

NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS - QUARTER ENDED MARCH 31, 2010.

The Directors are pleased to present the condensed financial statements of the Group and the Company for the quarter ended March 31, 2010.

(a) Basis of Accounting

The unaudited financial statements for the quarter ended March 31, 2010 have been prepared on the same basis as the accounting policies set out in the statutory financial statements of the Group and the Company for the year ended December 31, 2009, except for the adoption of relevant amendments to existing standards, new published standards and interpretations issued now effective. Where necessary, comparative figures have been amended to conform with change in presentation in the current period. This interim report complies with IAS 34, "Interim financial reporting".

(b) Review of results - Group

The Group has recorded better results than for the same period last year.
(i) The Group's net profit for the period amounted to Rs154.7m compared to Rs25.4m last year.
(ii) Underwriting operations have generated a surplus of Rs59.3m compared to Rs34.3m for the same quarter last year.
(iii) Investment and other income amounted to Rs134.7m compared to Rs16.7m last year. This is partly attributable to exceptional profit of Rs83m on disposal of available-for-sale financial assets.

(iv) Net assets per share increased from Rs 61.4 at December 31, 2009 to Rs 63.0 at March 31, 2010
(v) Life Assurance Business Fund also posted a surplus of Rs38.2m, compared to a deficit of Rs116.5m for the same period last year.

(c) Events after the reporting period

MUA has acquired 100% of the shareholding of La Prudence (Mauricienne) Assurances Limitée on May 3, 2010 for a consideration of Rs800M. This transaction has been approved by the Stock Exchange of Mauritius Ltd, the Financial Services Commission and finally the shareholders at a special meeting held on 27 April 2010.

The acquisition will enhance the ability of MUA to protect the interest of policyholders and the public and will create shareholder value.

By order of the Board
Gilbert Poisson
Secretary
May 06, 2010

UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION - MARCH 31, 2010

	THE GROUP		THE COMPANY	
	UNAUDITED MARCH 31, 2010	AUDITED DECEMBER 31, 2009	UNAUDITED MARCH 31, 2010	AUDITED DECEMBER 31, 2009
	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS				
Non-current assets	3,945,048	3,994,527	1,300,682	1,424,676
Current assets	1,191,380	1,219,539	796,805	763,281
Total assets	5,136,428	5,214,066	2,097,487	2,187,957
EQUITY AND LIABILITIES				
Capital and reserves				
Owners of Parent	1,262,837	1,230,251	1,253,805	1,222,660
Non-controlling interests	5,554	5,241	-	-
Total equity	1,268,391	1,235,492	1,253,805	1,222,660
Technical provisions				
Life Assurance Fund	710,205	839,909	710,205	839,909
Non-current liabilities	2,986,918	2,971,331	-	-
Current liabilities	170,150	166,570	133,135	125,046
Total equity and liabilities	5,136,428	5,214,066	2,097,487	2,187,957
Net assets per share (Rs)	63.02	61.39		
Number of ordinary shares in issue ('000)	20,040	20,040		

UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION - MARCH 31, 2010

	LIFE	
	UNAUDITED MARCH 31, 2010	AUDITED DECEMBER 31, 2009
	Rs'000	Rs'000
ASSETS		
Non-current assets	2,646,393	2,572,157
Current assets	375,865	429,555
Total assets	3,022,258	3,001,712
Less:		
Non-current liabilities	342	342
Current liabilities	34,998	30,039
Life Assurance Fund	2,986,918	2,971,331

UNAUDITED CONDENSED GENERAL BUSINESS REVENUE ACCOUNT - QUARTER ENDED MARCH 31, 2010

	UNAUDITED 3 MONTHS ENDED	
	MARCH 31, 2010	MARCH 31, 2009
	Rs'000	Rs'000
Gross premiums	242,214	158,433
Net earned premiums	169,953	131,521
Net claims incurred	(100,562)	(89,092)
Net commissions	(10,053)	(8,157)
Underwriting surplus	59,338	34,272

UNAUDITED CONDENSED INCOME STATEMENTS - QUARTER ENDED MARCH 31, 2010

	THE GROUP		THE COMPANY	
	UNAUDITED 3 MONTHS ENDED MARCH 31, 2010	MARCH 31, 2009	UNAUDITED 3 MONTHS ENDED MARCH 31, 2010	MARCH 31, 2009
	Rs'000	Rs'000	Rs'000	Rs'000
Gross premiums	242,214	158,433	242,214	158,433
Revenue	172,246	132,768	169,953	131,521
Underwriting surplus	59,338	34,272	59,338	34,272
Investment and other income	134,666	16,665	129,285	14,924
	194,004	50,937	188,623	49,196
Net profit for the quarter	154,737	25,353	153,598	25,103
Profit attributable to:				
Owners of Parent	154,433	25,247	153,598	25,103
Non-controlling interests	304	106	-	-
	154,737	25,353	153,598	25,103
Basic earnings per share for the quarter (Rs)	7.71	1.26		
Number of ordinary shares ('000)	20,040	20,040		

UNAUDITED CONDENSED LIFE ASSURANCE FUND - QUARTER ENDED MARCH 31, 2010

	UNAUDITED 3 MONTHS ENDED	
	MARCH 31, 2010	MARCH 31, 2009
	Rs'000	Rs'000
Premiums (net of reassurances and discount)	78,839	76,937
Considerations for annuities	1,577	806
Investment and other income	35,444	26,227
Decrease in fair value of available-for-sale financial assets	(1,986)	(150,670)
	113,874	(46,700)
Surplus/(deficit) for the quarter	38,238	(116,452)
Fund at January 1,	2,971,331	2,412,918
Transfer of revaluation reserve to General business	(19,651)	-
Surplus/(deficit) for the quarter	38,238	(116,452)
Share of (surplus)/deficit to shareholders	(3,000)	2,355
Fund at March 31,	2,986,918	2,298,821

UNAUDITED CONDENSED CASH FLOW STATEMENTS - QUARTER ENDED MARCH 31, 2010

	THE GROUP		THE COMPANY	
	UNAUDITED 3 MONTHS ENDED MARCH 31, 2010	MARCH 31, 2009	UNAUDITED 3 MONTHS ENDED MARCH 31, 2010	MARCH 31, 2009
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from operating activities	76,928	18,456	68,206	19,871
Net cash generated from/(used in) investing activities	95,448	(40,955)	95,095	(40,919)
Net increase/(decrease) in cash and cash equivalents	172,376	(22,499)	163,301	(21,048)
Movement in cash and cash equivalents				
At January 1,	181,370	109,024	175,213	105,287
Increase/(decrease)	172,376	(22,499)	163,301	(21,048)
At March 31,	353,746	86,525	338,514	84,239

UNAUDITED CONDENSED STATEMENTS OF COMPREHENSIVE INCOME - QUARTER ENDED MARCH 31, 2010

	THE GROUP		THE COMPANY	
	UNAUDITED 3 MONTHS ENDED MARCH 31, 2010	MARCH 31, 2009	UNAUDITED 3 MONTHS ENDED MARCH 31, 2010	MARCH 31, 2009
	Rs'000	Rs'000	Rs'000	Rs'000
Profit for the quarter	154,737	25,353	153,598	25,103
Other comprehensive income	(141,489)	(156,499)	(142,104)	(142,985)
Total comprehensive income	13,248	(131,146)	11,494	(117,882)
Total comprehensive income attributable to:				
Owners of the parent	12,935	(131,252)	11,494	(117,882)
Non-controlling interests	313	106	-	-
	13,248	(131,146)	11,494	(117,882)

UNAUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY - QUARTER ENDED MARCH 31, 2010

	Attributable to owners of parent					
	Share capital	Revaluation and other reserves	Non distributable share of Life Surplus	Retained earnings	Total	Minority interest
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
THE GROUP						
Balance at January 1, 2010	200,400	476,484	56,861	496,506	1,230,251	5,241
Transfer of revaluation reserves from Life fund	-	-	-	19,651	19,651	-
Total comprehensive income for the quarter	-	(144,498)	3,000	154,433	12,935	313
Balance at March 31, 2010	200,400	331,986	59,861	670,590	1,262,837	5,554
Balance at January 1, 2009	200,400	427,528	45,200	363,083	1,036,211	3,233
Total comprehensive income for the quarter	-	(154,144)	(2,355)	25,247	(131,252)	106
Balance at March 31, 2009	200,400	273,384	42,845	388,330	904,959	3,339

UNAUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY - QUARTER ENDED MARCH 31, 2010

	Attributable to owners of parent				
	Share capital	Revaluation and other reserves	Non distributable share of Life Surplus	Retained earnings	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
THE COMPANY					
Balance at January 1, 2010	200,400	472,788	56,861	492,611	1,222,660
Transfer of revaluation reserves from Life fund	-	-	-	19,651	19,651
Total comprehensive income for the quarter	-	(145,104)	3,000	153,598	11,494
Balance at March 31, 2010	200,400	327,684	59,861	665,860	1,253,805
Balance at January 1, 2009	200,400	270,354	45,200	344,489	860,443
Total comprehensive income for the quarter	-	(140,630)	(2,355)	25,103	(117,882)
Amalgamation adjustment	-	142,016	-	16,911	158,927
Balance at March 31, 2009	200,400	271,740	42,845	386,503	901,488

UNAUDITED CONDENSED CASH FLOW STATEMENTS - LIFE BUSINESS - QUARTER ENDED MARCH 31, 2010

	UNAUDITED 3 MONTHS ENDED	
	MARCH 31, 2010	MARCH 31, 2009
	Rs'000	Rs'000
Net cash generated from operating activities	25,823	73,852
Net cash used in investing activities	(75,741)	(262,657)
Net decrease in cash and cash equivalents	(49,918)	(188,805)
Movement in cash and cash equivalents		
At January 1,	233,465	270,159
Decrease	(49,918)	(188,805)
At March 31,	183,547	81,354

UNAUDITED CONDENSED SEGMENTAL REPORT - QUARTER ENDED MARCH 31, 2010

	THE GROUP			LIFE	
	Casualty	Property	Other	Total	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Segment income	271,694	36,084	5,380	313,158	116,132
Segment results	130,308	24,797	1,136	156,241	40,224
Decrease in fair value of available-for-sale financial assets				-	(1,986)
Profit/surplus before taxation				156,241	38,238
Taxation				(1,504)	-
Net profit/surplus for the quarter				154,737	38,238

UNAUDITED CONDENSED SEGMENTAL REPORTING - QUARTER ENDED MARCH 31, 2009

	THE GROUP			LIFE	
	Casualty	Property	Other	Total	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Segment income	136,773	15,287	1,740	153,800	104,321
Segment results	22,320	2,783	529	25,632	34,421
Decrease in fair value of available-for-sale financial assets				-	(150,670)
Share of results of associates				(279)	(203)
Profit/(deficit) before taxation				25,353	(116,452)
Taxation				-	-
Net profit/(deficit) for the quarter				25,353	(116,452)
Total assets					
March 31, 2010	4,371,835	675,190	89,403	5,136,428	3,022,258
December 31, 2009	4,196,913	920,028	97,125	5,214,066	3,001,712
March 31, 2009	3,529,261	581,435	14,225	4,124,921	2,324,835