



ARCHITECTS OF PROTECTION

Union Assurance PLC
Condensed Interim Financial Statements
For The Six Months Ended 30 June 2024

INCOME STATEMENT

For the period ended 30 June	Note	2024 Rs. '000	2023 Rs. '000	Change %
Gross written premium	6	9,806,880	8,473,430	16
Premium ceded to reinsurers		(721,045)	(489,655)	47
Net written premium		9,085,835	7,983,775	14
Other revenue				
Net investment income		5,687,365	5,134,101	11
Net realised gains		580,929	168,629	245
Net fair value gains		504,385	206,334	144
Other income		11,581	10,998	5
Total other revenue		6,784,260	5,520,062	23
Total net revenue		15,870,095	13,503,837	18
Benefits, claims and expenses				
Net insurance benefits and claims paid		(2,856,772)	(2,797,136)	2
Net change in insurance claims outstanding		4,993	(76,782)	(107)
Change in contract liabilities - Life Fund		(7,583,604)	(5,940,619)	28
Underwriting and net acquisition costs (net of reinsurance)		(1,816,383)	(1,550,072)	17
Other operating, administrative and selling expenses		(2,260,759)	(1,779,723)	27
Depreciation and amortisation		(300,436)	(267,706)	12
Total benefits, claims and expenses		(14,812,961)	(12,412,038)	19
Profit from operations		1,057,134	1,091,799	(3)
Share of results of equity accounted investee, net of tax		122,840	146,208	(16)
Profit before tax		1,179,974	1,238,007	(5)
Income tax expenses	7	(320,926)	(324,744)	(1)
Profit for the period		859,048	913,263	(6)
Earnings per share				
Basic (Rs.)		1.46	1.55	(6)
Diluted (Rs.)		1.46	1.55	(6)

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	2024 Rs. '000	2023 Rs. '000	Change %
Profit for the period	859,048	913,263	(6)
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	247,004	532,786	
Share of net change in fair value of available for sale financial assets of equity accounted investee, net of tax	6,010	36,175	
Net change in fair value of available for sale financial assets transferred to the income statement	(45,813)	-	
Related tax	-	-	
	207,201	568,961	(64)
Net change in liabilities of insurance contracts arising from fair value changes in available for sale financial assets	538,263	1,382,858	
Net change in fair value of available for sale financial assets of insurance liabilities transferred to the income statement	(36,504)	(151,906)	
Related tax	-	-	
	501,759	1,230,952	(59)
	708,960	1,799,913	
Other comprehensive income, net of tax	708,960	1,799,913	(61)
Total comprehensive income for the period, net of tax	1,568,008	2,713,176	(42)

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

INCOME STATEMENT

For the Quarter ended 30 June	2024 Rs. '000	2023 Rs. '000	Change %
Gross written premium	4,919,653	4,301,903	14
Premium ceded to reinsurers	(375,160)	(259,635)	44
Net written premium	4,544,493	4,042,268	12
Other revenue			
Net investment income	2,923,015	2,690,588	9
Net realised gains	400,264	61,769	548
Net fair value gains	983	205,252	(100)
Other income	6,834	4,975	37
Total other revenue	3,331,096	2,962,584	12
Total net revenue	7,875,589	7,004,852	12
Benefits, claims and expenses			
Net insurance benefits and claims paid	(1,414,084)	(1,222,848)	16
Net change in insurance claims outstanding	64,449	(136,272)	(147)
Change in contract liabilities - Life Fund	(3,826,044)	(3,133,395)	22
Underwriting and net acquisition costs (net of reinsurance)	(915,244)	(791,041)	16
Other operating, administrative and selling expenses	(1,167,083)	(1,030,036)	13
Depreciation and amortisation	(152,487)	(133,583)	14
Total benefits, claims and expenses	(7,410,493)	(6,447,175)	15
Profit from operations	465,096	557,677	(17)
Share of results of equity accounted investee, net of tax	58,745	75,025	(22)
Profit before tax	523,841	632,702	(17)
Income tax expenses	(148,331)	(164,015)	(10)
Profit for the quarter	375,510	468,687	(20)
Earnings per share			
Basic (Rs.)	0.64	0.80	(20)
Diluted (Rs.)	0.64	0.80	(20)

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	2024 Rs. '000	2023 Rs. '000	Change %
Profit for the quarter	375,510	468,687	(20)
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	39,988	383,292	
Share of net change in fair value of available for sale financial assets of equity accounted investee, net of tax	6,465	25,162	
Net change in fair value of available for sale financial assets transferred to the income statement	(45,813)	-	
Related tax	-	-	
	640	408,454	100
Net change in liabilities of insurance contracts arising from fair value changes in available for sale financial assets	63,100	1,053,469	
Net change in fair value of available for sale financial assets of insurance liabilities transferred to the income statement	(20,858)	(176,220)	
Related tax	-	-	
	42,242	877,249	95
	42,882	1,285,703	
Other comprehensive income, net of tax	42,882	1,285,703	97
Total comprehensive income for the quarter, net of tax	418,392	1,754,390	76

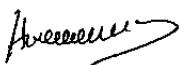
The notes form an integral part of these interim financial statements.

STATEMENT OF FINANCIAL POSITION

As at	Note	30.06.2024 Rs. '000	31.12.2023 Rs. '000
Assets			
Intangible assets		972,833	1,130,585
Property, plant and equipment		2,993,077	3,006,118
Right of use assets		426,183	418,566
Investment in equity accounted investee		2,174,851	2,046,001
Financial investments	9	86,551,438	83,419,773
Loans to life policyholders		2,532,012	2,368,021
Reinsurance receivable		484,594	447,558
Premiums receivable		975,278	1,051,444
Receivables and other assets		1,229,489	942,120
Cash in hand and at bank		654,334	839,475
Total assets		98,994,089	95,669,661
Equity and liabilities			
Equity			
Stated capital		1,000,000	1,000,000
Available for sale reserve		4,043,015	3,334,055
Revaluation reserve		2,563,095	2,563,095
Restricted regulatory reserve	10	3,381,934	3,381,934
Other reserves		85,004	76,543
Retained earnings		9,508,243	13,805,444
Total equity		20,581,291	24,161,071
Liabilities			
Insurance contract liabilities	11	72,557,442	65,043,384
Insurance contract liabilities - Unit Linked		729,657	718,692
Lease liabilities		433,914	422,540
Employee benefit liabilities		199,939	190,578
Reinsurance payables		487,192	365,027
Other liabilities		3,851,241	4,645,809
Bank overdraft		153,413	122,560
Total liabilities		78,412,798	71,508,590
Total equity and liabilities		98,994,089	95,669,661

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.



Himani Weerasekera
Chief Finance 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
Chairperson



S. Rajendra
Director

STATEMENT OF CHANGES IN EQUITY

Rs. '000	Stated capital	Reserves					Retained earnings	Total
		Restricted regulatory reserve	Revaluation reserve	Reserve on merger	Other reserves			
					Available for sale reserve	Other capital reserves		
Balance as at 1 January 2023	1,000,000	3,381,934	2,267,979	16,752	(2,564,622)	68,913	10,042,833	14,213,789
Profit for the period	-	-	-	-	-	-	913,263	913,263
Other comprehensive income for the period, net of tax								
Net change in fair value of available for sale financial assets	-	-	-	-	532,786	-	-	532,786
Net change in liabilities of insurance contracts arising from fair value changes in available for sale financial assets	-	-	-	-	1,230,952	-	-	1,230,952
Share of net change in fair value of available for sale financial assets of equity accounted investee, net of tax	-	-	-	-	36,175	-	-	36,175
Tax on other comprehensive income	-	-	-	-	-	-	-	-
Total other comprehensive income	-	-	-	-	1,799,913	-	-	1,799,913
Total comprehensive income for the period	-	-	-	-	1,799,913	-	913,263	2,713,176
Transactions with owners, transfers, recorded directly in equity								
Contributions and distributions								
Share based payments	-	-	-	-	-	6,955	-	6,955
Total contributions and distributions	-	-	-	-	-	6,955	-	6,955
Balance as at 30 June 2023	1,000,000	3,381,934	2,267,979	16,752	(764,709)	75,868	10,956,096	16,933,920
Balance as at 1 January 2024	1,000,000	3,381,934	2,563,095	16,752	3,334,055	59,791	13,805,444	24,161,071
Profit for the period	-	-	-	-	-	-	859,048	859,048
Other comprehensive income for the period, net of tax								
Net change in fair value of available for sale financial assets	-	-	-	-	201,191	-	-	201,191
Net change in liabilities of insurance contracts arising from fair value changes in available for sale financial assets	-	-	-	-	501,759	-	-	501,759
Share of net change in fair value of available for sale financial assets of equity accounted investee, net of tax	-	-	-	-	6,010	-	-	6,010
Tax on other comprehensive income	-	-	-	-	-	-	-	-
Total other comprehensive income	-	-	-	-	708,960	-	-	708,960
Total comprehensive income for the period	-	-	-	-	708,960	-	859,048	1,568,008
Transactions with owners, transfers, recorded directly in equity								
Contributions and distributions								
First and final dividend 2023	-	-	-	-	-	-	(5,156,249)	(5,156,249)
Share based payments	-	-	-	-	-	8,461	-	8,461
Total contributions and distributions	-	-	-	-	-	8,461	(5,156,249)	(5,147,788)
Balance as at 30 June 2024	1,000,000	3,381,934	2,563,095	16,752	4,043,015	68,252	9,508,243	20,581,291

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

STATEMENT OF CASH FLOWS

For the Period ended 30 June	Note	2024 Rs. '000	2023 Rs. '000
Cash flows from operations			
Insurance premiums received		9,883,046	8,495,170
Reinsurance premiums paid		(130,424)	(60,146)
Insurance benefits and claims paid		(3,300,186)	(3,304,090)
Reinsurance claim received		443,415	506,955
Payments to intermediaries to acquire insurance contracts		(1,829,333)	(1,578,190)
Cash paid to and on behalf of employees		(1,197,826)	(1,004,896)
Interest received		5,064,262	4,403,832
Dividends received		109,451	37,268
Other operating cash flows		(2,243,223)	(2,203,811)
Cash generated from operating activities	A	6,799,182	5,292,092
Income tax paid		(808,084)	(664,082)
Employee benefits paid		(9,345)	(9,791)
Interest paid on obligation to repurchase securities		-	(5,698)
Net cash flow from operating activities		5,981,753	4,612,521
Cash flows used in investing activities			
Purchase of investments		(26,300,222)	(13,840,468)
Maturity proceeds of investments		3,686,741	5,481,468
Proceeds from sale of investments		21,729,241	3,819,080
Purchase of property, plant and equipment		(43,820)	(6,938)
Purchase of intangible assets		(13,406)	(4,836)
Proceeds from sale of property, plant and equipment		1,383	106
Net cash used in investing activities		(940,083)	(4,551,588)
Net cash inflow before financing activities		5,041,670	60,933
Cash flows used in financing activities			
Dividends paid to equity holders of the company		(5,155,143)	-
Settlement of lease liabilities		(102,521)	(79,742)
Net cash used in financing activities		(5,257,664)	(79,742)
Net increase in cash and cash equivalents		(215,994)	(18,809)
Cash and cash equivalents at the beginning of the year		716,915	723,853
Cash and cash equivalents at the end of the period	B	500,921	705,044

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

For the period ended 30 June	Note	2024 Rs. '000	2023 Rs. '000
NOTE A.			
Reconciliation of profit before taxation with cash from operating activities			
Profit before tax		1,179,974	1,238,007
Non - cash items included in profit before tax			
Depreciation and amortisation		300,436	267,706
Provision for employee benefits		18,706	18,859
Net realized gains		(580,929)	(168,629)
Net fair value gains		(504,385)	(206,334)
Gain on sale of property, plant and equipment		(1,243)	(83)
Amortisation of financial investments		(324,568)	(373,840)
Amortisation of lease liabilities		23,531	17,701
Scrip dividend income		(25,944)	(12,431)
Share of results of equity accounted investee		(122,840)	(146,208)
Share based payment expenses		8,460	6,956
Interest expense on obligation to repurchase securities		-	6,395
Profit before working capital changes		(28,802)	648,099
Net change in operational assets			
Net change in reinsurance assets		(37,036)	108,635
Net change in premiums receivable		76,166	21,739
Net change in receivables and other assets		(571,037)	(706,526)
Net change in operational liabilities			
Net change in life insurance contract liabilities		7,525,022	5,820,502
Net change in reinsurance liabilities		122,165	(97,248)
Net change in other liabilities		(287,296)	(503,109)
Cash generated from operating activities		6,799,182	5,292,092
NOTE B.			
Cash and cash equivalents at the end of the period			
Cash in hand and at bank		654,334	831,417
Bank overdraft		(153,413)	(126,373)
Cash and cash equivalents at the end of the period		500,921	705,044

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	30.06.2024 Rs. '000	31.12.2023 Rs. '000
Assets			
Intangible assets		535,967	590,092
Property, plant and equipment		2,993,077	3,006,118
Right of use assets		426,183	418,566
Financial investments		73,881,315	68,817,082
Loans to life policyholders		2,532,012	2,368,021
Reinsurance receivable		484,594	447,558
Premiums receivable		975,278	1,051,444
Receivables and other assets		1,210,951	548,716
Cash in hand and at bank		615,893	830,554
Total assets		83,655,270	78,078,151
Reserves and liabilities			
Reserves			
Available for sale reserve		3,238,616	2,736,857
Revaluation reserve		2,087,235	2,087,235
Other reserves		(17,655)	(17,655)
Total reserves		5,308,196	4,806,437
Liabilities			
Insurance contract liabilities	11	72,557,442	65,043,384
Insurance contract liabilities - Unit Linked		729,656	718,692
Lease liabilities		433,914	422,540
Employee benefit liabilities		199,939	190,578
Reinsurance payables		487,192	365,027
Other liabilities		3,814,960	6,408,933
Bank overdraft		123,971	122,560
Total liabilities		78,347,074	73,271,714
Total reserves and liabilities		83,655,270	78,078,151

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 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 2024 were authorised for issue by the Board of Directors on 29 July 2024.

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 Sri Lanka Accounting Standard, LKAS 28 - Investments in Associates and Joint Ventures.

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 2023. 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 2023.

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 2024 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 financial period beginning on or after 1 January 2026.

The Company has used the above temporary exemption.

6 Gross Written Premium

For the period ended 30 June	2024 Rs. '000	2023 Rs. '000
Conventional	9,803,105	8,471,363
Unit linked	3,775	2,067
Total gross written premium	9,806,880	8,473,430

NOTES TO THE FINANCIAL STATEMENTS

7 Income Tax Expense

7.1 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 other amendments in line with Inland Revenue (Amendment) Act No. 45 of 2022. As per this section, an income tax rate of 30% is applicable on gains and profits which is the aggregate of;

Surplus distributed to shareholders from the Life insurance policyholders fund as certified by the actuary.

Investment income of the shareholder fund less any expenses incurred in the production of such income.

Surplus distributed to a Life insurance policyholder who shares profits of an entity engaged in the business of life insurance.

Amount Recognised in the Profit or Loss

For the period ended 30 June	2024 Rs. '000	2023 Rs. '000
Current tax expense for the period	(320,926)	(324,744)
	(320,926)	(324,744)

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	30.06.2024 Rs. '000	31.12.2023 Rs. '000
Held to maturity financial assets (HTM)	44,658,037	40,777,419
Loans and receivables (L&R)	12,376,365	10,849,760
Available for sale financial assets (AFS)	23,726,524	22,797,716
Financial assets at fair value through profit or loss (FVTPL)	5,790,512	8,994,878
Total financial investments	86,551,438	83,419,773

10 Restricted Regulatory Reserve

Based on the direction issued by the Insurance Regulatory Commission of Sri Lanka (IRCSL) 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 IRCSL and can only be released upon receiving approval from the IRCSL. The one - off surplus in the SHF is represented by government debt securities as per the direction of the IRCSL.

As at	30.06.2024 Rs. '000	31.12.2023 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	30.06.2024 Rs. '000	31.12.2023 Rs. '000
Life insurance fund	71,612,401	64,130,386
One - off surplus arising from changing policy liability valuation relating to participating fund	435,046	435,046
Effect of Taxation on Surplus / Bonus transferred to - Policyholders	(55,072)	(55,072)
Claim payables	565,067	533,024
Total insurance contract liabilities	72,557,442	65,043,384

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	30.06.2024 Rs. '000	31.12.2023 Rs. '000
Conventional life insurance fund		
Balance as at 1 January	64,797,623	55,179,789
Increase in life insurance fund before surplus transfer to shareholders	7,445,172	12,354,121
Transfer to shareholders	-	(2,800,000)
Effect of Taxation on Surplus / Bonus transferred to - Policyholders	-	(21,149)
Net change in unclaimed benefits	30,192	84,862
Balance as at period end - Conventional Life insurance	72,272,987	64,797,623
Non Unit Fund of Linked Life Insurance Contracts		
Balance as at 1 January	245,761	251,104
Increase in non unit fund of linked life insurance before surplus transfer to shareholders	36,842	98,872
Net change in unclaimed benefits	1,852	(104,215)
Balance as at period end - Non unit fund of linked Life insurance	284,455	245,761
	72,557,442	65,043,384

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 2023.

Transactions with the Ultimate Parent

As at 30 June	2024 Rs. '000	2023 Rs. '000
Investment in shares	659,876	158,883
payable for shared services	(45,450)	(8,679)

For the period ended 30 June	Transaction amount during the period	
	2024 Rs. '000	2023 Rs. '000
Receiving of services	(104,865)	(78,842)
Dividends received/(paid)	(3,974,128)	1,709
Net Purchase / (Sale) of share investments	(2,108)	(285,036)

Transactions with companies under common control

As at 30 June	2024 Rs. '000	2023 Rs. '000
Debenture, share investments and distribution rights	799,147	1,023,552
payable for shared services	(6,381)	(1,152)

For the period ended 30 June	Transaction amount during the period	
	2024 Rs. '000	2023 Rs. '000
Purchase of goods	(2,919)	(4,206)
Receiving of services	(207,925)	(129,134)
Purchase of property, plant and equipment	(14,117)	(3,335)
Interest received	25,857	37,556
Dividend received	-	837
Net Purchase / (Sale) of share investments	(24,514)	14,767

Transactions with Associates

As at 30 June	2024 Rs. '000	2023 Rs. '000
Amount receivable / (payable)	-	-
	Transaction amount during the period	
For the period ended 30 June	2024 Rs. '000	2023 Rs. '000
Receiving of services	(40,287)	(38,557)

Companies controlled / jointly controlled / significantly influenced by KMP and their close family members

	Transaction amount during the period	
For the period ended 30 June	2024 Rs. '000	2023 Rs. '000
Receiving of services	(1,144)	(24,068)
Transactions with Key Management Personnel (KMP)		
Rendering / (Receiving) of services	-	-
Transactions with Close Family Members of KMP		
Rendering / (Receiving) of services	-	-

15 Capital and Other Commitments

The capital commitments approved and contracted as at the reporting date were Rs. 109 million.

NOTES TO THE FINANCIAL STATEMENTS

16 Contingencies

There has been no change in the contingencies, which were disclosed in the audited financial statements for the year ended 31 December 2023 other than the following

Income tax relating to year of assessment 2020/21

The Department of Inland Revenue has raised an assessment on the Company for the year of assessment 2020/21, assessing the Life insurance business to pay an income tax liability of Rs. 627 million. The Company has lodged a valid appeal with the Commissioner General of Inland Revenue against the said assessment.

Income tax relating to year of assessment 2014/15

The IRD has raised an assessment on the Company for the year of assessment 2014/15, assessing the Life insurance business to pay an income tax liability of Rs. 887 million along with a penalty of Rs.443 million totaling to Rs.1,330 million. The Company has lodged a valid appeal against the said assessment with the Tax Appeals Commission (TAC). The TAC has issued its determination in favour of the company.

Income tax relating to year of assessment 2015/16

The IRD has raised an assessment on the Company for the year of assessment 2015/16, assessing the Life insurance business to pay an income tax liability of Rs. 832 million along with a penalty of Rs.416 million totaling to Rs.1,248 million. The Company has lodged a valid appeal against the said assessment with the Tax Appeals Commission (TAC). The TAC has issued its determination in favour of the company.

Income tax relating to year of assessment 2018/19

The IRD has raised an assessment on the Company for the year of assessment 2018/19, assessing the Life insurance business to pay an income tax liability of Rs. 700 million along with a penalty of Rs.498 million totaling to Rs.1,198 million. The Company has lodged a valid appeal against the said assessment with the Tax Appeals Commission (TAC). TAC issued its determination in favour of the Inland Revenue Department. Case was filed at the Court of Appeal against said determination.

VAT & NBT on Financial Services relating to year of assessment 2017

The IRD has raised an assessment on the Company for the year of assessment 2017, assessing the Life insurance business to pay VAT & NBT on Financial Services liability of Rs. 336 million along with a penalty of Rs.168 million totaling to Rs.504 million. The Company has lodged a valid appeal against the said assessment with the Tax Appeals Commission (TAC). The TAC has issued its determination in favour of the company.

NBT on Financial Services relating to year of assessment 2018

The IRD has raised an assessment on the Company for the year of assessment 2018, assessing the Life insurance business to pay NBT on Financial Services liability of Rs. 15 million along with a penalty of Rs.8 million totaling to Rs.23 million. The Company has lodged a valid appeal against the said assessment with the Inland Revenue Department (IRD). The IRD issued its determination in favour of the Company.

17 Share Information

Market Price Per Share

For the quarter ended 30 June	2024 Rs.	2023 Rs.
Last traded	48.50	30.60
Highest price per share for the period	51.00	34.10
Lowest price per share for the period	46.20	28.50

18 Net Assets Per Share

As at	30.06.2024 Rs.	31.12.2023 Rs.
Net assets per share	34.93	41.00

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	30.06.2024	31.12.2023
Ordinary shares	589,285,720	589,285,720

20 Twenty Largest Shareholders

	As at 30 June 2024		As at 31 March 2024	
	No. of Shares	%	No. of Shares	%
1 John Keells Holdings PLC	530,357,150	90.0	530,357,150	90.0
2 Mr. S.N.P. Palihena	14,000,000	2.4	14,000,000	2.4
3 J.B. Cocoshell (PVT) LTD	3,698,495	0.6	3,498,495	0.6
4 People's Leasing & Finance PLC / L.P. Hapangama	3,415,510	0.6	3,415,510	0.6
5 Seylan Bank PLC / Channa Nalin Rajahmoney	1,865,000	0.3	1,805,000	0.3
6 Corporate Holdings (Private) Limited A/C No.01	1,513,730	0.3	1,513,730	0.3
7 Mrs. A. Selliah	1,080,000	0.2	1,080,000	0.2
8 Standard Chartered Bank DIFC Branch S/A EFG HERMES UAE L.L.C	957,460	0.2	827,460	0.1
9 People's Leasing & Finance PLC / L.H.L.M.P. Haradasa	692,380	0.1	792,115	0.1
10 Mr. J.D. Bandaranayake & Miss. N. Bandaranayake & Dr. (Mrs.) V. Bandaranayake	665,190	0.1	665,190	0.1
11 Mr. J.D. Bandaranayake & Dr. (Mrs.) V. Bandaranayake & Miss. I. Bandaranayake	665,190	0.1	665,190	0.1
12 Captain D.V.H. Palihena	641,625	0.1	641,625	0.1
13 Dr. S. Selliah	580,000	0.1	580,000	0.1
14 Mr. J.W. Nanayakkara	562,500	0.1	562,500	0.1
15 Mr. H.A.D. Ratnapala / Hewa Algiriyage Dias	562,500	0.1	562,500	0.1
16 Peoples Leasing And Finance PLC / Dr. K.A.P. Gunawardhana	554,235	0.1	432,320	0.1
17 Odyssey Capital Partners (Private) Limited	475,000	0.1	475,000	0.1
18 Mr. V. Sharda	442,000	0.1	442,000	0.1
19 People's Merchant Finance PLC / P.T.S. De Silva	425,113	0.1	600,000	0.1
20 Arunodhaya Industries (Private Limited)	400,000	0.1	400,000	0.1
Other	25,732,642	4.2	25,969,935	4.3
	589,285,720	100	589,285,720	100

21 Dividends Paid

For the period ended 30 June	2024 Rs.	2023 Rs.
Final dividend for 2023 - 8.75 (2022 - Nil)	5,156,250	-

NOTES TO THE FINANCIAL STATEMENTS

22 Directors' Shareholdings

No. of shares as at	30.06.2024	31.12.2023
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. P.T. Wanigasekara	Nil	Nil

23 Chief Executive Officer's Shareholding

No. of shares as at	30.06.2024	31.12.2023
Mr. Senath Jayatilake (Appointed w.e.f. 01.01.2024)	Nil	N/A
Mr. Jude Gomes (Resigned w.e.f. 31.12.2023)	N/A	5,000

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	30.06.2024	31.12.2023
Public shareholding (%)	10.00	10.00
Public shareholders	2,268	1,715
Compliant under option 1 - float adjusted market capitalization (LKR Bn)	2.8	2.4

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 - Chairperson
S. Rajendra
D. H. Fernando
S. A. Appleyard
D. P. Gamlath
P.T. Wanigasekara

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

P.T. Wanigasekara - Chairperson
D. H. Fernando
S. Rajendra

Investment Committee

J. G. A. Cooray - Chairperson
P.T. Wanigasekara
Senath Jayatilake
Himani Weerasekera - Appointed w.e.f 22 July 2024
Asha Perera - Resigned w.e.f 30 June 2024
Shubham Jain
Angelo Keil

SLFRS-17 Steering Committee

S. A. Appleyard - Chairperson
S. Rajendra
Sherin Cader

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
Pan Asia Banking Corporation PLC

Reinsurance Panel

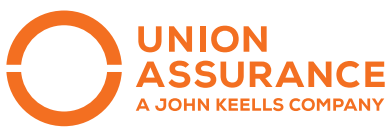
RGA
Hannover Re
Munich Re
Partner Re

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