive (expense)/income for the period	-	(8,727)	35,368	26,641	3,034
Other consolidated adjustments	-	-	217	217	207
At 30 June 2008	80,000	21,032	277,709	378,741	106,227
At 1 January 2009	80,000	(29,884)	290,248	340,364	105,156
Dividends	-	-	(6,639)	(6,639)	-
Total comprehensive income for the period	-	26,674	28,197	54,871	498
At 30 June 2009	80,000	(3,210)	311,806	388,596	105,654
THE COMPANY					
At 1 January 2008	80,000	29,759	212,474	322,233	
Dividends	-	-	(6,639)	(6,639)	
Total comprehensive (expense)/income for the period	-	(8,727)	30,212	21,485	
At 30 June 2008	80,000	21,032	236,047	337,079	
At 1 January 2009	80,000	(29,884)	247,667	297,783	
Dividends	-	-	(6,639)	(6,639)	
Total comprehensive income for the period	-	26,674	26,732	53,406	
At 30 June 2009	80,000	(3,210)	267,760	344,550	

UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION (BALANCE SHEETS)

	THE GROUP		THE COMPANY	
	Unaudited	Audited	Unaudited	Audited
	As at	As at	As at	As at
	30 June	31 December	30 June	31 December
	2009	2008	2009	2008
	Rs 000	Rs 000	Rs 000	Rs 000
ASSETS				
Non current assets				
Intangible assets	14,927	15,434	13,445	13,570
Property, plant and equipment	286,341	238,336	57,383	59,425
Investments	348,124	318,910	414,045	353,574
Finance lease receivables	820,957	1,011,331	-	-
	1,470,349	1,584,011	484,873	426,569
Current assets	1,254,057	1,067,271	730,244	683,225
TOTAL ASSETS	2,724,406	2,651,282	1,215,117	1,109,794
EQUITY AND LIABILITIES				
Share capital	80,000	80,000	80,000	80,000
Reserves	308,596	260,364	264,550	217,783
Equity attributable to equity holders of the parent	388,596	340,364	344,550	297,783
Non-controlling interest	105,654	105,156	-	-
Total equity	494,250	445,520	344,550	297,783
Statutory reserve fund	2,061	2,061	-	-
General insurance fund	82,558	94,463	82,558	94,463
Life insurance fund	515,433	479,060	515,433	479,060
Non current liabilities	746,027	763,086	1,177	1,177
Current liabilities	884,077	867,092	271,399	237,311
TOTAL EQUITY AND LIABILITIES	2,724,406	2,651,282	1,215,117	1,109,794
Net Assets per share (Rs)	48.57	42.55	43.07	37.22

Note

The interim condensed financial statements for the six months ended 30 June 2009 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 31 December 2008.

Group Results

Good results have been achieved for the insurance activities in the first half of the year. Gross premium increased by 11% to reach Rs 362.2M with peaks in the marine and motor departments. Having contained reinsurance costs and expenses and as a result of a lower claims ratio, Net Underwriting Profit increased by 77.4% to Rs 23.2M. Profit before tax decreased by Rs 4.0M compared to last year when the company benefitted from the sale of its stake in Highway Properties Ltd which gave rise to an exceptional gain of Rs 10.6M.

Turnover for the leasing subsidiary has decreased due to lower demand for finance leases. This has been compensated by an increasing demand for operating leases which is however not reflected in gross lease rental income. Results for the period are lower as a more prudent approach has been adopted in the method of provisioning for asset impairment which impacted on the profit of this operation.

There was a renewed interest on the stock market in the second quarter of year 2009 which has mitigated the loss registered in the last quarter of year 2008.

The group profit before tax of Rs 32.8M posted an earnings per share of Rs 3.52 against Rs 4.42 for the same period last year. However, net assets per share improved from Rs 42.55 to Rs 48.57 (14.1%) partly due to the increase in the value of our investments.

Dividends

The directors have declared an interim dividend of Re 1.00 per share on 7,999,998 shares in issue for the year ending 31 December 2009 (2008: Re 1.00).

Declaration of Interim dividend

Notice is hereby given that an Interim Dividend of Re 1.00 per share in respect of the year ending 31 December 2009 has been declared payable to members registered in the books of the company at the close of business on 09 October 2009.

The Dividend cheques will be paid on or about 01 December 2009.

The shares of the Company will be traded cum-dividend up to the market day of 06 October 2009 and ex-dividend on 07 October 2009.

By Order of the Board

Simon Pierre Rey

Secretary

27 July 2009