

# 360° OF VALUE

CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS ENDED 31 MARCH 2021

# INCOME STATEMENT

For the period ended 31 March				
	Note	2021 Rs. '000	2020 Rs. '000	Change %
Gross written premium	6	3,401,130	2,647,682	28
Premium ceded to reinsurers		(169,871)	(118,862)	43
<b>Net written premium</b>		<b>3,231,259</b>	<b>2,528,820</b>	<b>28</b>
<b>Other revenue</b>				
Net investment income		1,324,326	1,273,922	4
Net realised gains / (losses)		49,347	(78,881)	163
Net fair value gains		85,679	11,846	623
Other income		7,173	10,388	(31)
<b>Total other revenue</b>		<b>1,466,525</b>	<b>1,217,275</b>	<b>20</b>
<b>Total net revenue</b>		<b>4,697,784</b>	<b>3,746,095</b>	<b>25</b>
<b>Benefits, claims and expenses</b>				
Net insurance benefits and claims paid		(1,022,321)	(682,744)	50
Net change in insurance claims outstanding		108,801	(124,377)	(187)
Change in contract liabilities - Life Fund		(2,290,352)	(1,465,913)	56
Underwriting and net acquisition costs (net of reinsurance)		(663,191)	(539,498)	23
Other operating, administrative and selling expenses		(531,563)	(638,162)	(17)
Depreciation and amortisation		(98,440)	(87,515)	12
<b>Total benefits, claims and expenses</b>		<b>(4,497,066)</b>	<b>(3,538,209)</b>	<b>27</b>
<b>Profit from operations</b>		<b>200,718</b>	<b>207,886</b>	<b>(3)</b>
Share of results of equity accounted investee, net of tax		36,867	27,162	36
<b>Profit before tax</b>		<b>237,585</b>	<b>235,048</b>	<b>1</b>
Income tax expenses	7	(4,250)	(67,884)	(94)
<b>Profit for the period</b>		<b>233,335</b>	<b>167,164</b>	<b>40</b>
<b>Earnings per share</b>				
Basic (Rs.)		3.96	2.84	40
Diluted (Rs.)		3.96	2.84	40

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

# STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period ended 31 March	2021 Rs. '000	2020 Rs. '000	Change %
<b>Profit for the period</b>	<b>233,335</b>	167,164	40
<b>Items that are or may be reclassified to profit or loss</b>			
<b>Fair value reserve (available for sale financial assets)</b>			
Net change in fair value of available for sale financial assets	(87,049)	57,709	
Share of net change in fair value of available for sale financial assets of equity accounted investee, net of tax	(6,538)	6,101	
Related tax	-	-	
	<b>(93,587)</b>	63,810	(247)
Net change in liabilities of insurance contracts arising from fair value changes in available for sale financial assets	(67,036)	32,941	
Net change in fair value of available for sale financial assets of insurance liabilities transferred to the income statement	(525)	3,219	
Related tax	-	-	
	<b>(67,561)</b>	36,160	(287)
<b>Other comprehensive income, net of tax</b>	<b>(161,148)</b>	99,970	(261)
<b>Total comprehensive income for the period, net of tax</b>	<b>72,187</b>	267,134	(73)

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

# STATEMENT OF FINANCIAL POSITION

As at	Note	31.03.2021 Rs. '000	31.12.2020 Rs. '000
<b>Assets</b>			
Intangible assets		1,803,870	1,247,057
Property, plant and equipment		2,459,635	2,468,821
Right of use assets		298,767	218,312
Investment in equity accounted investee		1,417,320	1,386,991
Financial investments	9	54,446,765	52,356,208
Loans to life policyholders		1,840,841	1,793,470
Reinsurance receivable		589,306	492,011
Premiums receivable		332,730	376,723
Receivables and other assets		1,236,091	1,300,545
Cash in hand and at bank		874,569	960,270
<b>Total assets</b>		<b>65,299,894</b>	<b>62,600,408</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Stated capital		1,000,000	1,000,000
Available for sale reserve		1,058,704	1,219,852
Revaluation reserve		2,085,688	2,085,688
Restricted regulatory reserve	10	3,381,934	3,381,934
Other reserves		66,910	65,406
Retained earnings		6,763,944	7,355,609
<b>Total equity</b>		<b>14,357,180</b>	<b>15,108,489</b>
<b>Liabilities</b>			
Insurance contract liabilities	11	44,118,654	41,881,657
Insurance contract liabilities - Unit Linked		1,041,957	1,061,701
Lease liabilities		297,655	232,259
Employee benefit liabilities		208,673	194,753
Reinsurance payables		670,785	533,023
Other liabilities		4,481,535	3,427,721
Bank overdraft		123,455	160,805
<b>Total liabilities</b>		<b>50,942,714</b>	<b>47,491,919</b>
<b>Total equity and liabilities</b>		<b>65,299,894</b>	<b>62,600,408</b>

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 May 2021

# STATEMENT OF CHANGES IN EQUITY

Rs. '000	Stated capital	Restricted regulatory reserve	Revaluation reserve	Reserves			Retained earnings	Total
				Reserve on merger	Other reserves Available for sale reserve	Other capital reserves		
<b>Balance as at 1 January 2020</b>	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	-	-	-	-	-	-	167,164	167,164
<b>Other comprehensive income for the period, net of tax</b>								
Net change in fair value of available for sale financial assets	-	-	-	-	57,709	-	-	57,709
Net change in liabilities of insurance contracts arising from fair value changes in available for sale financial assets	-	-	-	-	36,160	-	-	36,160
Share of net change in fair value of available for sale financial assets of equity accounted investee, net of tax	-	-	-	-	6,101	-	-	6,101
Tax on other comprehensive income	-	-	-	-	-	-	-	-
<b>Total other comprehensive income</b>	-	-	-	-	99,970	-	-	99,970
<b>Total comprehensive income for the period</b>	-	-	-	-	99,970	-	167,164	267,134
<b>Transactions with owners, transfers, recorded directly in equity</b>								
<b>Contributions and distributions</b>								
First and final dividend 2019	-	-	-	-	-	-	(1,178,571)	(1,178,571)
Share based payments	-	-	-	-	-	2,377	-	2,377
<b>Total contributions and distributions</b>	-	-	-	-	-	2,377	(1,178,571)	(1,176,194)
<b>Balance as at 31 March 2020</b>	1,000,000	3,381,934	2,089,404	16,752	629,438	37,853	6,598,461	13,753,842
<b>Balance as at 1 January 2021</b>	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	-	-	-	-	-	-	233,335	233,335
<b>Other comprehensive income for the period, net of tax</b>								
Net change in fair value of available for sale financial assets	-	-	-	-	(87,049)	-	-	(87,049)
Net change in liabilities of insurance contracts arising from fair value changes in available for sale financial assets	-	-	-	-	(67,561)	-	-	(67,561)
Share of net change in fair value of available for sale financial assets of equity accounted investee, net of tax	-	-	-	-	(6,538)	-	-	(6,538)
Tax on other comprehensive income	-	-	-	-	-	-	-	-
<b>Total other comprehensive income</b>	-	-	-	-	(161,148)	-	-	(161,148)
<b>Total comprehensive income for the period</b>	-	-	-	-	(161,148)	-	233,335	72,187
<b>Transactions with owners, transfers, recorded directly in equity</b>								
<b>Contributions and distributions</b>								
First and final dividend 2020	-	-	-	-	-	-	(825,000)	(825,000)
Share based payments	-	-	-	-	-	1,504	-	1,504
<b>Total contributions and distributions</b>	-	-	-	-	-	1,504	(825,000)	(823,496)
<b>Balance as at 31 March 2021</b>	1,000,000	3,381,934	2,085,688	16,752	1,058,704	50,158	6,763,944	14,357,180

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

# STATEMENT OF CASH FLOWS

For the period ended 31 March	Note	2021 Rs. '000	2020 Rs. '000
<b>Cash flows from operations</b>			
Insurance premiums received		3,445,123	2,611,954
Reinsurance premiums paid		(21,100)	(478,350)
Insurance benefits and claims paid		(1,022,321)	(682,744)
Payments to intermediaries to acquire insurance contracts		(734,735)	(515,151)
Cash paid to and on behalf of employees		(294,397)	(276,697)
Interest received		1,273,989	1,096,727
Dividends received		24,276	36,854
Other operating cash flows		(467,978)	(626,952)
<b>Cash generated from operating activities</b>	A	<b>2,202,857</b>	<b>1,165,641</b>
Employee benefits paid		(885)	(3,464)
<b>Net cash flow from operating activities</b>		<b>2,201,972</b>	<b>1,162,177</b>
<b>Cash flows used in investing activities</b>			
Acquisition of investments		(5,310,106)	(3,094,457)
Maturity proceeds of investments		2,123,586	2,439,689
Proceeds from sale of investments		1,003,112	941,349
Acquisition of property, plant and equipment		(11,739)	(9,634)
Acquisition of intangible assets		(13,042)	(2,361)
Proceeds on sale of property, plant and equipment		265	417
<b>Net cash used in investing activities</b>		<b>(2,207,924)</b>	<b>275,003</b>
<b>Net cash flow before financing activities</b>		<b>(5,952)</b>	<b>1,437,180</b>
<b>Cash flows used in financing activities</b>			
Dividends paid to equity holders of the company		-	(1,178,609)
Settlement of lease liabilities		(42,399)	(37,576)
<b>Net cash used in financing activities</b>		<b>(42,399)</b>	<b>(1,216,185)</b>
<b>Net increase in cash and cash equivalents</b>		<b>(48,351)</b>	<b>220,995</b>
Cash and cash equivalents at the beginning of the year		799,465	464,534
<b>Cash and cash equivalents at the end of the period</b>	B	<b>751,114</b>	<b>685,529</b>

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

For the period ended 31 March	2021 Rs. '000	2020 Rs. '000
<b>NOTE A.</b>		
<b>Reconciliation of profit before taxation with cash from operating activities</b>		
Profit before tax	237,585	235,048
<b>Non - cash items included in profit before tax</b>		
Depreciation and amortisation	98,440	87,515
Provision for employee benefits	6,882	6,677
Net realised (gains) / losses	(49,347)	78,881
Net fair value gains	(85,679)	(11,846)
Gain on sale of property, plant and equipment	(213)	(374)
Amortisation of financial investments	(1,282)	(31,389)
Amortisation of lease liabilities	14,005	18,561
Scrip dividend income	-	(7,322)
Share of results of equity accounted investee	(36,867)	(27,162)
Share based payment expenses	1,504	2,376
<b>Profit before working capital changes</b>	<b>185,028</b>	<b>350,965</b>
<b>Net change in operational assets</b>		
Net change in reinsurance assets	(97,294)	81,678
Net change in premiums receivable	43,993	(35,728)
Net change in receivables and other assets	91,521	(77,256)
<b>Net change in operational liabilities</b>		
Net change in life insurance contract liabilities	2,217,252	1,450,014
Net change in reinsurance liabilities	137,762	(359,487)
Net change in other liabilities	(375,405)	(244,545)
<b>Cash generated from operating activities</b>	<b>2,202,857</b>	<b>1,165,641</b>
<b>NOTE B.</b>		
<b>Cash and cash equivalents at the end of the period</b>		
Cash in hand and at bank	874,569	1,016,940
Bank overdraft	(123,455)	(331,411)
<b>Cash and cash equivalents</b>	<b>751,114</b>	<b>685,529</b>

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	31.03.2021 Rs. '000	31.12.2020 Rs. '000
<b>Assets</b>			
Intangible assets		592,637	604,217
Property, plant and equipment		2,459,635	2,468,821
Right of use assets		298,767	218,312
Financial investments		43,478,486	42,354,151
Loans to life policyholders		1,840,841	1,793,470
Reinsurance receivable		589,306	492,011
Premiums receivable		332,730	376,723
Receivables and other assets		790,837	865,946
Cash in hand and at bank		865,398	951,139
<b>Total assets</b>		<b>51,248,637</b>	<b>50,124,790</b>
<b>Reserves and liabilities</b>			
<b>Reserves</b>			
Available for sale reserve		490,495	558,057
Revaluation reserve		1,609,830	1,609,828
Other reserves		1,318	1,318
<b>Total reserves</b>		<b>2,101,643</b>	<b>2,169,203</b>
<b>Liabilities</b>			
Insurance contract liabilities	11	44,118,654	41,881,657
Insurance contract liabilities - Unit Linked		1,041,957	1,061,701
Lease liabilities		297,655	232,259
Employee benefit liabilities		208,673	194,753
Reinsurance payables		670,785	533,023
Other liabilities		2,685,815	3,891,389
Bank overdraft		123,455	160,805
<b>Total liabilities</b>		<b>49,146,994</b>	<b>47,955,587</b>
<b>Total reserves and liabilities</b>		<b>51,248,637</b>	<b>50,124,790</b>

# 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 three months ended 31 March 2021 were authorised for issue by the Board of Directors on 13 May 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 31 March 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 31 March	2021 Rs. '000	2020 Rs. '000
Conventional	3,397,506	2,642,768
Unit linked	3,624	4,914
<b>Total gross written premium</b>	<b>3,401,130</b>	<b>2,647,682</b>

# NOTES TO THE FINANCIAL STATEMENTS

## 7 INCOME TAX EXPENSE

The Inland Revenue (Amendment) Bill, to amend the Inland Revenue Act, No. 24 of 2017, incorporating announcements implemented by the Inland Revenue Circular Nos. PN/IT/2020-03 (Revised) and PN/IT/2021-01 was Gazetted on 18 March 2021.

As the Bill has been Gazetted and also printed by order of Parliament as of the reporting date, the Company's management, having applied significant judgment have concluded the provisions of the Inland Revenue (Amendment) Bill to be substantially enacted, and have relied upon the income tax rates specified therein to calculate the income tax liability of interim financial statements for the three months ended 31 March 2021.

### 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. 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 31 March	2021 Rs. '000	2020 Rs. '000
Current tax expense for the period	4,250	67,884
	4,250	67,884

### 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	5,611	-
Reversal during the year due to utilisation of tax losses	528,614	(534,225)	-
<b>Balance as at 31 December 2020</b>	534,225	-	-
Balance as at 1 January 2021	-	-	-
Reversal during the period due to utilisation of tax losses	-	-	-
<b>Balance as at 31 March 2021</b>	-	-	-

## 8 PROFITS FROM LIFE INSURANCE

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

## 9 FINANCIAL INVESTMENTS

As at	31.03.2021 Rs. '000	31.12.2020 Rs. '000
Held to maturity financial assets (HTM)	22,747,689	22,160,419
Loans and receivables (L&R)	16,107,015	17,084,128
Available for sale financial assets (AFS)	7,751,585	7,954,413
Financial assets at fair value through profit or loss (FVTPL)	7,840,476	5,157,248
<b>Total financial investments</b>	<b>54,446,765</b>	<b>52,356,208</b>

## 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	31.03.2021 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	31.03.2021 Rs. '000	31.12.2020 Rs. '000
Life insurance fund	43,314,711	41,066,208
One - off surplus arising from changing policy liability valuation relating to participating fund	435,046	435,046
Unclaimed benefits	368,897	380,403
<b>Total insurance contract liabilities</b>	<b>44,118,654</b>	<b>41,881,657</b>

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	31.03.2021 Rs. '000	31.12.2020 Rs. '000
<b>Conventional life insurance fund</b>		
Balance as at 1 January	41,826,947	35,448,033
Increase in life insurance fund before surplus transfer to shareholders	2,238,371	7,061,324
Transfer to shareholders	-	(825,000)
Effect of Taxation on Surplus / Bonus transferred to - Policyholders	-	51,059
Net change in unclaimed benefits	(18,985)	91,531
<b>Balance as at period end - Conventional Life insurance</b>	<b>44,046,333</b>	<b>41,826,947</b>
<b>Non Unit Fund of Linked Life Insurance Contracts</b>		
Balance as at 1 January	54,710	41,718
Increase in non unit fund of linked life insurance before surplus transfer to shareholders	10,131	10,416
Net change in unclaimed benefits	7,480	2,576
<b>Balance as at period end - Non unit fund of linked Life insurance</b>	<b>72,321</b>	<b>54,710</b>
	44,118,654	41,881,657

## 12 AUDIT OF THE INTERIM FINANCIAL STATEMENTS

Figures for the three 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 31 March	2021 Rs. '000	2020 Rs. '000
<b>Transactions with the Ultimate Parent</b>		
Sales / (Purchases) of goods	-	-
Rendering / (Receiving) of services	(26,327)	(24,482)
Sales / (Purchases) of property, plant and equipment	-	-
Loans received / (Given)	-	-
Rent received / (Paid)	-	59
Dividends Received / (Paid or Payable)	(740,226)	(1,060,714)
Financial Instruments	675,286	143,828
Amount receivable / (payable) as at 31 March	(204,149)	(38,569)
<b>Transactions with companies under common control</b>		
Sales / (Purchases) of goods	(11,433)	(1,442)
Rendering / (Receiving) of services	(814,671)	(29,784)
Sales / (Purchases) of property, plant and equipment	(4,842)	(5,832)
Loans received / (Given)	-	-
Interest received / (Paid)	31,794	32,179
Dividend received / (Paid)	921	655
Rent received / (Paid)	-	-
Financial investment	1,190,742	1,077,164
Cash at bank	45,927	73,883
Amount receivable / (payable) as at 31 March	(11,073)	(27,006)
<b>Transactions with Subsidiary</b>		
Equity investment	-	-
Transfer of assets and liabilities	-	-
<b>Transactions with Associate</b>		
Sales / (Purchases) of goods	-	-
Sales / (Purchases) of property, plant and equipment	-	-
Rendering / (Receiving) of services	(10,144)	(11,446)
Loans received / (Given)	-	-
Interest received / (Paid)	-	-
Rent received / (Paid)	-	-
Financial investment	-	-
Amount receivable / (payable) as at 31 March	-	-
<b>Transactions with Key Management Personnel (KMP)</b>		
Rendering / (Receiving) of services	-	-
<b>Transactions with Close Family Members of KMP</b>		
Rendering / (Receiving) of services	-	-
<b>Companies controlled / jointly controlled / significantly influenced by KMP and their close family members</b>		
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 for the year ended 31 December 2020.

## 17 SHARE INFORMATION

Market Price Per Share

For the quarter ended 31 March	2021 Rs.	2020 Rs.
Last traded	312.50	300.00
Highest price per share for the period	325.00	355.00
Lowest price per share for the period	290.00	291.00

## 18 NET ASSETS PER SHARE

As at	31.03.2021 Rs.	31.12.2020 Rs.
Net assets per share	243.64	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	31.03.2021	31.12.2020
Ordinary shares	58,928,572	58,928,572

# NOTES TO THE FINANCIAL STATEMENTS

## 20 TWENTY LARGEST SHAREHOLDERS

	As at 31 March 2021		As at 31 December 2020	
	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 Merchant Finance PLC / P.T.S. De Silva	80,214	0.1	55,415	0.1
11 People's Leasing & Finance PLC / L.H.L.M.P. Haradasa	78,494	0.1	78,494	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	1,984,482	3.3	2,009,281	3.3
	58,928,572	100	58,928,572	100

## 21 DIVIDENDS PAID

For the Period ended 31 March	2021 Rs. '000	2020 Rs. '000
Final dividend for 2020 - Rs. 14.00 (2019 - Rs. 20.00)	825,000	1,178,571

First and final dividend for the year ended 2020 was declared on 30 March 2021 and paid in April and May 2021.

## 22 DIRECTORS' SHAREHOLDINGS

No. of shares as at	31.03.2021	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	31.03.2021	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	31.03.2021	31.12.2020
Public shareholding (%)	10.00	10.00
Public shareholders	1,503	1,511
Compliant under option 1 - float adjusted market capitalization (LKR Bn)	1.84	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

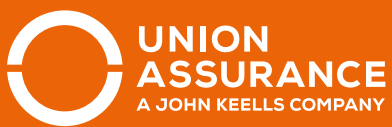
RGA  
Hannover Re  
Munich Re  
Partner Re

## 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



Union Assurance PLC  
20, St. Michael's Road, Colombo 03, Sri Lanka.  
+94 11 2990990  
[www.unionassurance.com](http://www.unionassurance.com)