



Consolidated Interim Financial Statements
31-Mar-19
(Condensed)

JANASHAKTHI INSURANCE PLC
STATEMENT OF FINANCIAL POSITION



AS AT	Notes	Consolidated		Company	
		Unaudited 31 March 2019 LKR '000	Unaudited 31 December 2018 LKR '000	Unaudited 31 March 2019 LKR '000	Unaudited 31 December 2018 LKR '000
Assets					
Financial Investments		16,413,771	15,657,029	16,413,771	15,657,029
Investment Property		1,997,803	1,997,803	1,997,803	1,997,803
Intangible Assets		83,129	84,901	83,129	84,901
Property, Plant and Equipment		254,077	257,742	254,077	257,742
Loans to Life Policyholders & Others		274,692	261,240	274,692	261,240
Reinsurance Receivable		24,926	19,904	24,926	19,904
Premium Receivables		39,120	26,616	39,120	26,616
Other Assets		485,159	412,519	485,159	412,519
Deferred Tax Asset	11.2	1,314,248	1,342,199	1,314,248	1,342,199
Cash in Hand and Balance at Bank		318,215	223,268	318,215	223,268
Total Assets		21,205,140	20,283,221	21,205,140	20,283,221
Liabilities and Shareholders' Equity					
Equity					
Stated Capital		4,853,752	4,853,752	4,853,752	4,853,752
Revenue Reserves		2,811,160	2,671,460	2,811,160	2,671,460
Restricted Regulatory Reserve	8	1,795,829	1,795,829	1,795,829	1,795,829
Total Equity		9,460,741	9,321,041	9,460,741	9,321,041
Liabilities					
Insurance Liability - Life		10,186,424	9,897,807	10,186,424	9,897,807
Retirement Benefit Obligation		86,303	85,705	86,303	85,705
Long Term Borrowings		501,986	-	501,986	-
Bank Overdrafts		111,561	111,568	111,561	111,568
Reinsurance Creditors		36,550	34,967	36,550	34,967
Other Liabilities		821,575	832,133	821,575	832,133
Total Liabilities		11,744,399	10,962,180	11,744,399	10,962,180
Total Equity and Liabilities		21,205,140	20,283,221	21,205,140	20,283,221

I certify that these Interim Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

Sgd
Amila Perera
Manager - Finance

The Board of Directors is responsible for the preparation and presentation of these Interim Financial Statements.
Signed on behalf of the Board

Sgd
Prakash Schaffter
Executive Chairman

Sgd
Jude Fernando
Director/Chief Executive Officer

Colombo
14 May 2019

JANASHAKTHI INSURANCE PLC

STATEMENT OF PROFIT OR LOSS



For the Period ended 31 March	Notes	Consolidated		Company	
		Unaudited 2019 LKR '000	Unaudited 2018 LKR '000	Unaudited 2019 LKR '000	Unaudited 2018 LKR '000
Gross Written Premium	10	946,612	764,593	946,612	764,593
Premium Ceded to Reinsurers		(28,944)	(31,338)	(28,944)	(31,338)
Net Written Premium		917,668	733,255	917,668	733,255
Net Earned Premium		917,668	733,255	917,668	733,255
Other Revenue					
Fee and Commission Income		7,686	8,863	7,686	8,863
Investment Income		375,671	408,401	375,671	408,401
Realised Gains/ (Losses)		(3,599)	69	(3,599)	69
Fair Value Gains/ (Losses)		(1,450)	(2,134)	(1,450)	(2,134)
Other Operating Revenue		66,525	8,894	66,525	8,894
Gain on Disposal of Subsidiary	6	-	-	-	9,198,912
Total Other Revenue		444,833	424,093	444,833	9,623,005
Total Net Income		1,362,501	1,157,348	1,362,501	10,356,260
Benefits and Claims					
Net Benefits & Claims		(394,680)	(294,270)	(394,680)	(294,270)
Increase in Life Insurance Fund		(289,253)	(334,815)	(289,253)	(334,815)
Underwriting & Net Acquisition Cost		(253,718)	(211,507)	(253,718)	(211,507)
Total Benefits, Claims & Net Acquisition Cost		(937,651)	(840,592)	(937,651)	(840,592)
Finance Cost		(2,067)	(2,085)	(2,067)	(2,085)
Other Operating and Administrative Expenses		(286,148)	(475,697)	(286,148)	(482,281)
Other Expenses		(288,215)	(477,782)	(288,215)	(484,366)
Profit/ (Loss) before Taxation		136,635	(161,027)	136,635	9,031,302
Reversal of Deferred Taxation	11	(27,951)	-	(27,951)	-
Profit/ (Loss) for the Period from Continuing Operations		108,684	(161,027)	108,684	9,031,302
Discontinued Operations					
Profit for the Period from Discontinued Operations	7	-	7,339,268	-	-
Profit for the Period		108,684	7,178,242	108,684	9,031,302
Profit from Continuing Operations attributable to:					
Equity holders of the Company		108,684	(161,027)	108,684	9,031,302
Profit from Discontinued Operations attributable to:					
Equity holders of the Company		-	7,339,268	-	-
		108,684	7,178,242	108,684	9,031,302
Basic Earnings/ (Loss) per Share (Rs.)					
Continuing Operations		0.48	(0.32)	0.48	18.10
Discontinued Operation		-	14.71	-	-

JANASHAKTHI INSURANCE PLC
STATEMENT OF COMPREHENSIVE INCOME



	Consolidated		Company	
	Unaudited 2019 LKR'000	Unaudited 2018 LKR'000	Unaudited 2019 LKR'000	Unaudited 2018 LKR'000
For the Period ended 31 March				
Profit for the Period	108,684	7,178,242	108,684	9,031,302
Other Comprehensive Income/ (Loss)				
Continuing Operations				
Net Change in fair value of Available For Sale financial assets	31,017	132,258	31,017	132,258
Discontinued Operations				
Net Change in fair value of Available For Sale financial assets	-	(742)	-	-
Other Comprehensive Income/ Loss	31,017	131,516	31,017	132,258
Total Comprehensive Income for the Period	139,701	7,309,758	139,701	9,163,560
Total Comprehensive Income attributable to:				
Equity holders of the Company	139,701	7,309,758	139,701	9,163,560
	139,701	7,309,758	139,701	9,163,560

JANASHAKTHI INSURANCE PLC
STATEMENT OF CHANGES IN EQUITY



Group

	Stated Capital	Revaluation Reserve	Restricted Regulatory Reserve	Revenue Reserves			Available for Sale Reserve Fund of Life Policyholders	
				Retained Earnings	Available-for-sale Financial Assets	Total	Available for Sale Reserve Fund of Life Policyholders	Total
				LKR '000	LKR '000	LKR '000	LKR '000	LKR '000
Audited Balance as at 31 December 2017	4,853,752	327,415	1,795,829	5,085,373	(747,690)	4,337,684	-	11,314,680
Profit for the Period	-	-	-	7,178,242	-	7,178,242	-	7,178,242
Other Comprehensive (Loss) / Income								
Impact of Discontinued Operations				(622,515)	622,515	-		
Transfer of Revaluation Surplus to Retained Earnings, at Disposal		(327,415)		327,415	-	-		
Net Change in fair value of Available for Sale Financial Assets	-	-	-	-	132,258	459,673	-	
Other Comprehensive Income	-	(327,415)	-	(295,100)	754,774	459,673	-	132,258
Transactions with Equity Holders recognised directly in equity								
Repurchase of Shares				(11,669,647)		(11,669,647)		(11,669,647)
Expenses on Repurchase of Shares	-	-	-	(6,584)	-	(6,584)	-	(6,584)
Unaudited Balance as at 31 March 2018	4,853,752		1,795,829	(2,816)	7,083	299,368	-	6,948,949
Profit for the Period				2,166,582	-	2,166,582	-	2,166,582
Other Comprehensive Income								
Net Change in fair value of Available for Sale Financial Assets	-		-	-	241,177	241,177	(35,668)	
Actuarial Losses on Defined Benefit Plans	-			4,232	-	4,232	-	
Other Comprehensive Income	-		-	4,232	241,177	245,410	(35,668)	209,742
Transfers to Life Insurance Fund				(4,232)		(4,232)		(4,232)
Unaudited Balance as at 31 December 2018	4,853,752	-	1,795,829	2,163,768	248,261	2,707,127	(35,668)	9,321,041
Profit for the Period	-	-		108,684	-	108,684	-	108,684
Other Comprehensive Income								
Net Change in fair value of Available for Sale Financial Assets	-		-	-	28,277	28,277	2,740	
Other Comprehensive Income	-		-	-	28,277	28,277	2,740	31,017
Unaudited Balance as at 31 March 2019	4,853,752		1,795,829	2,272,451	304,815	2,844,088	(32,928)	9,460,741

JANASHAKTHI INSURANCE PLC
STATEMENT OF CHANGES IN EQUITY



Company

	Stated Capital LKR '000		Restricted Regulatory Reserve LKR '000		Revenue Reserves			Available for Sale Reserve Fund of Life Policyholders LKR '000	
					Retained Earnings LKR '000	Available-for- sale Financial Assets LKR '000	Total LKR '000	Total LKR '000	Total LKR '000
Audited Balance as at 31 December 2017	4,853,752	1,795,829	2,937,214	(125,917)	2,811,297	-	9,460,878		
Profit for the Period	-	-	9,031,302	-	9,031,302	-	9,031,302		
<u>Other Comprehensive (Loss) / Income</u>									
Net Change in fair value of Available for Sale Financial Assets	-	-	-	132,258	132,258	-			
Other Comprehensive Income	-	-	-	132,258	132,258	-	132,258		
Transactions with Equity Holders recognised directly in equity									
Repurchase of Shares	-	-	(11,669,647)	-	(11,669,647)	-	(11,669,647)		
Expenses on Repurchase of Shares	-	-	(6,584)	-	(6,584)	-	(6,584)		
Unaudited Balance as at 31 March 2018	4,853,752	1,795,829	292,285	6,341	298,627	-	6,948,207		
Profit for the Period	-	-	2,166,582	-	2,166,582	-	2,166,582		
<u>Other Comprehensive Income</u>									
Net Change in fair value of Available for Sale Financial Assets	-	-	-	241,920	241,920	(35,668)			
Actuarial Losses on Defined Benefit Plans	-	-	4,232	-	4,232	-			
Other Comprehensive Income	-	-	4,232	241,920	246,152	(35,668)	210,484		
Transfers to Life Insurance Fund	-	-	(4,232)	-	(4,232)	-	(4,232)		
Unaudited Balance as at 31 December 2018	4,853,752	1,795,829	2,458,867	248,261	2,707,127	(35,668)	9,321,041		
Profit for the Period	-	-	108,684	-	108,684	-	108,684		
<u>Other Comprehensive (Loss) / Income</u>									
Net Change in fair value of Available for Sale Financial Assets	-	-	-	28,277	28,277	2,740			
Other Comprehensive Income	-	-	-	28,277	28,277	2,740	31,017		
Unaudited Balance as at 31 March 2019	4,853,752	1,795,829	2,567,551	276,538	2,844,088	(32,928)	9,460,741		

JANASHAKTHI INSURANCE PLC

CASH FLOW STATEMENT



For the Period ended 31 March	Notes	Consolidated		Company	
		Unaudited	Unaudited	Unaudited	Unaudited
		2019 LKR '000	2018 LKR '000	2019 LKR '000	2018 LKR '000
Cash Flows From Operating Activities					
Premium Received from Customers		823,550	2,737,713	823,550	764,593
Reinsurance Premium Paid		-	(359,019)	-	(19,904)
Claims Paid		(467,907)	(1,592,670)	(467,907)	(311,599)
Reinsurance Receipt in Respect of Claims		-	267,565	-	-
Interest Received		223,399	466,149	223,399	222,188
Dividends Received		232	3,150	232	3,150
Other Operating Cash Payments		(246,375)	(659,102)	(246,375)	(293,961)
Cash Flows from Operating Activities	A	332,898	863,786	332,898	364,466
Gratuity Paid		(3,301)	(5,334)	(3,301)	(255)
Net Cash Generated From Operating Activities		329,597	858,452	329,597	364,211
Cash Flows Used in Investing Activities					
Net drawdown/ (Purchase) of Investments		(727,173)	(1,981,613)	(727,173)	(2,657,718)
Loan Obtained during the Period		501,986	-	501,986	-
Net Proceeds from Disposal of Investment in subsidiary		-	16,038,912	-	16,038,912
Purchase of Investment property		-	(91,684)	-	(2,077,954)
Purchase of Property, Plant and Equipment		(6,749)	-	(6,749)	-
Proceeds from Disposal of Property, Plant and Equipment		-	654	-	-
Purchase of Intangible Assets		-	(12,798)	-	-
Net Cash Generated From/ (Used in) Investing Activities		(231,936)	13,953,471	(231,936)	11,303,240
Net Cash Flows Before Financing Activities		97,661	14,811,923	97,661	11,667,450
Cash Flows Used in Financing Activities					
Interest Paid on Borrowings		(2,067)	(6,042)	(2,067)	(2,085)
Re - Purchase of Ordinary Voting Shares		-	(11,669,647)	-	(11,669,647)
Expenses Paid on Re - Purchase of Ordinary Voting Shares		-	(4,316)	-	(4,316)
Net Cash Used in Financing Activities		(2,067)	(11,680,005)	(2,067)	(11,676,048)
Net Increase / (Decrease) in Cash and Cash Equivalents	B	95,594	3,131,917	95,594	(8,598)

JANASHAKTHI INSURANCE PLC
NOTES TO THE CASH FLOW STATEMENT



For the Period ended 31 March	Notes	Consolidated		Company	
		2019 LKR '000 Unaudited	2018 LKR '000 Unaudited	2019 LKR '000 Unaudited	2018 LKR '000 Unaudited
A Cash Flows from Operating Activities					
Profit/(Loss) Before Tax - Continued Operations		136,635	(161,027)	136,635	9,031,302
Profit Before Tax - Discontinued Operations		-	7,339,268	-	-
Finance Cost		2,067	6,042	2,067	2,085
(Gain)/Loss on Financial Investments		1,450	(15,030)	1,450	2,134
Provision Reversal of Retirement Benefit		3,899	8,295	3,899	3,216
Gain on Disposal of Subsidiary	6	-	(7,080,951)	-	(9,198,912)
Depreciation and Amortisation Expenses		12,186	25,578	12,186	-
Provision for Bad Debts		-	2,998	-	-
Provision for Staff Related Expenses		-	200,000	-	200,000
Changes in Working Capital					
(Increase)/Decrease in Premium and Other Receivables		(103,617)	331,236	(103,617)	(217,583)
Increase in Life Insurance Fund		289,253	334,815	289,253	334,815
Decrease in Non Life Insurance Provision		-	(649,413)	-	-
Increase/(Decrease) in Creditors		(8,975)	521,979	(8,975)	207,410
Net Cash Flows from Operating Activities		332,898	863,786	332,898	364,466
B Increase / (Decrease) in Cash and Cash Equivalents					
Cash in Hand and Balance at Bank		318,215	189,112	318,215	189,112
Bank Overdrafts		(111,561)	(88,523)	(111,561)	(88,523)
Net Cash and Cash Equivalents as at end of the Period - Continued Operations		206,654	100,589	206,654	100,589
Net Cash and Cash Equivalents as at end of the Period - Discontinued Operations	7.2	-	2,888,467	-	-
Net Cash and Cash Equivalents as at beginning of the Period - Continued Operations		111,700	109,187	111,700	109,187
Net Cash and Cash Equivalents as at beginning of the Period - Discontinued Operations		-	(252,048)	-	-
Increase / (Decrease) in Cash and Cash Equivalents During the Period		94,954	3,131,917	94,954	(8,598)

JANASHAKTHI INSURANCE PLC
INCOME STATEMENT - SEGMENT INFORMATION



For the Period ended	Notes	Unaudited 31/3/2019		Unaudited 31/3/2018 26/2/2018	
		Life Insurance (Continuing Operations) LKR'000	Non Life Insurance (Discontinued Operations) LKR'000	Life Insurance (Continuing Operations) LKR'000	Non Life Insurance (Discontinued Operations) LKR'000
Gross Written Premium	10	946,612	-	764,593	1,442,384
Net Earned Premium		917,668	-	733,255	1,669,029
Investment Income and Other Income		444,833	-	9,623,005	(275,766)
Total Net Income		1,362,501	-	10,356,260	1,393,262
Benefits and Claims					
Net Benefits & Claims		(394,680)	-	(294,270)	(1,068,787)
Increase in Life Insurance Fund		(289,253)	-	(334,815)	-
Underwriting & Net Acquisition Cost		(253,718)	-	(211,507)	(276,124)
Total Benefits, Claims & Net Acquisition Cost		(937,651)	-	(840,592)	(1,344,911)
Other Operating and Administrative Expenses		(288,215)	-	(484,366)	(300,723)
Profit/ (Loss) Before Taxation		136,635	-	9,031,302	(252,372)
Income Tax Expense		(27,951)	-	-	(73,551)
Profit/ (Loss) for the Period		108,684	-	9,031,302	(325,923)

JANASHAKTHI INSURANCE PLC

NOTES TO THE FINANCIAL STATEMENTS



1 General Information

Janashakthi Insurance PLC ("the Company") is a limited liability company incorporated and domiciled in Sri Lanka and is listed on the Colombo Stock Exchange. Janashakthi PLC is the ultimate parent undertaking and controlling entity of Janashakthi Insurance PLC. The registered office of the Company is at No. 75, Kumaran Ratnam Road, Colombo 02.

2 Basis of Preparation

The condensed consolidated Interim Financial Statements have been prepared in accordance with Sri Lanka Accounting Standards LKAS 34 "Interim Financial Reporting" and SLFRS 5 "Non-current Assets Held for Sale and Discontinued Operations". Accounting policies applicable to these condensed consolidated Interim Financial Statements are same as Annual Report for the Year Ended 2017. The unaudited condensed consolidated Interim Financial Statements for the quarter ended 31 March, 2019 were approved by the Board of Directors on 14 May, 2019.

3 Basis of Measurement

The Financial Statements of the Company have been prepared on an accrual basis under the historical cost convention and applied consistently with no adjustment being made for inflationary factors affecting the Financial Statements except for the financial assets available for sale and financial assets designated at fair value through profit or loss which are measured at fair value, land and buildings measured at revalued amounts and investment properties valued at fair value.

4 Significant Accounting Policies

The accounting policies adopted for the current interim period are consistent with those of the Audited Annual Financial Statements for the year ended 31 December, 2017.

5 The Accounting Policy for Consolidation of Subsidiaries

Subsidiaries are all entities (including structured entities) over which the Group has control. The Group controls an entity when the group is exposed to, or has rights to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases. Janashakthi General Insurance Limited (JGIL) was deconsolidated following disposal in February 2018.

6 Gain on Disposal of Subsidiary

On 26 February 2018, Janashakthi Insurance PLC disposed its wholly owned subsidiary JGIL to Allianz S E, a company incorporated in Germany, for Rs 16.4 Billion. This transaction resulted in a LKR 9.2 Billion gain to the Company and a LKR 7.08 Billion gain to the Group.

	Group Unaudited 31/3/2018 LKR '000	Company Unaudited 31/3/2018 LKR '000
Gross Sales Proceeds	16,393,732	16,393,732
Less: Transaction Cost	(354,819)	(354,819)
Net Sales Proceeds	16,038,912	16,038,912
Less : Book Value of Investment in Subsidiary	-	(6,840,000)
Less : Net Assets of Subsidiary as at Disposal Date	(8,142,514)	-
Less : Unimpaired Goodwill as at Disposal Date	(815,448)	-
Gain on Disposal of Subsidiary	<u>7,080,951</u>	<u>9,198,912</u>

- 6.1** As part of the terms of this agreement, all of the Freehold Land and Buildings and some of the Equity Securities held by JGIL, were acquired by the Company on the same date at a total value of LKR 3,717 million. This transaction was carried out at market value.

JANASHAKTHI INSURANCE PLC
NOTES TO THE FINANCIAL STATEMENTS



7 Discontinued Operations

As per SLFRS 5 'Non-current Assets Held for Sale and Discontinued Operations', a discontinued operation is a component of an entity that either has been disposed of, or is classified as held for sale, and

- a) Represents a separate major line of business or geographical area of operations,
- b) Is part of a single co-ordinated plan to dispose of a separate major line of business or geographical area of operations or
- c) Is a subsidiary acquired exclusively with a view to resale

As per the above guidelines set out in SLFRS 5, if disposal of a component meets the criteria (a) and (b) it should be considered as discontinued operation of the Group. It need not necessarily meet the criteria (c). Therefore the disposal of JGIL meets the above set out criteria and it should be considered as a discontinued operation of the JIPLC Group.

7.1 Summarised Income Statement of the Discontinued Operations

For the Period ended	Notes	Consolidated	
		Unaudited 31/3/2019	Unaudited 26/2/2018
		LKR '000	LKR '000
Gross Written Premium	10	-	1,442,384
Net Earned Premium		-	1,669,029
Investment Income and Other Income *		-	(275,766)
Gain on Disposal of Subsidiary	6	-	7,080,951
Total Net Income		-	8,474,213
Benefits and Claims			
Net Benefits & Claims		-	(1,068,787)
Underwriting & Net Acquisition Cost		-	(276,124)
Total Benefits, Claims & Net Acquisition Cost		-	(1,344,911)
Other Operating and Administrative Expenses		-	(300,723)
Impairment of Goodwill		-	-
Profit/ (Loss) before Taxation		-	6,828,579
Income Tax Expense	11	-	(73,551)
Profit/ (Loss) for the Period		-	6,755,027
Profit/ (Loss) attributable to:			
Equity holders of the Company		-	6,755,027
		-	6,755,027
Inter Company Elimination		-	584,240
Profit from Discontinued Operation at Group level		-	7,339,268
Other Comprehensive Income/ (Loss)			
Net Change in fair value of Available For Sale financial assets from Discontinued Operations		-	(742)
Actuarial Gain/(Loss) on Defined Benefit Plans		-	-
Gain on Revaluation of Properties		-	-
Aggregate tax effect of items recognized in Other Comprehensive (Loss) / Income		-	-
Total Comprehensive Income for the Period		-	7,338,525

* Investment Income and Other Income - A loss of LKR 590 million was incurred due to sale of equity investments held by JGIL to JIPLC on fulfillment of conditions on disposal of JGIL.

JANASHAKTHI INSURANCE PLC
NOTES TO THE FINANCIAL STATEMENTS



7 Discontinued Operations (Contd.)

7.2 Summarised Statement of Cash Flows of the Discontinued Operations

For the Period ended	Consolidated	
	Unaudited 31/3/2019	Unaudited 26/2/2018
	LKR '000	LKR '000
Net Cash Flows Used in Operating Activities	-	(373,622)
Net Cash Flows Generated from Investment Activities	-	3,518,092
Net Cash Flows Generated from Financing Activities	-	(3,956)
Net Increase in Cash & Cash Equivalents	-	3,140,514
Net Cash and Cash Equivalents as at beginning of the Period	-	(252,047)
Net Cash and Cash Equivalents as at End of the Period	-	2,888,467

8 Restricted Regulatory Reserve

The Insurance Regulatory Commission of Sri Lanka (IRCSL) implemented the Risk Based Capital (RBC) regime for insurers of Sri Lanka with effect from 1 January 2016. Accordingly, the policy liability valuation methodology transitioned from Net Premium Valuation (NPV) methodology to Gross Premium Valuation (GPV) methodology. This regime change resulted in reduction in policy liabilities leading to a significant increase in surplus, which was termed "One-off unallocated surplus". As per the IRCSL recommendations this surplus was quantified and held within the life fund up to 31 December 2016. In 2017 with the approval of the IRCSL the one-off surplus was transferred to shareholders fund.

The distribution of the one-off surplus to shareholders, held as part of the Restricted Regulatory Reserve, is subject to meeting governance requirements stipulated by the Insurance Regulatory Commission of Sri Lanka (IRCSL) and can only be released upon receiving approval from the IRCSL. The one-off surplus in the Shareholder Fund (SHF) will remain invested in financial assets as per the direction of IRCSL.

	Group	Company
	LKR '000	LKR '000
Balance as at 31 December 2018	1,795,829	1,795,829
Transfers/ Distributions During the Period	-	-
Balance as at 31 March 2019	<u>1,795,829</u>	<u>1,795,829</u>

9 Liability Adequacy Test

9.1 Insurance Contract Liabilities - Life

The Liability Adequacy Test in respect of Insurance Provisions of Life as required by SLFRS 4 - was not performed as at 31 March 2018. The liability test is performed as at year end.

**10 Gross Written Premium**

	For the Period ended 31 March	
	Unaudited 2019	Unaudited 2018
	LKR '000	LKR '000
Life Insurance (Continuing Operations)		
First Year Premium	486,356	318,853
Renewal Premium	460,256	445,740
Total Life Premium	946,612	764,593
Non Life Insurance (Discontinued Operations)		
Fire	-	167,472
Motor	-	1,037,451
Marine	-	38,153
Miscellaneous	-	199,308
Total Non - Life Premium	-	1,442,384

11 Income Tax Expense**11.1 Current Taxation**

The Income Tax for the first quarter 2018, was computed on "I-E" basis (Investment income –Management Expenses) in accordance with the provisions of the Inland Revenue Act, No. 10 of 2006. A surplus based income tax method is applicable from 1 April 2018 as per the Inland Revenue Act, No. 24 of 2017 and the Company has calculated the Income Tax Expense in accordance with this act.

11.2 Deferred Taxation

The Company has recognised a Deferred Tax Asset of LKR 1.3 billion on available brought forward tax losses up to 31 December 2018 to the extent that it is probable that future taxable profits will be available against which the unused tax losses can be utilised in accordance with the provisions of the Inland Revenue Act No 24 of 2017 effective 1 April 2018.

	Company	
	31/3/2019	2018
Deferred Tax Asset as at 1 January	1,342,199	-
Deferred Tax Recognised in Income Statement		
On Brought Forward tax Losses	-	1,342,199
Reversal during the Period	(27,951)	
Deferred Tax Asset as at 31 December 2018	1,314,248	1,342,199

12 Related Party Transactions

Other than the Non - Recurrent transactions disclosed below, the nature of related party transactions in the current period are similar to those reported in the audited financial statements for the year ended 31 December 2017.

12.1 Non - Recurrent Transactions with Parent

	Unaudited 31/3/2019 LKR'000	Unaudited 31/3/2018 LKR'000
Proceeds Paid on Share buyback	-	8,993,390
Investment in Shares	-	59,868

12.2 Non - Recurrent Transactions with Subsidiary

	Unaudited 31/3/2019 LKR'000	Unaudited 31/3/2018 LKR'000
Purchase of Land and Buildings	-	1,997,087
Purchase of Equity Share Investments	-	1,739,881
Receipt of Rental Advance and Refundable Deposit	-	110,013

12.3 Non - Recurrent Transactions with Key management Personnel (KMP)

	Unaudited 31/3/2019 LKR'000	Unaudited 31/3/2018 LKR'000
Proceeds Paid on Share buyback	-	79,216
Sale of shares	-	6,639
Purchase of shares	-	3,161

12.4 The parent of Janashakthi Insurance PLC, Janashakthi PLC has purchased 38,294,562 shares of Dunamis Capital PLC during September 2018. Also during the month of December 2018, a further 70,031,466 shares of Dunamis Capital PLC was acquired by way of an acceptance of a voluntary offer. Accordingly Janashakthi PLC holds 120,627,202 ordinary shares in Dunamis Capital PLC, equivalent to 98.08% of the total shareholding & became a related party of Janashakthi Insurance PLC.

13 Contingent Liabilities

13.1 All pending litigations have been evaluated and adequate provisions have been made in the Audited Financial Statements 2017.

Further in the opinion of the Directors in consultation with the Company's Lawyers and Advisors, litigation and claims currently pending against the Company will not have a material impact on the reported financial results or future operations of the Company.

JANASHAKTHI INSURANCE PLC

NOTES TO THE FINANCIAL STATEMENTS



14 Stated Capital is represented by 226,526,153 ordinary shares as at 31 March 2019. (2018: 226,526,153)

15 Information on Ordinary Shares

For the Quarter Ended	31 March	
	2019	2018
Market Price per Ordinary Share (LKR)		
Highest Price	31.50	33.50
Lowest Price	25.50	15.70
Closing Price	26.60	26.80
Net Asset Value per Share (LKR)	41.76	30.68

16 Twenty Largest Shareholders as at 31 March 2019

Name of Shareholder	No. of Shares	%
(1) Janashakthi PLC	168,144,497	74.23%
(2) Dunamis Capital PLC	10,967,994	4.84%
(3) Mr. Yonmerenne Simon Hewage Indrakumara Silva	7,281,572	3.21%
(4) Suktam Holdings (Pvt) Ltd	3,719,010	1.64%
(5) First Capital Limited	2,151,477	0.95%
(6) Commercial Bank Of Ceylon Plc/Metrocorp (Pvt) Ltd	1,737,055	0.77%
(7) Dr. Thirugnanasambandar Senthilvel	1,253,267	0.55%
(8) Seylan Bank Plc/Chamara Nuwan Samarathunga	1,200,000	0.53%
(9) Mr. Amarakoon Mudiyansele Weerasinghe	990,000	0.44%
(10) Seylan Bank Plc/Arcc Capital (Pvt) Ltd	810,000	0.36%
(11) Mr. Chitral Hiran Mendis	792,000	0.35%
(12) Mr. Herath Mahinda Bandara	540,000	0.24%
(13) Mrs. Manjula Mathews	510,000	0.23%
(14) Mr. Nithiabala Balasingam	492,600	0.22%
(15) People's Leasing & Finance PLC /Mr.N.A.D.B.Jayanath	370,500	0.16%
(16) Seylan Bank Plc/Channa Nalin Rajahmone	351,893	0.16%
(17) Mr. Kulathilake Arthanayake Ranil Ranasinghe	350,000	0.15%
(18) Mr. Pathmanathan Vijendran	335,000	0.15%
(19) Mr. Thevarayan Amirthalingam	302,406	0.13%
(20) Estate Of Jayatissa Nalin Rodrigo	300,000	0.13%
	202,599,271	89.44%
Others	23,926,882	10.56%
Total	226,526,153	100.00%

JANASHAKTHI INSURANCE PLC

NOTES TO THE FINANCIAL STATEMENTS



17 Public Shareholding

	31 March 2019		31 March 2018	
	No. of Shares	% of Shares	No. of Shares	% of Shares
Public Shareholding	44,678,875	19.72%	24,827,266	10.96%
Number of shareholders representing the public holding	4,837		4,957	

As per Rule No.7.6 (iv) of the Colombo Stock Exchange, the minimum public holding of 20% is required to be maintained. In the event of the Company is not compliant with the said regulation the Company is required to make an immediate announcement to the market via the Colombo Stock Exchange.

Percentage of public holding as at 31 March 2019 was 19.72%. Accordingly as per the section 7.13.2 of the listing rules the Company has made announcements to the market via the Colombo Stock Exchange.

18 Directors' Shareholding

	31 March 2019	31 March 2018
Mr. Prakash Schaffter (Executive Chairman) - Appointed w.e.f. 15 November 2018	-	-
Mr. Husein Esufally (Chairman) - Resigned w.e.f. 15 November 2018	-	901,438
Mr. L. C. R. de C Wijetunga - Retired w.e.f. 16 July 2018	-	-
Ms. Manjula Mathews	510,000	1,275,000
Mr. Ramesh Schaffter	-	-
Mr. Eardley Perera	-	-
Ms. Anushya Coomaraswamy - Resigned w.e.f. 15 November 2018	-	112,500
Mr. Jude Fernando (Chief Executive Officer)	-	-
Mr. J.A.G. Rodrigo - Appointed w.e.f. 15 November 2018	-	-
Mr. P. Sivagananathan - Appointed w.e.f. 15 November 2018	-	-

JANASHAKTHI INSURANCE PLC

BOARD OF DIRECTORS

CHAIRMAN

Mr. Prakash Schaffter

DIRECTOR/CHIEF EXECUTIVE OFFICER

Mr. Jude Fernando

DIRECTORS

Mr. Prakash Schaffter (Executive Chairman)
Ms. Manjula Mathews
Mr. Ramesh Schaffter
Mr. Eardley Perera
Mr. Jude Fernando (Chief Executive Officer)
Mr. J.A.G. Rodrigo
Mr. P. Sivagananathan

SECRETARY TO THE COMPANY

KHL Corporate Services Ltd.

CORPORATE MANAGEMENT TEAM

Mr. Hashra Weerawardane
Mr. Harsha Abeywickrema
Ms. Manindri Bandaranayake
Mr. K.V. Kuganathan
Mr. Sudath Silva
Mr. Thanushka Jayasundera

REGISTERED OFFICE

No. 75, Kumaran Ratnam Road,
Colombo 02.