MAURITIUS UNION

The Mauritius Union Assurance Company Limited

NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS - NINE MONTHS ENDED SEPTEMBER 30, 2009.

The Directors are pleased to present the condensed financial statements of the Group and the Company for the nine months ended September 30, 2009.

(a) Basis of Accounting

The interim financial statements of the Group have been prepared in accordance with International Financial Reporting Standards. The condensed interim financial statements for the nine months ended September 30, 2009 are unaudited and have been prepared on the same basis as the accounting policies set out in the statutory financial statements of the Group and the Company for the year ended December 31, 2008, except for the adoption of relevant amendments to existing standards, new published standards and interpretations issued now effective. Where necessary, comparative figures have been amended to conform with change in presentation in the current period. This interim report complies with IAS 34, "Interim Financial Reporting".

(b) Review of results - Group

The Group continues to record better results than those of the same period last year.

(i) Underwriting operations have generated a surplus of Rs110m for the nine months compared to Rs42m for the same period last year due to a growth in gross premiums and improved monitoring of claims.

(ii) The Group's net profit for the period amounted to Rs171m compared to Rs98m for the same period last year.

(iii) Earnings per share reached Rs8.47, compared to Rs4.84 for the nine months ended September 30, 2008.

(iv) Net assets per share increased from Rs51.71 at December 31, 2008 to Rs70.46 at September 30, 2009

(v) At September 30, 2009 the Life Assurance Fund amounted to Rs2,844m compared to Rs2,413m at January 01, 2009.

By order of the Board
Gilbert Poisson
Secretary
November 12, 2009

UNAUDITED CONDENSED BALANCE SHEETS - SEPTEMBER 30, 2009

	THE GROUP		THE COMPANY	
	UNAUDITED SEPTEMBER 30, 2009 Rs'000	AUDITED DECEMBER 31, 2008 Rs'000	UNAUDITED SEPTEMBER 30, 2009 Rs'000	AUDITED DECEMBER 31, 2008 Rs'000
ASSETS				
Non-current assets	4,030,218	3,373,484	1,583,563	1,161,331
Current assets	1,225,208	1,009,137	781,669	598,259
Total assets	5,255,426	4,382,621	2,365,232	1,759,590
EQUITY AND LIABILITIES				
Capital and reserves				
Owners' interest	1,412,066	1,036,211	1,405,723	860,443
Minority Interest	4,091	3,233	-	-
Total equity	1,416,157	1,039,444	1,405,723	860,443
Technical Provisions	851,067	767,919	851,067	767,919
Life Assurance Fund	2,844,162	2,412,918	-	-
Non-current liabilities	446	446	199	199
Current liabilities	143,594	161,894	108,243	131,029
Total equity and liabilities	5,255,426	4,382,621	2,365,232	1,759,590
	Rs	Rs		
Net assets per share (Rs)	70.46	51.71		
Number of shares in issue ('000)	20,040	20,040		

UNAUDITED CONDENSED INCOME STATEMENTS - 9 MONTHS ENDED SEPTEMBER 30, 2009

	THE GROUP				THE COMPANY			
	UNAUDITED 9 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000	UNAUDITED 3 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000	UNAUDITED 9 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000	UNAUDITED 3 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000
Gross premiums	**574,670**	**458,520**	**214,012**	**169,783**	**574,670**	**458,520**	**214,012**	**169,783**
Revenue	**445,353**	**353,433**	**154,331**	**133,684**	**438,459**	**346,590**	**151,839**	**119,403**
Underwriting surplus	**110,449**	**41,528**	**33,135**	**19,534**	**110,449**	**41,528**	**33,135**	**19,534**
Investment and other income	**148,764**	**123,237**	**39,991**	**32,696**	**140,331**	**118,355**	**37,021**	**32,411**
	259,213	**164,765**	**73,126**	**52,230**	**250,780**	**159,883**	**70,156**	**51,945**
Net profit for the period	**170,538**	**97,997**	**39,854**	**25,624**	**166,397**	**99,591**	**38,294**	**28,787**
Profit attributable to:								
Owners of the parent	**169,680**	**96,908**	**39,610**	**25,444**	**166,397**	**99,591**	**38,294**	**28,787**
Minority interest	**858**	**1,089**	**244**	**180**	**-**	**-**		
	170,538	**97,997**	**39,854**	**25,624**	**166,397**	**99,591**	**38,294**	**28,787**
Basic earnings per share for the period (Rs)	**8.47**	**4.84**	**1.98**	**1.27**				
Number of ordinary shares ('000)	**20,040**	**20,040**	**20,040**	**20,040**				

UNAUDITED CONDENSED BALANCE SHEETS - SEPTEMBER 30, 2009

	LIFE	
	UNAUDITED SEPTEMBER 30, 2009 Rs'000	AUDITED DECEMBER 31, 2008 Rs'000
ASSETS		
Non-current assets	2,441,310	2,034,113
Current assets	437,684	405,845
Total assets	2,878,994	2,439,958
Less:		
Non-current liabilities	199	199
Current liabilities	34,633	26,841
Life Assurance Fund	2,844,162	2,412,918

UNAUDITED CONDENSED STATEMENT OF COMPREHENSIVE INCOME - 9 MONTHS ENDED SEPTEMBER 30, 2009

	THE GROUP				THE COMPANY			
	UNAUDITED 9 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000	UNAUDITED 3 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000	UNAUDITED 9 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000	UNAUDITED 3 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000
Profit for the period	**170,538**	**97,997**	**39,854**	**25,624**	**166,397**	**99,591**	**38,294**	**28,787**
Other comprehensive income	**234,231**	**(215,299)**	**145,061**	**(167,627)**	**406,939**	**(196,379)**	**145,134**	**(127,515)**
Total comprehensive income for the period	**404,769**	**(117,302)**	**184,915**	**(142,003)**	**573,336**	**(96,788)**	**183,428**	**(98,728)**
Total comprehensive income attributable to:								
Owners of the parent	**403,911**	**(118,391)**	**184,671**	**(142,183)**	**573,336**	**(96,788)**	**183,428**	**(98,728)**
Minority interest	**858**	**1,089**	**244**	**180**	**-**	**-**	**-**	**-**
	404,769	**(117,302)**	**184,915**	**(142,003)**	**573,336**	**(96,788)**	**183,428**	**(98,728)**

UNAUDITED CONDENSED GENERAL BUSINESS REVENUE ACCOUNT - 9 MONTHS ENDED SEPTEMBER 30, 2009

	UNAUDITED 9 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000	UNAUDITED 3 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000
Gross premiums	**574,670**	**458,520**	**214,012**	**169,783**
Net earned premiums	438,459	346,590	151,841	119,403
Net claims incurred	(293,034)	(278,610)	(108,290)	(89,461)
Net commissions	(34,976)	(26,452)	(10,416)	(10,408)
Underwriting surplus	110,449	41,528	33,135	19,534

UNAUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY - 9 MONTHS ENDED SEPTEMBER 30, 2009

	Attributable to owners of the parent						
	Share capital	Revaluation and other reserves	Non distribuable share of Life Surplus	Retained earnings	Total	Minority interest	TOTAL
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
THE GROUP							
Balance at January 1, 2009	**200,400**	**427,528**	**45,200**	**363,083**	**1,036,211**	**3,233**	**1,039,444**
Total comprehensive income for the period	**-**	**173,255**	**60,976**	**169,680**	**403,911**	**858**	**404,769**
Dividends	**-**	**-**	**-**	**(28,056)**	**(28,056)**	**-**	**(28,056)**
Balance at September 30, 2009	**200,400**	**600,783**	**106,176**	**504,707**	**1,412,066**	**4,091**	**1,416,157**
Balance at January 1, 2008	**200,400**	**898,205**	**92,328**	**290,083**	**1,481,016**	**3,315**	**1,484,331**
Total comprehensive income for the period	-	(191,785)	(22,917)	96,311	(118,391)	1,089	(117,302)
Dividends	-	-	-	(24,048)	(24,048)	-	(24,048)
Balance at September 30, 2008	**200,400**	**706,420**	**69,411**	**362,346**	**1,338,577**	**4,404**	**1,342,981**

UNAUDITED CONDENSED LIFE ASSURANCE FUND - 9 MONTHS ENDED SEPTEMBER 30, 2009

	UNAUDITED 9 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000	UNAUDITED 3 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000
Premiums (Net of reassurances and discount)	**225,674**	**224,818**	**75,807**	**78,416**
Considerations for annuities	**806**	**2,242**	**-**	**954**
Investment and other income	**77,561**	**100,727**	**47,647**	**28,774**
Increase/(Decrease) in fair value of available-for-sale financial assets	**410,361**	**(369,284)**	**203,683**	**(288,132)**
	714,402	**(41,497)**	**327,137**	**(179,988)**
Surplus/(deficit) for the period	**492,220**	**(260,924)**	**261,484**	**(260,118)**
Fund at January 1,	**2,412,918**	**3,046,106**		
Surplus/(deficit) for the period	**492,220**	**(260,924)**		
Transfer (to)/from shareholders' share of Life Assurance Fund	**(60,976)**	**22,917**		
Fund at September 30,	**2,844,162**	**2,808,099**		

UNAUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY - 9 MONTHS ENDED SEPTEMBER 30, 2009

	Share capital	Revaluation and other reserves	Non distribuable share of Life Surplus	Retained earnings	TOTAL
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
THE COMPANY					
Balance at January 1, 2009	**200,400**	**270,354**	**45,200**	**344,489**	**860,443**
Total comprehensive income for the period	**-**	**329,052**	**60,976**	**183,308**	**573,336**
Dividends	**-**	**-**	**-**	**(28,056)**	**(28,056)**
Balance at September 30, 2009	**200,400**	**599,406**	**106,176**	**499,741**	**1,405,723**
Balance at January 1, 2008	**200,400**	**642,412**	**92,328**	**265,113**	**1,200,253**
Total comprehensive income for the period	-	(173,462)	(22,917)	99,591	(96,788)
Dividends	-	-	-	(24,048)	(24,048)
Balance at September 30, 2008	**200,400**	**468,950**	**69,411**	**340,656**	**1,079,417**

UNAUDITED CONDENSED CASH FLOW STATEMENTS - 9 MONTHS ENDED SEPTEMBER 30, 2009

	THE GROUP		THE COMPANY	
	UNAUDITED 9 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000	UNAUDITED 9 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000
Net cash generated from operating activities	**138,127**	**258,272**	**136,124**	**261,578**
Net cash used in investing activities	**(97,699)**	**(223,378)**	**(97,430)**	**(227,145)**
Net cash used in financing activities	**(28,056)**	**(24,048)**	**(28,056)**	**(24,048)**
Net increase in cash and cash equivalents	**12,372**	**10,846**	**10,638**	**10,385**
Movement in cash and cash equivalents				
At January 1,	**109,024**	**51,554**	**105,287**	**47,070**
Increase	**12,372**	**10,846**	**10,638**	**10,385**
At September 30,	**121,396**	**62,400**	**115,925**	**57,455**

UNAUDITED CONDENSED CASH FLOW STATEMENTS - LIFE BUSINESS - 9 MONTHS ENDED SEPTEMBER 30, 2009

	UNAUDITED 9 MONTHS ENDED SEPTEMBER 30, 2009 Rs'000	SEPTEMBER 30, 2008 Rs'000
Net cash generated from/(used in) operating activities	**93,412**	**(23,283)**
Net cash used in investing activities	**(265,898)**	**(23,129)**
Net decrease in cash and cash equivalents	**(172,486)**	**(46,412)**
Movement in cash and cash equivalents		
At January 1,	**270,159**	**52,338**
Net decrease	**(172,486)**	**(46,412)**
At September 30,	**97,673**	**5,926**

UNAUDITED CONDENSED SEGMENTAL REPORTING - 9 MONTHS ENDED SEPTEMBER 30, 2009

	THE GROUP				LIFE
	Casualty Rs'000	Property Rs'000	Other Rs'000	Total Rs'000	Total Rs'000
Segment income	**525,591**	**74,736**	**8,434**	**608,761**	**304,879**
Segment results	**144,260**	**25,896**	**4,457**	**174,613**	**82,056**
Increase in fair value of available-for-sale financial assets				**-**	**410,361**
Share of results of associates				**(151)**	**(197)**
Profit/surplus before taxation				**174,462**	**492,220**
Taxation				**(3,924)**	**-**
Net profit/surplus for the period				**170,538**	**492,220**

UNAUDITED CONDENSED SEGMENTAL REPORTING - 9 MONTHS ENDED SEPTEMBER 30, 2008

	THE GROUP				LIFE
	Casualty Rs'000	Property Rs'000	Other Rs'000	Total Rs'000	Total Rs'000
Segment income	**417,495**	**61,623**	**8,782**	**487,900**	**328,590**
Segment results	**74,749**	**23,872**	**5,442**	**104,063**	**111,896**
Decrease in fair value of available-for-sale financial assets				**-**	**(369,284)**
Share of results of associates				**(3,135)**	**(3,536)**
Profit/(deficit) before taxation				**100,928**	**(260,924)**
Taxation				**(2,931)**	**-**
Net profit/(Deficit) for the period				**97,997**	**(260,924)**
Total assets					
September 30, 2009	**4,281,120**	**956,716**	**17,590**	**5,255,426**	**2,878,994**
September 30, 2008	**3,816,378**	**853,184**	**369,578**	**5,039,140**	**2,831,849**
December 31, 2008	**3,341,673**	**754,452**	**286,496**	**4,382,621**	**2,439,958**

DIVIDEND PER SHARE

	THE GROUP				THE COMPANY			
	UNAUDITED 9 MONTHS ENDED SEPTEMBER 30, 2009 Rs	SEPTEMBER 30, 2008 Rs	UNAUDITED 3 MONTHS ENDED SEPTEMBER 30, 2009 Rs	SEPTEMBER 30, 2008 Rs	UNAUDITED 9 MONTHS ENDED SEPTEMBER 30, 2009 Rs	SEPTEMBER 30, 2008 Rs	UNAUDITED 3 MONTHS ENDED SEPTEMBER 30, 2009 Rs	SEPTEMBER 30, 2008 Rs
Dividend per share	1.4	1.2	1.4	1.2	1.4	1.2	1.4	1.2

This Communiqué is issued pursuant to Listing Rule 12.20 and published as per the Securities Act 2005

The Board of Directors of the Mauritius Union Assurance Company Limited accepts full responsibility for the accuracy of the information contained in this interim report. Copies of this interim report and the statement of direct and indirect interests of each officer of the Company are available to the public, free of charge from the Company Secretary, at the registered office of the Company.