

360° OF VALUE

CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2021

INCOME STATEMENT

For the period ended 30 June				
	Note	2021 Rs. '000	2020 Rs. '000	Change %
Gross written premium	6	6,543,950	5,077,538	29
Premium ceded to reinsurers		(350,755)	(265,172)	32
Net written premium		6,193,195	4,812,366	29
Other revenue				
Net investment income		2,639,548	2,486,351	6
Net realised gains / (losses)		159,925	(378,121)	142
Net fair value gains / (losses)		95,918	(330,732)	129
Other income		13,905	19,403	(28)
Total other revenue		2,909,296	1,796,901	62
Total net revenue		9,102,491	6,609,267	38
Benefits, claims and expenses				
Net insurance benefits and claims paid		(1,731,691)	(1,451,357)	19
Net change in insurance claims outstanding		79,334	(170,836)	(146)
Change in contract liabilities - Life Fund		(4,261,696)	(2,233,142)	91
Underwriting and net acquisition costs (net of reinsurance)		(1,280,272)	(910,475)	41
Other operating, administrative and selling expenses		(1,322,758)	(1,281,200)	3
Depreciation and amortisation		(198,635)	(173,813)	14
Total benefits, claims and expenses		(8,715,718)	(6,220,823)	40
Profit from operations		386,773	388,444	(0)
Share of results of equity accounted investee, net of tax		75,330	76,356	(1)
Profit before tax		462,103	464,800	(1)
Income tax expenses	7	(60,071)	(128,011)	(53)
Profit for the period		402,032	336,789	19
Earnings per share				
Basic (Rs.)		6.82	5.72	19
Diluted (Rs.)		6.82	5.72	19

The notes form an integral part of these interim financial statements.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period ended 30 June	2021 Rs. '000	2020 Rs. '000	Change %
Profit for the period	402,032	336,789	19
Items that are or may be reclassified to profit or loss			
Fair value reserve (available for sale financial assets)			
Net change in fair value of available for sale financial assets	(131,050)	447,991	
Share of net change in fair value of available for sale financial assets of equity accounted investee, net of tax	(13,098)	36,166	
Related tax	-	-	
	(144,148)	484,157	(130)
Net change in liabilities of insurance contracts arising from fair value changes in available for sale financial assets	(109,149)	366,013	
Net change in fair value of available for sale financial assets of insurance liabilities transferred to the income statement	(81,206)	12,689	
Related tax	-	-	
	(190,355)	378,702	(150)
Other comprehensive income, net of tax	(334,503)	862,859	(139)
Total comprehensive income for the period, net of tax	67,529	1,199,648	(94)

The notes form an integral part of these interim financial statements.

INCOME STATEMENT

For the quarter ended 30 June	Note	2021 Rs. '000	2020 Rs. '000	Change %
Gross written premium		3,142,820	2,429,856	29
Premium ceded to reinsurers		(180,884)	(146,310)	24
Net written premium		2,961,936	2,283,546	30
Other revenue				
Net investment income		1,315,222	1,212,429	8
Net realised gains / (losses)		110,578	(299,240)	137
Net fair value gains / (losses)		10,239	(342,578)	103
Other income		6,732	9,015	(25)
Total other revenue		1,442,771	579,626	149
Total net revenue		4,404,707	2,863,172	54
Benefits, claims and expenses				
Net insurance benefits and claims paid		(709,370)	(768,613)	(8)
Net change in insurance claims outstanding		(29,467)	(46,459)	(37)
Change in contract liabilities - Life Fund		(1,971,344)	(767,229)	157
Underwriting and net acquisition costs (net of reinsurance)		(617,081)	(370,977)	66
Other operating, administrative and selling expenses		(791,195)	(643,038)	23
Depreciation and amortisation		(100,195)	(86,298)	16
Total benefits, claims and expenses		(4,218,652)	(2,682,614)	57
Profit from operations		186,055	180,558	3
Share of results of equity accounted investee, net of tax		38,463	49,194	(22)
Profit before tax		224,518	229,752	(2)
Income tax expenses		(55,821)	(60,127)	(7)
Profit for the quarter		168,697	169,625	(1)
Earnings per share				
Basic (Rs.)		2.86	2.88	(1)
Diluted (Rs.)		2.86	2.88	(1)

The notes form an integral part of these interim financial statements.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the quarter ended 30 June	2021 Rs. '000	2020 Rs. '000	Change %
Profit for the quarter	168,697	169,625	(1)
Items that are or may be reclassified to profit or loss			
Fair value reserve (available for sale financial assets)			
Net change in fair value of available for sale financial assets	(44,001)	390,282	
Share of net change in fair value of available for sale financial assets of equity accounted investee, net of tax	(6,560)	30,065	
Related tax	-	-	
	(50,561)	420,347	(112)
Net change in liabilities of insurance contracts arising from fair value changes in available for sale financial assets	(42,113)	333,072	
Net change in fair value of available for sale financial assets of insurance liabilities transferred to the income statement	(80,681)	9,470	
Related tax	-	-	
	(122,794)	342,542	(136)
Other comprehensive income, net of tax	(173,355)	762,889	(123)
Total comprehensive income for the period, net of tax	(4,658)	932,514	(100)

The notes form an integral part of these interim financial statements.

STATEMENT OF FINANCIAL POSITION

As at	Note	30.06.2021 Rs. '000	31.12.2020 Rs. '000
Assets			
Intangible assets		1,780,702	1,247,057
Property, plant and equipment		2,492,909	2,468,821
Right of use assets		283,863	218,312
Investment in equity accounted investee		1,449,223	1,386,991
Financial investments	9	54,679,573	52,356,208
Loans to life policyholders		1,873,133	1,793,470
Reinsurance receivable		688,227	492,011
Premiums receivable		396,663	376,723
Receivables and other assets		1,090,862	1,300,545
Cash in hand and at bank		927,658	960,270
Total assets		65,662,813	62,600,408
Equity and liabilities			
Equity			
Stated capital		1,000,000	1,000,000
Available for sale reserve		885,349	1,219,852
Revaluation reserve		2,085,688	2,085,688
Restricted regulatory reserve	10	3,381,934	3,381,934
Other reserves		68,415	65,406
Retained earnings		6,932,641	7,355,609
Total equity		14,354,027	15,108,489
Liabilities			
Insurance contract liabilities	11	46,213,239	41,881,657
Insurance contract liabilities - Unit Linked		1,009,303	1,061,701
Lease liabilities		284,114	232,259
Employee benefit liabilities		211,195	194,753
Reinsurance payables		843,040	533,023
Other liabilities		2,649,906	3,427,721
Bank overdraft		97,989	160,805
Total liabilities		51,308,786	47,491,919
Total equity and liabilities		65,662,813	62,600,408

The notes form an integral part of these interim financial statements.

I certify that the above financial statements comply with the requirements of the Companies Act No. 07 of 2007.



Asha Perera
Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these financial statements.

Signed on behalf of the Board:



K. N. J. Balendra
Chairman



W. M. De F. Arsakularatne
Director

Colombo
13 August 2021

STATEMENT OF CHANGES IN EQUITY

Rs. '000	Stated capital	Restricted regulatory reserve	Revaluation reserve	Reserves			Retained earnings	Total
				Reserve on merger	Available for sale reserve	Other reserves Other capital reserves		
Balance as at 1 January 2020	1,000,000	3,381,934	2,089,404	16,752	529,468	35,476	7,609,868	14,662,902
Profit for the period	-	-	-	-	-	-	336,789	336,789
Other comprehensive income for the period, net of tax								
Net change in fair value of available for sale financial assets	-	-	-	-	447,991	-	-	447,991
Net change in liabilities of insurance contracts arising from fair value changes in available for sale financial assets	-	-	-	-	378,702	-	-	378,702
Share of net change in fair value of available for sale financial assets of equity accounted investee, net of tax	-	-	-	-	36,166	-	-	36,166
Tax on other comprehensive income	-	-	-	-	-	-	-	-
Total other comprehensive income	-	-	-	-	862,859	-	-	862,859
Total comprehensive income for the period	-	-	-	-	862,859	-	336,789	1,199,648
Transactions with owners, transfers, recorded directly in equity								
Contributions and distributions								
First and final dividend 2019	-	-	-	-	-	-	(1,178,571)	(1,178,571)
Share based payments	-	-	-	-	-	4,460	-	4,460
Total contributions and distributions	-	-	-	-	-	4,460	(1,178,571)	(1,174,111)
Balance as at 30 June 2020	1,000,000	3,381,934	2,089,404	16,752	1,392,327	39,936	6,768,086	14,688,439
Balance as at 1 January 2021	1,000,000	3,381,934	2,085,688	16,752	1,219,852	48,654	7,355,609	15,108,489
Profit for the period	-	-	-	-	-	-	402,032	402,032
Other comprehensive income for the period, net of tax								
Net change in fair value of available for sale financial assets	-	-	-	-	(131,050)	-	-	(131,050)
Net change in liabilities of insurance contracts arising from fair value changes in available for sale financial assets	-	-	-	-	(190,355)	-	-	(190,355)
Share of net change in fair value of available for sale financial assets of equity accounted investee, net of tax	-	-	-	-	(13,098)	-	-	(13,098)
Tax on other comprehensive income	-	-	-	-	-	-	-	-
Total other comprehensive income	-	-	-	-	(334,503)	-	-	(334,503)
Total comprehensive income for the period	-	-	-	-	(334,503)	-	402,032	67,529
Transactions with owners, transfers, recorded directly in equity								
Contributions and distributions								
First and final dividend 2020	-	-	-	-	-	-	(825,000)	(825,000)
Share based payments	-	-	-	-	-	3,009	-	3,009
Total contributions and distributions	-	-	-	-	-	3,009	(825,000)	(821,991)
Balance as at 30 June 2021	1,000,000	3,381,934	2,085,688	16,752	885,349	51,663	6,932,641	14,354,027

The notes form an integral part of these interim financial statements.

STATEMENT OF CASH FLOWS

For the period ended 30 June	Note	2021 Rs. '000	2020 Rs. '000
Cash flows from operations			
Insurance premiums received		6,524,010	5,173,302
Reinsurance premiums paid		(27,829)	(482,220)
Insurance benefits and claims paid		(1,731,691)	(1,451,357)
Payments to intermediaries to acquire insurance contracts		(1,342,978)	(909,052)
Cash paid to and on behalf of employees		(815,525)	(622,176)
Interest received		2,552,983	2,221,082
Dividends received		120,721	67,237
Other operating cash flows		(965,196)	(1,598,105)
Cash generated from operating activities	A	4,314,495	2,398,711
Interest paid on obligation to repurchase securities		-	(646)
Employee benefits paid		(13,568)	(12,594)
Net cash flow from operating activities		4,300,927	2,385,471
Cash flows used in investing activities			
Acquisition of investments		(8,937,160)	(6,801,668)
Maturity proceeds of investments		2,780,330	4,188,246
Proceeds from sale of investments		3,692,522	1,536,518
Acquisition of property, plant and equipment		(100,378)	(27,930)
Acquisition of intangible assets		(813,042)	(7,284)
Proceeds on sale of property, plant and equipment		356	416
Net cash used in investing activities		(3,377,372)	(1,111,702)
Net cash inflow before financing activities		923,555	1,273,769
Cash flows used in financing activities			
Dividends paid to equity holders of the company		(824,945)	(1,178,609)
Settlement of lease liabilities		(68,406)	(63,619)
Obligation to repurchase securities		-	456,311
Settlement of obligation to repurchase securities		-	(456,311)
Net cash used in financing activities		(893,351)	(1,242,228)
Net increase in cash and cash equivalents		30,204	31,541
Cash and cash equivalents at the beginning of the year		799,465	464,534
Cash and cash equivalents at the end of the period	B	829,669	496,075

The notes form an integral part of these interim financial statements.

For the period ended 30 June	2021 Rs. '000	2020 Rs. '000
NOTE A.		
Reconciliation of profit before taxation with cash from operating activities		
Profit before tax	462,103	464,800
Non - cash items included in profit before tax		
Depreciation and amortisation	155,630	127,069
Amortisation of right of use assets	43,005	46,744
Provision for employee benefits	14,166	12,692
Net realised (gains) / losses	(159,925)	378,121
Net fair value (gains) / losses	(95,918)	330,732
Gain on sale of property, plant and equipment	(299)	(311)
Amortisation of financial investments	4,075	(54,660)
Amortisation of lease liabilities	27,590	14,912
Scrip dividend income	(33,439)	(21,984)
Share of results of equity accounted investee	(75,330)	(76,356)
Share based payment expenses	3,009	4,460
Interest expense on obligation to repurchase securities	-	646
Profit before working capital changes	344,667	1,226,865
Net change in operational assets		
Net change in reinsurance assets	(196,216)	71,054
Net change in premiums receivable	(19,940)	95,764
Net change in receivables and other assets	234,873	(957,902)
Net change in operational liabilities		
Net change in life insurance contract liabilities	4,279,184	2,259,630
Net change in reinsurance liabilities	310,017	(217,048)
Net change in other liabilities	(638,090)	(79,652)
Cash generated from operating activities	4,314,495	2,398,711
NOTE B.		
Cash and cash equivalents at the end of the period		
Cash in hand and at bank	927,658	664,234
Bank overdraft	(97,989)	(168,159)
Cash and cash equivalents at the end of the period	829,669	496,075

For the purpose of the cash flow statement, cash and cash equivalent consist of cash in hand & at bank, net of outstanding bank overdraft as shown above.

The notes form an integral part of these interim financial statements.

LIFE INSURANCE FUND

STATEMENT OF FINANCIAL POSITION

As at	Note	30.06.2021 Rs. '000	31.12.2020 Rs. '000
Assets			
Intangible assets		601,076	604,217
Property, plant and equipment		2,492,909	2,468,821
Right of use assets		283,863	218,312
Financial investments		44,997,663	42,354,151
Loans to life policyholders		1,873,133	1,793,470
Reinsurance receivable		688,227	492,011
Premiums receivable		396,663	376,723
Receivables and other assets		681,554	865,946
Cash in hand and at bank		911,393	951,139
Total assets		52,926,481	50,124,790
Reserves and liabilities			
Reserves			
Available for sale reserve		367,700	558,057
Revaluation reserve		1,609,830	1,609,828
Other reserves		1,318	1,318
Total reserves		1,978,848	2,169,203
Liabilities			
Insurance contract liabilities	11	46,213,239	41,881,657
Insurance contract liabilities - Unit Linked		1,009,303	1,061,701
Lease liabilities		284,114	232,259
Employee benefit liabilities		211,195	194,753
Reinsurance payables		843,040	533,023
Other liabilities		2,295,625	3,891,389
Bank overdraft		91,117	160,805
Total liabilities		50,947,633	47,955,587
Total reserves and liabilities		52,926,481	50,124,790

NOTES TO THE FINANCIAL STATEMENTS

1 REPORTING ENTITY

Union Assurance PLC ('the Company') is a public limited liability company incorporated and domiciled in Sri Lanka and the ordinary shares of the Company are listed on the Colombo Stock Exchange. The registered office and principal place of business of the Company is located at Union Assurance Centre, No. 20, St. Michael's Road, Colombo 03.

The Company's controlling entity and ultimate parent undertaking is John Keells Holdings PLC which is incorporated in Sri Lanka.

2 APPROVAL OF FINANCIAL STATEMENTS

The interim financial statements for the six months ended 30 June 2021 were authorised for issue by the Board of Directors on 13 August 2021.

3 PRESENTATION OF FINANCIAL STATEMENTS

The results of equity accounted investee of the Company, Fairfirst Insurance Limited has been presented in the financial statements in accordance with LKAS 27 - Separate Financial Statements.

4 BASIS OF PREPARATION AND CHANGES TO THE COMPANY'S ACCOUNTING POLICIES

4.1 Basis of Preparation

The interim financial statements have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34 – Interim Financial Reporting. These interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2020. Further, provisions of the Companies Act No.7 of 2007 have been considered in preparing the interim financial statements of the Company. The same accounting policies have been followed in preparation of these interim financial statements as stated in the Audited Financial Statements for the year ended 31 December 2020.

The interim condensed financial statements are presented in Sri Lankan Rupees (LKR) and all values are rounded to the nearest thousand except when otherwise indicated.

4.2 Fair value measurement and related fair value disclosures

The fair values of all the financial assets and financial liabilities recognised during the period were not materially different from the transaction prices at the date of initial recognition. All listed equity instruments were measured based on the market prices as at 30 June 2021 and classified as level 1 as per the fair value hierarchy. There were no transfers between Level 1 and Level 2 and no transfers into or out of Level 3 categories as per the fair value hierarchy during the reporting period.

5 SLFRS 9 - FINANCIAL INSTRUMENTS AND SLFRS 17 - INSURANCE CONTRACTS

SLFRS 9 is effective for annual periods beginning on or after 1 January 2018. It replaces LKAS 39 - Financial Instruments: Recognition and Measurement.

Based on the proposed amendments to SLFRS 4 - Insurance contracts (to be replaced by SLFRS 17), the entities whose predominant activity is issuing insurance contracts are permitted to defer the full application of SLFRS 9 until the adoption of SLFRS 17, which is in 2023.

The Company has used the above temporary exemption.

6 GROSS WRITTEN PREMIUM

For the period ended 30 June	2021 Rs. '000	2020 Rs. '000
Conventional	6,538,233	5,069,754
Unit linked	5,717	7,784
Total gross written premium	6,543,950	5,077,538

NOTES TO THE FINANCIAL STATEMENTS

7 INCOME TAX EXPENSE

Current tax

Gains and profits from the Life Insurance Business are ascertained in terms of Section 67 of the Inland Revenue Act No. 24 of 2017 and as amended subsequently by Inland Revenue (Amendment) Act, No. 10 of 2021. As per this section, gains and profits on which tax is payable is the aggregate of;

Surplus distributed to shareholders from the Life insurance policyholders fund as certified by the actuary at a rate of 24%.

Investment income of the shareholder fund less any expenses incurred in the production of such income at a rate of 24%.

Surplus distributed to a Life insurance policyholder who shares profits of an entity engaged in the business of life insurance at a rate of 14% Up to 3 years from 2018 and thereafter at 24%.

7.1 Amount Recognised in the Profit or Loss

For the period ended 30 June	2021 Rs. '000	2020 Rs. '000
Current tax expense for the period	60,071	128,011
	60,071	128,011

7.2 Deferred Tax Asset

The company recognizes a deferred tax asset on unused tax losses which is expected to reduce the future tax expense.

	Amount Rs.000'		
	Tax Expense / (Reversal)	DT Assets	DT Liabilities
Balance as at 1 January 2020	-	528,614	-
Unrecognised losses from previous years	-	5,611	-
Deferred Tax available for utilization	-	534,225	-
Reversal during the period due to utilisation of tax losses	534,225	(534,225)	-
Balance as at 31 December 2020	534,225	-	-
Balance as at 1 January 2021	-	-	-
Reversal during the period due to utilisation of tax losses	-	-	-
Balance as at 30 June 2021	-	-	-

8 PROFITS FROM LIFE INSURANCE

No surplus transfer has been made from the life insurance fund to the Income Statement during the period under review.

9 FINANCIAL INVESTMENTS

As at	30.06.2021 Rs. '000	31.12.2020 Rs. '000
Held to maturity financial assets (HTM)	23,914,092	22,160,419
Loans and receivables (L&R)	16,025,504	17,084,128
Available for sale financial assets (AFS)	7,656,970	7,954,413
Financial assets at fair value through profit or loss (FVTPL)	7,083,007	5,157,248
Total financial investments	54,679,573	52,356,208

10 RESTRICTED REGULATORY RESERVE

Based on the direction issued by the Insurance Regulatory Commission of Sri Lanka (IRC SL) dated 20 March 2018 and subsequent approval, the Company has transferred Rs. 3,382 million attributable to non - participating fund and non unit fund of unit linked business from life policyholder fund to life shareholder fund (SHF). The distribution of one - off surplus to shareholders, held as part of the Restricted Regulatory Reserve under equity in the statement of financial position is subject to meeting governance requirements stipulated by the IRC SL and can only be released upon receiving approval from the IRC SL. The one - off surplus in the SHF is represented by government debt securities as per the direction of the IRC SL.

As at	30.06.2021 Rs. '000	31.12.2020 Rs. '000
Transfer of one - off surplus from non participating fund	3,393,900	3,393,900
Transfer from shareholder fund for the one - off deficit created in the non-unit fund of unit linked life insurance contracts	(11,966)	(11,966)
	3,381,934	3,381,934

11 INSURANCE CONTRACT LIABILITIES

As at	30.06.2021 Rs. '000	31.12.2020 Rs. '000
Life insurance fund	45,280,907	41,066,208
One - off surplus arising from changing policy liability valuation relating to participating fund	435,046	435,046
Unclaimed benefits	497,286	380,403
Total insurance contract liabilities	46,213,239	41,881,657

The one off surplus retained in Insurance Contract Liabilities comprises of Rs. 432.5 million attributable to participating business and Rs. 2.5 million attributable to unit linked fund.

11.1 Movement In Insurance Contract Liabilities

As at	30.06.2021 Rs. '000	31.12.2020 Rs. '000
Conventional life insurance fund		
Balance as at 1 January	41,826,947	35,448,033
Increase in life insurance fund before surplus transfer to shareholders	4,175,347	7,061,324
Transfer to shareholders	-	(825,000)
Effect of Taxation on Surplus / Bonus transferred to - Policyholders	-	51,059
Net change in unclaimed benefits	104,900	91,531
Balance as at period end - Conventional Life insurance	46,107,194	41,826,947
Non Unit Fund of Linked Life Insurance Contracts		
Balance as at 1 January	54,710	41,718
Increase in non unit fund of linked life insurance before surplus transfer to shareholders	39,352	10,416
Net change in unclaimed benefits	11,983	2,576
Balance as at period end - Non unit fund of linked Life insurance	106,045	54,710
	46,213,239	41,881,657

12 AUDIT OF THE INTERIM FINANCIAL STATEMENTS

Figures for the six months are provisional and unaudited.

13 COMPARATIVE INFORMATION

The presentation and classification in the financial statements are amended where appropriate to ensure comparability with the current period.

NOTES TO THE FINANCIAL STATEMENTS

14 RELATED PARTY TRANSACTIONS

The nature of the related parties in the current period is similar to those reported in the audited financial statements for the year ended 31 December 2020.

For the period ended 30 June	2021 Rs. '000	2020 Rs. '000
Transactions with the Ultimate Parent		
Sales / (Purchases) of goods	-	-
Rendering / (Receiving) of services	(51,125)	(45,036)
Sales / (Purchases) of property, plant and equipment	-	-
Loans received / (Given)	-	-
Rent received / (Paid)	-	59
Dividends received / (paid)	(737,967)	(1,060,714)
Financial investment	615,033	330,419
Amount receivable / (payable) as at 30 June	(110,178)	(58,024)
Transactions with companies under common control		
Sales / (Purchases) of goods	(11,919)	(4,337)
Rendering / (Receiving) of services	(848,560)	(51,142)
Sales / (Purchases) of property, plant and equipment	(7,631)	(5,832)
Loans received / (Given)	-	-
Interest received / (Paid)	63,873	64,033
Dividend received / (Paid)	1,513	655
Rent received / (Paid)	-	-
Financial investment	1,172,695	1,052,343
Cash at Bank	63,050	29,312
Amount payable as at 30 June	(11,723)	(32,847)
Transactions with Subsidiary		
Equity investment	-	-
Transfer of assets and liabilities	-	-
Transactions with Associates		
Sales / (Purchases) of goods	-	-
Sales / (Purchases) of property, plant and equipment	-	-
Rendering / (Receiving) of services	(18,886)	(23,286)
Loans received / (Given)	-	-
Interest received / (Paid)	-	-
Rent received / (Paid)	-	-
Financial investment	-	-
Amount receivable / (payable) as at 30 June	-	-
Transactions with Key Management Personnel (KMP)		
Rendering / (Receiving) of services	-	-
Transactions with Close Family Members of KMP		
Rendering / (Receiving) of services	-	-
Companies controlled / jointly controlled / significantly influenced by KMP and their close family members		
Sales / (Purchases) of goods	-	-
Rendering / (Receiving) of services	-	-

15 CAPITAL AND OTHER COMMITMENTS

There were no significant capital commitments as at the reporting date.

16 CONTINGENCIES

There has been no change in the contingencies and other commitments, which were disclosed in the audited financial statements.

17 SHARE INFORMATION

Market Price Per Share

For the quarter ended 30 June	2021 Rs.	2020 Rs.
Last traded	282.00	307.30
Highest price per share for the period	319.00	319.90
Lowest price per share for the period	251.00	274.90

18 NET ASSETS PER SHARE

As at	30.06.2021 Rs.	31.12.2020 Rs.
Net assets per share	243.58	256.39

Net assets per share has been calculated based on the number of shares in issue as at each reporting date.

19 STATED CAPITAL

Number of shares as at	30.06.2021	31.12.2020
Ordinary shares	58,928,572	58,928,572

NOTES TO THE FINANCIAL STATEMENTS

20 TWENTY LARGEST SHAREHOLDERS

	As at 30 June 2021		As at 31 March 2021	
	No. of Shares	%	No. of Shares	%
1 John Keells Holdings PLC	53,035,715	90.0	53,035,715	90.0
2 Mr. S.N.P. Palihena	1,400,000	2.4	1,400,000	2.4
3 Hatton National Bank PLC / Suktam Holdings (Pvt) Ltd	609,000	1.0	609,000	1.0
4 Citibank Newyork S/A Norges Bank Account 2	580,294	1.0	580,294	1.0
5 Rubber Investment Trust Limited A/C No.01	199,000	0.3	199,000	0.3
6 Corporate Holdings (Private) Limited A/C No.01	149,373	0.3	149,373	0.3
7 Captain D.V.H. Palihena	138,495	0.2	138,495	0.2
8 People'S Leasing & Finance PLC / L.P. Hapangama	102,882	0.2	102,882	0.2
9 Mrs. A. Selliah	100,000	0.2	100,000	0.2
10 People's Leasing & Finance PLC / L.H.L.M.P. Haradasa	78,494	0.1	78,494	0.1
11 People's Merchant Finance PLC / P.T.S. De Silva	74,672	0.1	80,214	0.1
12 People's Leasing Finance PLC / Dr. H.S.D. Soysa & Mrs. G. Soysa	73,135	0.1	73,135	0.1
13 Mr. J.D. Bandaranayake & Miss. N. Bandaranayake & Dr. (Mrs.) V. Bandaranayake	59,019	0.1	59,019	0.1
14 Mr. J.D. Bandaranayake & Dr. (Mrs.) V. Bandaranayake & Miss. I. Bandaranayake	59,019	0.1	59,019	0.1
15 Mr. H.A.D. Ratnapala	56,250	0.1	56,250	0.1
16 Mr. J.W. Nanayakkara	56,250	0.1	56,250	0.1
17 Dr. S. Selliah	50,000	0.1	50,000	0.1
18 Mr. V. Sharda	44,200	0.1	44,200	0.1
19 Mr. N.D. Kurukulasuriya	39,000	0.1	39,000	0.1
20 Mrs. L. Amaradasa	33,750	0.1	33,750	0.1
Other	1,990,024	3.3	1,984,482	3.3
	58,928,572	100	58,928,572	100

21 DIVIDENDS PAID

For the Period ended 30 June	2021 Rs. '000	2020 Rs. '000
Final dividend for 2020 - Rs.14.00 (2019 - Rs. 20.00)	825,000	1,178,571

22 DIRECTORS' SHAREHOLDINGS

No. of shares as at	30.06.2021	31.12.2020
Mr. K. N. J. Balendra (Chairman)	Nil	Nil
Mr. S. Rajendra	Nil	Nil
Mr. D. H. Fernando	Nil	Nil
Mr. S. A. Appleyard	Nil	Nil
Mr. D. P. Gamlath	Nil	Nil
Mr. W. M. De F. Arsakularatne	Nil	Nil

23 CHIEF EXECUTIVE OFFICER'S SHAREHOLDING

No. of shares as at	30.06.2021	31.12.2020
Mr. Jude Gomes	500	Nil

24 PUBLIC SHAREHOLDING

Company is listed on the Colombo Stock Exchange and the percentage of shares held by the public, the number of public shareholders and the float adjusted market capitalization is as given below:

As at	30.06.2021	31.12.2020
Public shareholding (%)	10.00	10.00
Public shareholders	1,525	1,511
Compliant under option 1 - float adjusted market capitalization (LKR Bn)	1.66	1.80

25 EVENTS AFTER THE REPORTING PERIOD

There have been no events subsequent to the reporting date, which require disclosure in the interim financial statements.

CORPORATE INFORMATION

Name of Company

Union Assurance PLC

Legal Form

A public limited liability company incorporated in Sri Lanka on 8 January 1987 and registered under the Companies Act No. 07 of 2007 and quoted on the Colombo Stock Exchange since 1988.

Company Registration Number

PQ 12

Tax Payer Identification Number (TIN)

134001372

Directors

K. N. J. Balendra - Chairman
S. Rajendra
D. H. Fernando
S. A. Appleyard
D. P. Gamlath
W. M. De F. Arsakularatne

Board Human Resource and Compensation Committee

The Board Human Resource and Compensation Committee (BHRCC) of John Keells Holdings PLC (the Parent) represents the BHRCC of the Company.

Nominations Committee

The Nominations Committee (NC) of John Keells Holdings PLC (the Parent) represents the NC of the Company.

Related Party Transaction Review Committee

The Related Party Transaction Review Committee (RPTRC) of John Keells Holdings PLC (the Parent) represents the RPTRC of the Company.

Project Risk Assessment Committee

The Project Risk Assessment Committee (PRAC) of John Keells Holdings PLC (the Parent) represents the PRAC of the Company.

Board Audit and Compliance Committee

W. M. De F. Arsakularatne - Chairman
D. H. Fernando
S. Rajendra

Investment Committee

J. G. A. Cooray - Chairman
Jude Gomes
Asha Perera
Nalin Subasinghe
Angelo Keil
Aruni Fernando

Secretaries and Registrars

Keells Consultants (Private) Limited
117, Sir Chittampalam A. Gardiner
Mawatha,
Colombo 2.

Auditors

Messrs. KPMG (Chartered Accountants)
PO Box 186,
32A, Sir Mohamed Macan Markar
Mawatha,
Colombo 3.

Appointed Actuaries

Willis Towers Watson India Private Limited
Unitech Business Park, 2nd Floor
Tower-B, South City 1, Sector 41
Gurgaon-122002
India.

Lawyers

The Legal Department
John Keells Holdings PLC
117, Sir Chittampalam A Gardiner Mawatha,
Colombo 2.

Bankers

Bank of Ceylon
Commercial Bank of Ceylon PLC
Deutsche Bank AG
DFCC Bank PLC
Hatton National Bank PLC
Housing Development Finance Corporation
National Development Bank PLC
National Savings Bank
Nations Trust Bank PLC
People's Bank
Sampath Bank PLC
Seylan Bank PLC
Standard Chartered Bank
Union Bank Colombo PLC

Reinsurance Panel

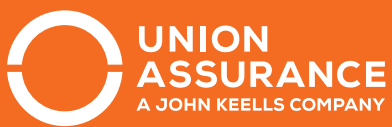
RGA
Hannover Re
Munich Re
Partner Re

Registered Office of the Company

20, St Michael's Road,
Colombo 3.

Investor Relations

All investor queries should be directed to;
Investor relations hotline 011-2990314
e-mail: investorrelations@unionassurance.com



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