A PILLAR OF STRENGTH

ADAMIEEHOUSE

CONDENSED INTERIM FINANCIAL INFORMATION FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021

-



Adamjee Insurance has a legacy of providing protection and security to our customers, securing their futures so that they have the confidence to make the most of the present

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VISION & MISSION

Our will is to **Explore, Innovate** and **Differentiate**. Our passion is to provide **leadership** to the insurance industry.

CORE VALUES

- Integrity Transparency and honesty without compromise
- Humility Empathy, self-esteem and respect in all relationships
- Fun at Workplace Work-life balance
- Corporate Social Responsibility Service to humanity

Company Information

BOARD OF DIRECTORS

| Umer Mansha | Chairman |
|-----------------------|---|
| Ibrahim Shamsi | Director |
| Imran Maqbool | Director |
| Muhammad Anees | Director |
| Muhammad Arif Hameed | Director |
| Sadia Younas Mansha | Director |
| Shaikh Muhammad Jawed | Director |
| Muhammad Ali Zeb | Managing Director & Chief Executive Officer |

ADVISOR

Mian Muhammad Mansha

AUDIT COMMITTEE

| Muhammad Anees | Chairman |
|-----------------------|----------|
| Ibrahim Shamsi | Member |
| Shaikh Muhammad Jawed | Member |
| Umer Mansha | Member |
| offici Malona | 10111001 |

ETHICS, HUMAN RESOURCE AND REMUNERATION COMMITTEE

| Muhammad Anees | Chairman |
|------------------|----------|
| Ibrahim Shamsi | Member |
| Muhammad Ali Zeb | Member |
| Umer Mansha | Member |

INVESTMENT COMMITTEE

Umer Mansha Imran Maqbool Muhammad Ali Zeb Muhammad Asim Nagi Chairman Member Member Member

COMPANY SECRETARY

Tameez ul Haque, FCA

CHIEF FINANCIAL OFFICER

Muhammad Asim Nagi, FCA

EXECUTIVE MANAGEMENT TEAM

Muhammad Ali Zeb Muhammad Asim Nagi Adnan Ahmad Chaudhry Asif Jabbar Muhammad Salim Iqbal

AUDITORS

Yousuf Adil Chartered Accountants 134-A, Abu Bakar Block New Garden Town Lahore, Pakistan

SHARIAH ADVISOR

Mufti Muhammad Hassan Kaleem

SHARE REGISTRAR

CDC Share Registrar Services Ltd CDC House, 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi-74400 Tel: (92) 0800-23275 Fax: (92-21) 34326053

BANKERS

Askari Bank Limited Abu Dhabi Commercial Bank, UAE Allied Bank Limited Bank Alfalah Limited Bank Al-Habib Limited Bank Islami Pakistan Limited Dubai Islamic Bank Pakistan Limited FINCA Microfinance Bank Limited Habib Bank Limited Habib Metropolitan Bank Khushali Bank Limited MCB Bank Limited MCB Islamic Bank Limited Meezan Bank Limited Mobilink Microfinance Bank Limited National Bank of Pakistan Samba Bank Limited Soneri Bank Limited The Punjab Provincial Cooperative Bank Limited United Bank Limited Zarai Taraqiati Bank Limited

REGISTERED OFFICE

Adamjee House, 80/A, Block E-1, Main Boulevard, Gulberg III, Lahore - 54000, Pakistan Phone: (92-42) 35772960-79 Fax (92-42) 35772868 Email: info@adamjeeinsurance.com Web: www.adamjeeinsurance.com

Directors' Review

to the Members on Unconsolidated Condensed Interim Financial Information (Unaudited) For nine months period ended 30 September 2021

On behalf of the Board, we are pleased to present the unaudited unconsolidated condensed interim financial information of the Company for the nine months ended 30 September 2021.

Financial Highlights:

The highlights for the period under review are as follows:

| The highlights for the period dirder review are as follows. | (Unai | (Unaudited) | |
|---|-------------------------|----------------------|--|
| | 30 September 2021 | 30 September 2020 | |
| | Rupees in | thousand ——— | |
| Gross Premium | 18,555,323 | 14,441,110 | |
| Net Premium | 9,092,359 | 10,357,853 | |
| Underwriting results | 711,687 | 553,939 | |
| Investment Income | 2,179,044 | 914,799 | |
| Profit before tax | 3,120,639 | 1,754,626 | |
| Profit after tax | 2,271,381 | 1,188,486 | |
| | (Unau | udited) | |
| | 30 September | 30 September | |
| | 2021 ———— Rup | 2020 | |
| Earnings per share | 6.49 | 3.40 | |

Performance Review:

The Gross Premium of the Company increased by 28% while the Net Premium decreased by 12%. Overall underwriting profit increased by 28% over the corresponding period of last year. Investment income, profit before tax and profit after tax also showed sharp increase of 138%, 78% and 91% respectively.

Window Takaful Operations:

The written contribution and Surplus of Participants' Takaful Fund are Rs. 1,109,270 thousands (2020: Rs. 1,178,270 thousands) and Rs. 41,562 thousands (2020: Rs. 26,146 thousands) respectively. The operator has gained 31% and 36% growth in contribution written in Motor and Marine, Aviation & Transport lines of businesses but there is a 60% decline in contribution written of Accident & health line of business. Window Takaful Operations profit before tax amounts to Rs. 97,561 thousands for the period ended 30 September 2021 (2020: Rs. 124,967 thousands).

Future Outlook:

Following the economic devastation caused by COVID-19 in previous periods, all global economies including Pakistan are now on a rebound. The Government of Pakistan has taken deft steps, such as vaccinations and strict adherence to SOPs to limit the impacts of this pandemic. Due to these efforts the economic situation of the country has shown signs of improvements and we are now observing financial recovery in all sectors. The Economy of the Country showed strong growth of 3.94 % which surpasses growth targets and initial growth projections. The SBP has also raised the policy rate by 25 basis points to 7.25% in its Monetary Policy Committee meeting held on 20 September, 2021. The rise in the policy rate has been made following the fast paced economic recovery and sharp increase in domestic demand in an attempt to sustain the economic development.

Acknowledgements:

We would wholeheartedly like to thank our shareholders, valued customers, employees and development staff for their consistent support that has helped Adamjee Insurance emerge as one of the Pakistan's leading insurance company. We are also grateful to the Securities & Exchange Commission of Pakistan and the State Bank of Pakistan for their continued guidance and assistance.

For and on behalf of the Board

Shaikh Muhammad Jawed Director

Muhammad Ali Zeb Managing Director &

Chief Executive Officer

Lahore: 28 October 2021

غیر مجتمع مختصرعبوری مالیاتی معلومات (غیرآ ڈٹ شدہ) پر ممبران كود اتريك شرز كاجائزه بابت نوما بن مختتمه 30 ستمبر 2021ء

بورڈ کی جانب سے 30 ستمبر 2021ء کوختم ہونے والی نوماہی کیلیے کمپنی کی غیر آ ڈٹ شدہ غیر جمتع عبور کی مالیاتی گوشوارے پیش کرنا ہمارے لیے باعث مِسترت ہے۔

| (غيرآ ڈٹ شدہ) |
|--------------------------------|
| 30 ئىتمبر 2021ء 30 ئىتبر 2020ء |
| ېژاررو په ځېن |
| 14,441,110 18,555,323 |
| 10,357,853 9,092,359 |
| 553,939 711,687 |
| 914,799 2,179,044 |
| 1,754,626 3,120,639 |
| 1,188,486 2,271,381 |
| (غيرآ ۋٹ شدہ) |
| 30 ئىتبر 2021ء 30 ئىتبر 2020ء |
| روپي |
| 3.40 6.49 |
| |

کارکردگی کاجائزہ

سمپنی کی مجموعی اقساط (گراس پریمیم) میں %28اضافہ ہوا جبکہ خالص اقساط (نیٹ پر نیمیم) میں %12 تک کی کی واقع ہوئی۔ پیچلے سال کے اس مڈت کے مقابلے میں انڈررائٹنگ منافع میں %28 کااضافہ ہوا۔سرمایہ کاری کی آمدن ، منافع قبل ازئیکس اور منافع بعد ازئیک میں علی التر تیب %138 ، %78اور %91 کا زبر دست اضافہ ہوا۔

ونذو تكافلآ يريشنر

تحریر شدہ کنٹری بیوثن اور پارٹیسپنٹس تکافل فنڈ کاسریلس علی الترتیب-1,109,270 ہزاررو پے(2020ء میں-1,178,270 ہزاررو پے) تھا۔ آپریٹر نے موٹر اور میرین، ایوی ایثن اور ٹرانی تون برنسز میں %31 اور %36 کاتحریر شدہ کنٹری بیوثن میں اضافہ حاصل کیالیکن ایکسیڈٹ اینڈ ہیلیتھ لائن آف بزنس کے تحریر شدہ کنٹری بیوثن میں %60 کی کمی دیکھی گئی۔ ونڈونکافل آپریشنز کا منافع قبل از ٹیکس 30 متر 2021ء کوثتم شدہ مذت کسیلئے-19,561 ہزاررو ہے، وگلیا (2020ء میں-1,178) کی کھی

توقعات مستقبل

پیچلے دنوں کووڈ 19 کی وجہ سے معاثی تباہی کے بعد، پوری کی پوری عالمی معیشت جس میں پاکستان بھی شامل ہے ایک بار پھرا نہمرنے کی طرف گامزن ہیں۔ حکومتِ پاکستان نے عمین اقدامات کیے ہیں جیسے اس وبا کے اثرات کو محدودر کھنے کیلیے ویکسینیشز اورایں او بیز پر تخق سے مملدرآ مد۔ ان کوششوں کی وجہ سے ملکی معاثی معافی کی معافی مورتحال میں بہتری کے آثار نظر آنا شروع ہو گئے ہیں اوراب ہم تقریباً تمام ہی شعبوں میں مالیاتی بحالی کا مشاہدہ کررہے ہیں۔ ملکی معیشت نے 3.94 کی متحکم منوطا ہر کی ہے جس نے ترقی کے اہداف اورابتدائی نموکی پیش کوئیوں سے بھی تجاوز کیا ہے۔ بینک دولت پاکستان نے بھی این مالیاتی پالیسی کمیٹی اجلاس جو کہ 20 مشاہدہ کررہے ہیں۔ ملکی معیشت نے 3.94 کی متحکم منوطا ہر کی ہے جس نے ترقی کے اہداف اورابتدائی نموکی پیش کوئیوں سے بھی تجاوز کیا ہے۔ پس

اعتراف

ہم اپے شیئر ہولڈرز،معززصارفین،ملاز مین اورتر قیاتی عملےکا اُن کی مستقل معاونت پر تہردِل سے شکر بیادا کرتے ہیں جنھوں نے آ دکھی انشورنس کو پاکستان کی بڑ می اورنمایاں انشورنس کمپنی بننے میں مدد کی ۔ہم سکیور ٹیز اینڈ ایسی پنیشن آف پاکستان اوراسٹیٹ بینک آف پاکستان کی مستقل کی معاونت اور فراہم کردہ رہنمائی کو بھی سراہتے ہیں ۔

منجانب وبرائے بورڈ شيخ محمه جاديد ڈ ائر یکٹر منيجنك ڈائر يكٹراينڈ چيف ايگزيکٹيوآ فيسر

لا ہور:28ا کتو بر 2021ء

UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION

NINE MONTHS ENDED 30 SEPTEMBER 2021

Unconsolidated Condensed Interim Statement of Financial Position As at 30 September 2021

| Joint Characterization Joint Characterization Joint Characterization Assets Property and equipment 8 4,554,043 8,187 Investment Property 10 401,896 10,97,900 10,97,900 Investment Doperty 11 2,662,436 1,097,900 10,97,900 Equity securities 12 18,842,367 19,194,460 15,323,367 19,194,460 Debt securities 13 377,211 373,311 Ten deposits 16 8,607,225 4,757,9151 Charman out other receivable 15 6,65,197 5,929,062 5,922,062 3,932,011 3,923,910 13,32,041 5,923,062 5,923,062 5,923,062 4,97,9151 5,923,062 4,97,9151 5,923,062 5,923,062 4,93,911,01 10,914,403 10,914,403 10,914,403 10,914,403 10,923,910 13,32,944 13,32,924 13,32,944 13,32,944 13,32,944 13,32,944 13,32,944 13,32,944 13,32,944 13,32,944 13,22,944 13,22,944 14,22,91,132 14,22,91,132 14,22,91,132 | | Note | 30 September 2021 | 31 December 2020 | |
|--|--|------|---|---------------------------------------|--|
| Assets (Unmudited) (Andited) Property and equipment 8 4,554,043 4,467,919 Intragible assets 9 92,206 401,896 401,896 Investment Property 10 401,896 401,896 401,896 Investment Subsidiary 11 2,662,436 1097,900 105,200 401,896 402,917 529,0162 479,9151 537,303 532,896 439,310,31 532,896 439,31,201 314,343 270,22,296 340,431 270,22,296 340,431 270,22,296 340,431 270,22,296 340,431 270,22,296 340,431 270,275 342,231 314,274 314,294 376,434 279,213 347,444 459,21,014 341,835 342,451 343,444 347,44 | | | (Dupos in f | housand) | |
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| Deriv securities 13 377,211 374,331 Term deposits 14 6.65,1917 5229,062 Loans and other receivable 15 6.15729 522,826 Insurance / reinsurance receivables 16 8,607,225 4,759,151 Salvage recoveries against outstanding claims 7,008,186 5222,206 207,275 Deferred commission expense / Acquisition cost 1,052,910 73,1319 342,271 Total assets of Window Takaful Operations - Operator's Fund 19 693,437 589,148 Total assets 59,976,482 49,520,149 42,231,89 Liabilities 20 3,293,845 4,486,946 Unagree receivable 23,500,000 3,500,000 3,500,000 Reserves 20 3,293,855 4,486,946 Unagree reliabilities 20 3,293,855 4,486,946 Unagree dreins incluing IBNR 12,246,522 10,768,040 Unagree dreins incluing IBNR 21,224,513 21,353,41 Unagree dreins incluing IBNR 13,187 245,318 Unagree dreinsi | | 10 | 10.242.267 | 10 10 4 4 50 | |
| Tem deposits 14 6.651,917 5.929,002 Loans and other receivables 15 615,729 582,896 Instrance / receivables 16 8.607,225 4.759,151 Reinstrance receivables 16 8.607,225 4.759,151 Stalvage recoveries accrued 304,0432 270,275 Deferred commission expense / Acquisition cost 1.052,910 731,319 Taxation - payment less provisions 17 5,787,119 3,422,781 Cash and bank 18 2,591,950 1,312,044 489,31,001 Total assets of Window Takaful Operations - Operator's Fund 19 693,437 589,148 Total Assets 59,976,482 49,520,149 49,520,149 Equity And Liabilities 3,500,000 3,500,000 3,500,000 Ordinary share capital 20 3,250,649 22,234,859 Liabilities 12,086,375 10,768,040 14,247,913 Unaperopriated Profit 12,246,522 83,64,74 1,375,394 Unaperopriated Profit 12,246,522 10,768,040 8,463,91 <td></td> <td></td> <td></td> <td></td> | | | | | |
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| Reinsurance recoveries against outstanding claims 7,008,186 5.922.296 Salvage recoveries accured 270.275 340,432 270.275 Deferred commission expense / Acquisition cost 194,18 376,484 340,422 781,119 Cash and bank 17 2,591,950 1,312,044 59,283,045 48,931,001 Total assets of Window Takaful Operations - Operator's Fund 19 693,437 589,148 Total assets 59,976,482 49,520,149 49,520,149 Equity And Liabilities 59,976,482 49,520,149 49,520,149 Capital and reserves attributable to Company's equity holders 20 3,500,000 3,500,000 Ordinary share capital 20 3,203,855 4,486,946 Unappropriated Profit 12,206,375 10,768,040 Unaperoprinted Profit 12,206,375 10,768,040 Unaerweiting provisions 131,837 245,318 Outstanding claims including IBNR 12,206,375 10,768,040 Underweiting provisions 31,837 231,234 107,753,94 Deferred transino 31,837 231,334 131,753,34 137,534 | | | | | |
| Salvage recoveries accrued 340,432 270,275 Deferred commission expense / Acquisition cost 1,052,010 731,319 Taxtation - payment less provisions 17 2,787,110 3,422,781 Cash and bank 18 5,787,110 3,422,781 1,312,044 Total assets of Window Takaful Operations - Operator's Fund 19 693,437 589,148 Total Assets 59,976,482 49,520,149 49,520,149 Equity And Liabilities 20 3,500,000 3,500,000 Reserves 20 3,293,855 4,486,946 Underwriting provisions 20 3,293,855 4,486,946 Underwriting provisions 22,2350,649 22,234,899 22,234,899 Underwriting provisions 11,2,086,975 10,768,040 8,366,434 Uncarred reinsurance commission 8,138 231,234 197,232 Deferred taxion 8,304,11,375,394 166,3671 1,497,359 166,3674 Underwriting provisions 8,304,11,375,394 14,375,394 14,375,394 Deferred taxion 8,304,11,375,394 166,3671 1,497,359 166,3674 | | 10 | | | |
| Deferred commission expense / Acquisition cost 1,052,910 731,319 Taxation - payment less provisions 17 5,787,119 3,422,781 Cash and bank 18 2,591,050 1,312,044 Total assets of Window Takaful Operations - Operator's Fund 19 693,437 589,148 Total Assets 59,976,482 49,520,149 Equity And Liabilities 20 3,500,000 3,500,000 Capital and reserves attributable to Company's equity holders 20 3,290,855 4,486,946 Unappropriated Profit 15,556,794 14,247,913 22,234,859 Liabilities Underwriting provisions 20 3,290,857 10,768,400 Unapropriated Profit 12,086,375 10,768,401 12,246,522 8,366,434 Unaper entium reserves 11,837 245,318 245,318 245,318 Ortisanding claims including IBNR 311,837 245,318 14,757,349 14,757,349 14,647,359 166,364 137,3539 166,364 137,3539 166,364 39,944 14,757,347 149,359 166,364 < | | | | | |
| Traction - payment less provisions 17 194,418 376,434 Prepayments 17 259,250,014 3,227,81 Cash and bank 18 259,253,045 48,931,001 Total assets of Window Takaful Operations - Operator's Fund 19 693,437 589,148 Total Assets 59,976,482 49,520,149 Equity And Liabilities 59,976,482 49,520,149 Cordinary share capital 3,500,000 3,500,000 Reserves 20 3,293,855 4,486,946 Unappropriated Profit 15,556,794 14,247,913 Total Assets 20 3,290,649 22,234,859 Liabilities 21,246,522 8,366,434 Unappropriated Profit 12,246,522 8,366,434 Unaermed reinsurance commission 11,2,246,522 8,366,434 Unearmed reinsurance commission 11,2,246,522 8,366,434 Unearmed reinsurance commission 11,375,394 14,273,319 Borrowings 14,477,359 166,367 1,375,394 Deferred traation 8,439 14,767 Premium received in advance 450,346 399,494 Insurance / reinsurance payables 21 27,381,70 1,806,196 Ober creditors and acernals 2 | | | | | |
| Prepayments 17 5,787,119 3,422,781 Cash and bank 18 2,501,950 1,312,044 59,283,045 48,931,001 Total assets of Window Takaful Operations - Operator's Fund 19 693,437 589,148 Total Assets 59,976,482 49,520,149 Equity And Liabilities 3,500,000 3,500,000 Cordinary share capital 20 3,500,000 3,500,000 Reserves 20 3,293,855 4,486,946 Unappropriated Profit 15,556,794 14,247,913 Total Equity 22,234,859 22,234,859 Liabilities 0utsanding claims including IBNR 12,246,522 8,366,434 Unearned premium reserves 11,312,41 197,232 245,318 Borrowings 13,1837 245,318 245,318 Deferred taxation 13,437,339,41 1,375,334 14,375,334 Borrowings 14,477,313 14,477,313 14,576 Deferred grant income 48,3464 39,944 1,375,334 Orderedigrant income | | | | | |
| Cash and bank 18 2,591,950 1,312,044 Total assets of Window Takaful Operations - Operator's Fund 19 693,437 589,148 Total Assets 59,976,482 49,520,149 Equity And Liabilities Capital and reserves attributable to Company's equity holders 3,500,000 3,500,000 Ordinary share capital Reserves 20 3,500,000 3,500,000 Unappropriated Profit 15,556,574 14,247,913 Total Assets 20 3,233,855 4,486,946 Unappropriated Profit 15,556,574 14,247,913 22,234,859 Liabilities Underwriting provisions 21,246,822 8,366,434 Unearned premium reserves 12,246,522 10,768,040 1,317,34 Deferred grant income 13,13,74 197,232 14,375,394 Borrowings 14,497,359 166,367 14,497,359 166,367 Deferred grant income 14,497,359 166,367 3,308,84 3,99,444 3,308,84 3,99,444 3,308,84 3,99,444 3,31,981 6,272,152 3,308,84 3,99,444 3 | | 17 | · · · · · · | | |
| 59,283,045 48,931,001 Total assets of Window Takaful Operations - Operator's Fund 19 693,437 589,148 Total Assets 59,976,482 49,520,149 Equity And Liabilities Capital and reserves attributable to Company's equity holders 3,500,000 3,500,000 Ordinary share capital Reserves 20 3,293,855 4,486,946 Unappropriated Profit 15,556,794 14,247,913 Total Equity 22,234,859 20 3,203,855 Liabilities 0ustanding claims including IBNR 12,086,375 10,768,040 Underwriting provisions 0ustanding claims including IBNR 231,224 8,366,344 Underwriting provisions 311,837 245,318 245,318 Deferred taxation 84,39 14,767 166,364 Borrowings 21 2,738,170 166,364 Deferred grant income 84,39 14,767 450,346 Insurance / reinsurance payables 21 2,738,170 166,366 Other creditors and accruals 21 2,738,170 633,198 672,357 | | | | | |
| Total assets of Window Takaful Operations - Operator's Fund19693,437589,148Total Assets59,976,48249,520,149Equity And Liabilities Capital and reserves attributable to Company's equity holders203,500,0003,500,000Ordinary share capital Reserves203,500,0003,500,000Reserves203,232,8554,486,946Unappropriated Profit Total Equity12,086,37510,768,040Underwriting provisions12,086,37510,768,040Outstanding claims including IBNR Unearned reinsurance commission11,086,37510,768,040Borrowings Deferred taxation Borrowings12,086,37510,768,040Deferred grant income Premium reserves11,086,37710,66,377Deferred grant income Premium reserves2122,738,17016,6377Deferred grant income Premium reserves2127,381,7001,806,196Ortal liabilities of Window Takaful Operations - Operator's Fund19286,554242,797Total Equity and Liabilities59,976,48249,520,149 | | 10 | | | |
| Total Assets 59,976,482 49,520,149 Equity And Liabilities Capital and reserves attributable to Company's equity holders 3,500,000 3,500,000 Ordinary share capital Reserves 20 3,203,855 4,486,946 Unappropriated Profit 15,556,794 14,247,913 22,2350,649 22,234,859 Liabilities Underwriting provisions 12,246,522 10,768,049 12,246,522 8,366,434 Unearned reinsurance commission 11,837 245,318 245,318 197,232 Deferred taxation 863,647 1,375,394 166,367 16,3676 Deferred grant income 8,439 14,77,39 166,367 16,367 Premium received in advance 1,397,394 166,367 1,375,394 16,367 Deferred grant income 21 2,2738,170 1,806,196 39,9494 Insurance / reinsurance payables 21 2,738,170 1,806,196 672,215 Other creditors and accruals 21 2,738,170 1,806,196 672,367 Opposits and other liabilities GWINOW Takaful Operations - Operator's Fund <td></td> <td></td> <td>, ,</td> <td></td> | | | , , | | |
| Equity And Liabilities Capital and reserves attributable to Company's equity holders Ordinary share capital Reserves 3,500,000 3,500,000 Reserves 20 3,293,855 4,486,946 Unappropriated Profit 15,556,794 14,247,913 Total Equity 22,350,649 22,234,859 Liabilities Underwriting provisions 12,086,375 10,768,040 Outstanding claims including IBNR 12,246,522 8,366,434 Unearned premium reserves 131,837 245,518 Deferred traation 863,647 137,539 166,367 Deferred traation 8,439 14,767 39,944 Premium received in advance 8,439 14,767 39,944 Insurance / reinsurance payables 21 2,738,170 1,806,196 Opposits and other liabilities 21 2,738,170 1,806,196 Opposits and other liabilities 59,976,482 49,20,149 | Total assets of Window Takaful Operations - Operator's Fund | 19 | 693,437 | 589,148 | |
| Labilities 3,500,000 3,500,000 Reserves 20 3,293,855 4,486,946 Unappropriated Profit 15,556,794 14,247,913 Total Equity 22,330,649 22,234,859 Liabilities 12,086,375 10,768,040 Underwriting provisions 11,246,522 8,366,434 Unearmed premium reserves 11,245,222 8,364,344 Unearmed reinsurance commission 311,837 245,318 Retirement benefit obligation 1,497,359 166,6375 Deferred grant income 8,439 14,767 Premium received in advance 8,439 14,767 Premium received in advance 8,439 14,767 Premium received in advance 3,030,884 399,494 Insurance / reinsurance payables 21 2,738,170 1,806,316 Deposits and other liabilities 21 2,738,170 1,806,196 672,357 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 <td>Total Assets</td> <td></td> <td>59,976,482</td> <td>49,520,149</td> | Total Assets | | 59,976,482 | 49,520,149 | |
| Reserves 20 3,293,855 4,486,946 Unappropriated Profit 15,556,794 14,247,913 22,239,649 22,234,859 Liabilities 22,350,649 22,234,859 22,234,859 Liabilities 12,086,375 10,768,040 Uncarned premium reserves 12,246,522 8,366,434 Unearned premium reserves 11,245,522 8,366,434 Unearned reinsurance commission 8,337 245,318 Retirement benefit obligation 231,234 197,232 Deferred taxation 863,647 1,375,394 Borrowings 8,439 14,767 Deferred grant income 8,439 14,767 Premium received in advance 6,677,152 3,030,884 Other creditors and accruals 21 2,738,170 1,806,196 Deposits and other liabilities 21 2,738,170 1,806,196 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Lepuity and Liabilities 59,976,482 49,520,149 | | | | | |
| Reserves 20 3,293,855 4,486,946 Unappropriated Profit 15,556,794 14,247,913 22,239,649 22,234,859 Liabilities 22,350,649 22,234,859 22,234,859 Liabilities 12,086,375 10,768,040 Uncarned premium reserves 12,246,522 8,366,434 Unearned premium reserves 11,245,522 8,366,434 Unearned reinsurance commission 8,337 245,318 Retirement benefit obligation 231,234 197,232 Deferred taxation 863,647 1,375,394 Borrowings 8,439 14,767 Deferred grant income 8,439 14,767 Premium received in advance 6,677,152 3,030,884 Other creditors and accruals 21 2,738,170 1,806,196 Deposits and other liabilities 21 2,738,170 1,806,196 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Lepuity and Liabilities 59,976,482 49,520,149 | Ordinary share capital | | 3.500.000 | 3 500 000 | |
| Unappropriated Profit 15,55,794 14,247,913 Total Equity 22,350,649 22,234,859 Liabilities Underwriting provisions 12,086,375 10,768,040 Outstanding claims including IBNR 12,246,522 8,366,434 Unearned premium reserves 12,246,522 8,366,434 Unearned reinsurance commission 231,234 197,232 Deferred taxation 863,647 1,375,394 Deferred grant income 8,439 14,767 Premium received in advance 450,346 399,494 Insurance / reinsurance payables 21 2,738,170 1,806,196 Other creditors and accruals 21 2,738,170 1,806,196 672,367 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 49,520,149 | | 20 | , , | | |
| Total Equity 22,350,649 22,234,859 Liabilities Underwriting provisions 0utstanding claims including IBNR 12,086,375 10,768,040 Unearned premium reserves 12,246,522 8,366,434 311,837 245,318 Unearned reinsurance commission 311,837 245,318 245,318 197,232 Deferred taxation 863,647 1,375,394 166,367 14,97,359 166,667 Deferred grant income 8,439 14,767 8,439 14,767 399,494 Insurance / reinsurance payables 0ther creditors and accruals 21 2,738,170 1,806,196 6272,357 Deposits and other liabilities 21 2,738,170 1,806,196 672,367 37,339,279 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 242,797 Total Equity and Liabilities 59,976,482 49,520,149 49,520,149 49,520,149 | | | , , | | |
| Underwriting provisions 12,086,375 10,768,040 Unearned premium reserves 12,246,522 8,366,434 Unearned reinsurance commission 311,837 245,318 Retirement benefit obligation 231,234 197,232 Deferred taxation 863,647 1,375,394 Borrowings 1,497,359 166,367 Deferred grant income 8,439 14,767 Premium received in advance 450,346 399,494 Insurance / reinsurance payables 21 2,738,170 1,806,196 Other creditors and accruals 21 27,331,292 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 | | | | | |
| Underwriting provisions 12,086,375 10,768,040 Unearned premium reserves 12,246,522 8,366,434 Unearned reinsurance commission 311,837 245,318 Retirement benefit obligation 231,234 197,232 Deferred taxation 863,647 1,375,394 Borrowings 1,497,359 166,367 Deferred grant income 8,439 14,767 Premium received in advance 450,346 399,494 Insurance / reinsurance payables 21 2,738,170 1,806,196 Other creditors and accruals 21 27,331,292 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 | | | | | |
| Outstanding claims including IBNR 12,086,375 10,768,040 Unearned premium reserves 12,246,522 8,366,434 Unearned reinsurance commission 311,837 245,318 Retirement benefit obligation 231,234 197,232 Deferred taxation 863,647 1,375,394 Borrowings 1,497,359 166,367 Deferred grant income 8,439 14,767 Premium received in advance 450,346 399,494 Insurance / reinsurance payables 21 2,738,170 1,806,196 Other creditors and accruals 21 2,738,170 1,806,196 Deposits and other liabilities 21 27,042,493 37,339,279 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 | | | | | |
| Unearned premium reserves 12,246,522 8,366,434 Unearned reinsurance commission 311,837 245,318 Retirement benefit obligation 231,234 197,232 Deferred taxation 863,647 1,375,394 Borrowings 1,497,359 166,367 Deferred grant income 8,439 14,767 Premium received in advance 450,346 399,494 Insurance / reinsurance payables 6,272,152 3,030,884 Other creditors and accruals 21 2,738,170 1,806,196 Deposits and other liabilities 21 27,042,493 37,339,279 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 | | | 12.096.275 | 10.769.040 | |
| Unearned reinsurance commission 311,837 245,318 Retirement benefit obligation 231,234 197,232 Deferred taxation 863,647 1,375,394 Borrowings 1,497,359 166,367 Deferred grant income 8,439 14,767 Premium received in advance 450,346 399,494 Insurance / reinsurance payables 6,272,152 3,030,884 Other creditors and accruals 21 2,738,170 1,806,196 Deposits and other liabilities 633,198 672,367 37,339,279 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 | | | | | |
| Retirement benefit obligation 231,234 197,232 Deferred taxation 863,647 1,375,394 Borrowings 1,497,359 166,367 Deferred grant income 8,439 14,767 Premium received in advance 450,346 399,494 Insurance / reinsurance payables 6,272,152 3,030,884 Other creditors and accruals 21 2,738,170 1,806,196 Deposits and other liabilities 633,198 672,367 37,339,279 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 | - | | | | |
| Deferred taxation 863,647 1,375,394 Borrowings 1,497,359 166,367 Deferred grant income 8,439 14,767 Premium received in advance 450,346 399,494 Insurance / reinsurance payables 6,272,152 3,030,884 Other creditors and accruals 21 2,738,170 1,806,196 Deposits and other liabilities 633,198 672,367 37,339,279 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 | | | | | |
| Borrowings 1,497,359 166,367 Deferred grant income 8,439 14,767 Premium received in advance 450,346 399,494 Insurance / reinsurance payables 6,272,152 3,030,884 Other creditors and accruals 21 2,738,170 1,806,196 Deposits and other liabilities 633,198 672,367 37,339,279 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 49,520,149 | - | | | | |
| Deferred grant income 8,439 14,767 Premium received in advance 450,346 399,494 Insurance / reinsurance payables 6,272,152 3,030,884 Other creditors and accruals 21 2,738,170 1,806,196 Deposits and other liabilities 633,198 672,367 37,339,279 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 49,520,149 | | | | | |
| Premium received in advance 459,346 399,494 Insurance / reinsurance payables 6,272,152 3,030,884 Other creditors and accruals 21 2,738,170 1,806,196 Deposits and other liabilities 633,198 672,367 37,339,279 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 49,520,149 | 0 | | | | |
| Insurance / reinsurance payables 6,272,152 3,030,884 Other creditors and accruals 21 2,738,170 1,806,196 Deposits and other liabilities 633,198 672,367 37,339,279 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 | - | | | | |
| Other creditors and accruals 21 2,738,170 1,806,196 633,198 672,367 37,339,279 27,042,493 7042,493 <th 704,<="" td=""><td></td><td></td><td></td><td></td></th> | <td></td> <td></td> <td></td> <td></td> | | | | |
| Deposits and other liabilities 633,198 672,367 37,339,279 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 | | 21 | | | |
| 37,339,279 27,042,493 Total liabilities of Window Takaful Operations - Operator's Fund 19 286,554 242,797 Total Equity and Liabilities 59,976,482 49,520,149 | | | | | |
| Total Equity and Liabilities 59,976,482 49,520,149 | - | | · | | |
| | Total liabilities of Window Takaful Operations - Operator's Fund | 19 | 286,554 | 242,797 | |
| | Total Equity and Liabilities | | 59,976,482 | 49,520,149 | |
| | Contingencies and commitments | 22 | | | |

The annexed notes 1 to 33 form an integral part of this unconsolidated condensed interim financial information.

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Director

Chief Financial

Managing Director & Chief Executive Officer

Chairman

Director

Unconsolidated Condensed Interim Profit and Loss Account (Un-audited)

For the Nine Months Ended 30 September 2021

| | • | Quarter ended | | Nine Mont | ths ended |
|--|------|---------------|--------------|--------------|--------------|
| | | 30 September | 30 September | 30 September | 30 September |
| | Note | 2021 | 2020 | 2021 | 2020 |
| | | - | (Rupees in | thousand) | |
| Net Insurance Premium | 23 | 3,223,277 | 3,270,512 | 9,092,359 | 10,357,853 |
| Net Insurance Claims | 24 | (1,781,414) | (2,081,540) | (5,072,152) | (6,148,867) |
| Net Commission and other acquisition costs | 25 | (369,043) | (480,802) | (1,087,197) | (1,445,991) |
| Insurance claims and acquisition expenses | | (2,150,457) | (2,562,342) | (6,159,349) | (7,594,858) |
| Management expenses | | (743,325) | (726,944) | (2,221,323) | (2,209,056) |
| Underwriting results | | 329,495 | (18,774) | 711,687 | 553,939 |
| Investment income | 26 | 543,478 | 332,998 | 2,179,044 | 914,799 |
| Rental income | | 36,085 | 27,151 | 95,544 | 80,682 |
| Other income | 27 | 37,858 | 34,932 | 98,473 | 134,904 |
| Other expenses | | (15,093) | (10,514) | (39,291) | (45,718) |
| Results of operating activities | | 931,823 | 365,793 | 3,045,457 | 1,638,606 |
| Finance cost | | (12,260) | (5,741) | (22,379) | (8,947) |
| Profit from window takaful operations | | 24,906 | 37,931 | 97,561 | 124,967 |
| Profit before tax | | 944,469 | 397,983 | 3,120,639 | 1,754,626 |
| Income tax expense | | (288,091) | (100,528) | (849,258) | (566,140) |
| Profit after tax | | 656,378 | 297,455 | 2,271,381 | 1,188,486 |
| | | | | | |
| | | (Rup | ees) | (Rup | oees) |
| Earnings (after tax) per share | 28 | 1.88 | 0.85 | 6.49 | 3.40 |

The annexed notes 1 to 33 form an integral part of this unconsolidated condensed interim financial information.

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Director

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Chief Executive Officer

Chairman

Director

Chief Financial Officer

Managing Director &

Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited) For the Nine Months Ended 30 September 2021

| | Quarter Ended | | Nine Months Ended | |
|---|---------------------|--------------|-------------------|--------------|
| | 30 September | 30 September | 30 September | 30 September |
| | 2021 | 2020 | 2021 | 2020 |
| | | (Rupees in | thousand) | |
| Profit after tax for the period | 656,378 | 297,455 | 2,271,381 | 1,188,486 |
| Other comprehensive income | | | | |
| Items that may be reclassified subsequently to profit and loss: | | | | |
| - Unrealized (loss) / gain on 'available-for-sale' investments - net of tax | (661,843) | 913,717 | (1,520,470) | (1,068,757) |
| - Reclassification adjustment relating to 'available for sale' investments disposed of during the period - net of tax | - | 70,798 | 177,198 | 73,442 |
| - Unrealized gain / (loss) on 'available for sale' investment from Window Takaful Operations - net of tax | 554 | 470 | (329) | (873) |
| - Net effect of translation of foreign branch | 175,367 | (28,488) | 150,510 | 112,369 |
| Other comprehensive (loss) / income for the period | (485,922) | 956,497 | (1,193,091) | (883,819) |
| Total comprehensive income for the period | 170,456 | 1,253,952 | 1,078,290 | 304,667 |

The annexed notes 1 to 33 form an integral part of this unconsolidated condensed interim financial information.

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Chairman

Director

Director

Chief Financial Officer

Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Cash Flow Statement (Unaudited) For the Nine Months Ended 30 September 2021

| | Nine Months Ended 30 September 2021 | Nine Months Ended 30 September 2020 |
|---|--|--|
| | (Rupees in thousand) | |
| Cash flows from operating activities | | |
| Underwriting activities | | |
| Insurance premiums received | 15,150,227 | 14,377,829 |
| Reinsurance premiums paid | (4,861,068) | (4,119,733) |
| Claims paid | (8,413,107) | (7,953,138) |
| Surrenders paid | (50,873) | (24,718) |
| Reinsurance and other recoveries received | 3,041,301 | 2,498,083 |
| Commissions paid | (1,581,745) | (1,515,825) |
| Commissions received | 477,848 | 422,134 |
| Other underwriting payments | (1,727,090) | (2,062,265) |
| Net cash inflow from underwriting activities | 2,035,493 | 1,622,367 |
| Other operating activities | | |
| Income tax paid | (593,578) | (192,841) |
| Other operating payments | (102,810) | (100,311) |
| Loans advanced | (42,168) | (27,329) |
| Loans repayments received | 40,693 | 37,986 |
| Other operating receipts | 27,864 | 39,137 |
| Net cash outflow from other operating activities | (669,999) | (243,358) |
| Total cash inflow from all operating activities | 1,365,494 | 1,379,009 |
| Cash flows from investing activities | | |
| Profit / return received on bank deposits | 192,214 | 249,783 |
| Income received from Pakistan Investment Bonds | 7,305 | 9,085 |
| Income from Treasury Bills | 29,391 | 24,642 |
| Dividends received | 1,677,524 | 808,498 |
| Rentals received | 95,330 | 89,412 |
| Payments for investments | (12,063,366) | (9,251,259) |
| Proceeds from disposal of investments | 9,359,847 | 8,344,873 |
| Fixed capital expenditure - operating assets | (214,793) | (389,298) |
| Fixed capital expenditure - intangible assets | (32,115) | (19,631) |
| Proceeds from disposal of operating fixed assets | 26,115 | 26,668 |
| Total cash outflow from investing activities | (922,548) | (107,227) |
| Cash flows from financing activities | | |
| Description of the set like it is | (25.020) | (21.122) |
| Payments against lease liability | (35,929) | (31,123) |
| Dividends paid | (448,971) | (490,345) |
| Loan obtained | 1,390,000 (66,978) | 178,609 |
| Loan principal payment made | | - (10) |
| Interest expense paid against loan | (1,162) | (10) |
| Total cash outflow from financing activities | 836,960 | (342,869) |
| Net cash inflow from all activities | 1,279,906 | 928,913 |
| Cash and cash equivalent at the beginning of the period | 1,312,044 | 1,176,685 |
| Cash and cash equivalent at the end of the period | 2,591,950 | 2,105,598 |

| | Nine Months Ended 30 September 2021 | Nine Months Ended 30 September 2020 |
|---|--|--|
| | (Rupees in | thousand) |
| Reconciliation to profit and loss account | | |
| Operating cash flows | 1,365,494 | 1,379,009 |
| Depreciation expense | (165,706) | (203,350) |
| Provision for retirement benefit obligations | (30,516) | (38,202) |
| Finance cost | (22,379) | (8,947) |
| Other income - bank and term deposits | 134,387 | 211,941 |
| Gain on disposal of operating fixed assets | 18,461 | 9,098 |
| Rental income | 96,046 | 82,042 |
| Increase in assets other than cash | 7,739,891 | 1,309,096 |
| Increase in liabilities | (4,902,962) | (3,344,402) |
| Gain on disposal of investments | 5,421 | 40,743 |
| Amortization expense | (21,408) | (17,032) |
| (Increase) / decrease in unearned premium | (3,880,088) | 1,280,828 |
| Increase / (decrease) in loans | 1,475 | (10,657) |
| Income taxes paid | 593,578 | 192,841 |
| Increase in tax liabilities | (849,258) | (566,140) |
| Reversal / (provision) for impairment of 'available-for-sale' investments | 223,096 | (140,543) |
| Dividend and other income | 1,834,181 | 857,658 |
| Income from treasury bills | 19,911 | 21,638 |
| Return on Pakistan investment bonds | 7,867 | 7,898 |
| Income against deferred grant | 6,329 | - |
| Profit from Window Takaful Operations | 97,561 | 124,967 |
| | | |
| Profit after tax | 2,271,381 | 1,188,486 |

| | Nine Months Ended 30 September 2021 | Nine Months Ended 30 September 2020 |
|--|--|--|
| | (Rupees in thousand) | |
| Cash and cash equivalents for the purposes of the statement of cash flows consists of: | | |
| Cash and cash equivalents | 8,039 | 2,641 |
| Current and other accounts | 2,583,911 | 2,102,957 |
| Total cash and cash equivalents | 2,591,950 | 2,105,598 |

The annexed notes 1 to 33 form an integral part of this unconsolidated condensed interim financial information.

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Chairman

Director

Director

Chief Financial Officer

Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Statement of Changes in Equity For the Nine Months Ended 30 September 2021

| | Share capital | | Capital reserve | | | Revenu | e reserve | |
|--|--------------------------------------|--------------------------------|--------------------------------------|------------------------------------|-----------------------|-----------------|--------------------------|-------------|
| | Issued, subscribed and paid up | Reserve for exceptional losses | Investment fluctuation reserve | Exchange translation reserve | Fair Value Reserve | General reserve | Unappropriated Profit | Total |
| | | | | Rupees in | thousand | | | |
| Balance as at December 31, 2019 - (Audited) | 3,500,000 | 22,859 | 3,764 | 674,936 | 2,917,432 | 936,500 | 13,325,001 | 21,380,492 |
| Comprehensive income for the period ended 30 September 2020 | | | | | | | | |
| Profit for the period 01 January 2020 to 30 September 2020 | - | | - | | - | - | 1,188,486 | 1,188,486 |
| Other comprehensive income for the period 01 January 2020 to 30 September 2020 | - | - | - | 112,369 | (996,188) | _ | - | (883,819) |
| Total comprehensive income for the period | - | - | - | 112,369 | (996,188) | - | 1,188,486 | 304,667 |
| Transactions with owners of the Company Final dividend for the year ended 31 December 2019 | | | | | | | | |
| @ 15% (Rupes 1.5/- per share) Interim dividend for the half year ended 30 June 2020 | - | - | - | - | - | - | (525,000) | (525,000) |
| @ 12.5% (Rupee 1.25/- per share) | - | - | - | - | - | - | (437,500) | (437,500) |
| Balance as at 30 September 2020 - (Unaudited) | 3,500,000 | 22,859 | 3,764 | 787,305 | 1,921,244 | 936,500 | 13,550,987 | 20,722,659 |
| Profit for the period 01 October 2020 to 31 December 2020 Other comprehensive income for the | - | - | - | - | - | - | 687,020 | 687,020 |
| period 01 October 2020 to 31 December 2020 | - | - | - | (108,867) | 924,141 | _ | 9,906 | 825,180 |
| Total comprehensive income for the period | - | - | - | (108,867) | 924,141 | - | 696,926 | 1,512,200 |
| Balance as at 31 December 2020 - (Audited) | 3,500,000 | 22,859 | 3,764 | 678,438 | 2,845,385 | 936,500 | 14,247,913 | 22,234,859 |
| Profit for the period 01 January 2021 to 30 September 2021 Other comprehensive income for the | - | - | - | - | - | - | 2,271,381 | 2,271,381 |
| period 01 January 2021 to 30 September 2021 | - | - | - | 150,510 | (1,343,601) | - | - | (1,193,091) |
| Total comprehensive income for the period | - | - | - | 150,510 | (1,343,601) | - | 2,271,381 | 1,078,290 |
| Transactions with owners of the Company | | | | | | | | |
| Final dividend for the year ended December 31, 2020 @ 12.5% (Rupees 1.25/- per share) | - | - | - | - | - | - | (437,500) | (437,500) |
| Interim dividend for the half year ended 30 June 2021 @ 15% (Rupees 1.5/- per share) | - | - | - | - | - | - | (525,000) | (525,000) |
| Balance as at 30 September 2021 - (Unaudited) | 3,500,000 | 22,859 | 3,764 | 828,948 | 1,501,784 | 936,500 | 15,556,794 | 22,350,649 |
| | | | | | | | | |

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Director

Chief Financial Officer

Managing Director & Chief Executive Officer

Notes to the Unconsolidated Condensed Interim Financial Information (Un-audited)

For the Nine Months Ended 30 September 2021

1 Legal status and nature of business

Adamjee Insurance Company Limited ('the Company') is a public limited Company incorporated in Pakistan on September 28, 1960 under the repealed Companies Act, 1913 (now the Companies Act, 2017). The Company is listed on Pakistan Stock Exchange limited and is principally engaged in the general insurance business. The registered office of the Company is situated at Adamjee House Building, 80/A Block E-1, Main Boulevard Gulberg-III, Lahore.

The Company was granted authorization on December 23, 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations in respect of general takaful products by the Securities and Exchange Commission of Pakistan (SECP) and commenced Window Takaful Operations on January 01, 2016.

2 Basis of preparation and statement of compliance

This unconsolidated condensed interim financial information of the Company for the nine months ended 30 September 2021 has been prepared in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards comprise of:

- International Accounting Standard 34 "Interim Financial Reporting", issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and the General Takaful Accounting Regulations, 2019.

In case requirements differ, the provisions of or the directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and the General Takaful Accounting Regulations, 2019, shall prevail.

In terms of the requirements of the Takaful Rules, 2012, read with SECP Circular 25 of 2015 dated 09 July 2015, the assets, liabilities and profit and loss of the Operator Fund of the Window Takaful operations of the Company have been presented as a single line item in the statement of financial position and profit and loss account of the Company respectively. A separate set of condensed interim financial information of the Window Takaful operations as per the requirements of the Takaful Rules, 2012 and the General Takaful Accounting Regulations, 2019.

This unconsolidated condensed interim financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with annual financial statements of the Company for the year ended 31 December 2020. Comparative figures for unconsolidated condensed interim statement of financial position are stated from annual audited financial statements of the Company for the year ended 31 December 2020, whereas comparatives for interim profit and loss account, interim statement of comprehensive income, interim statement of changes in equity and interim cash flow statement and related notes are extracted from unconsolidated condensed interim financial information of the Company for the nine months ended 30 September 2020.

This unconsolidated condensed interim financial information is unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the listing regulations of Pakistan Stock Exchange Limited.

3 Basis of measurement

This unconsolidated condensed interim financial information has been prepared under historical cost convention except for certain foreign currency translation adjustments, certain financial instruments carried at fair value, and defined benefit obligations under employee benefits carried at present value. All transactions reflected in this financial information are on accrual basis except for those reflected in cash flow statement.

4 Accounting policies

The accounting policies and the methods of computation adopted in the preparation of the unconsolidated condensed interim financial information are same as those applied in the preparation of annual audited financial statements for the year ended 31 December 2020.

4.1 Standards, amendments or interpretations

The new and revised relevant IFRSs effective in the current period had no significant impact on the amounts reported and disclosures in this condensed interim financial information.

IFRS 9

IFRS 9 "Financial Instruments" has become applicable, however as insurance company, the management has opted temporary exemption from the application of IFRS 9 as allowed by International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Additional disclosures, as required by the IASB, for being eligible to apply the temporary exemption from the application of IFRS 9 are given below:

The tables below set out the fair values as at the end of reporting period and the amount of change in the fair value during that period for the following two groups of financial assets separately:

(a) financial assets with contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding, excluding any financial asset that meets the definition of held for trading in IFRS 9, or that is managed and whose performance is evaluated on a fair value basis, and

(b) all other financial assets

| | September 30, 2021 | | | | |
|---|---------------------------------------|--|-------------------|-------------------------|--|
| | Fail the SPPI test Pass the SPPI test | | | st | |
| Financial assets | Fair value | Change in unrealized gain / (loss) during the period | Carrying Value | Cost less Impairment | Change in unrealized gain / (loss) during the period |
| | (Rupees in thousand) | | | | |
| Cash and Bank* | - | - | 2,591,950 | - | - |
| Investment in subsidiary* | 2,662,436 | - | - | - | - |
| Investments in equity securities - available-for-sale | 18,342,367 | (1,891,933) | - | - | - |
| Investment in debt securities - held-to-maturity | - | - | 377,211 | - | - |
| Term deposits* | - | - | 6,651,917 | - | - |
| Loans and other receivables* | 396,507 | - | 3,664 | - | - |
| Total | 21,401,310 | (1,891,933) | 9,624,742 | - | - |

* The carrying amount of these financial assets measured applying IAS 39 are a reasonable approximation of their fair values.

Use of estimates and judgments

5

The preparation of this unconsolidated condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

During preparation of this unconsolidated condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 31 December 2020.

6 Functional and presentation currency

This unconsolidated condensed interim financial information is presented in Pakistani Rupees, which is also the Company's functional currency.

7 Insurance and Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the unconsolidated annual financial statements for the year ended 31 December 2020.

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| | | | (Unaudited) 30 September 2021 | (Audited) 31 December 2020 |
|------|--|------|-------------------------------------|----------------------------------|
| | | Note | (Rupees in t | housand) |
| B Pi | roperty and equipment | | | |
| 0 | pening balance - net book value | | 4,456,749 | 4,168,110 |
| | dditions during the period / year | 8.1 | 215,451 | 573,993 |
| | S. I | | | , |
| B | ook value of disposals during the period / year | 8.2 | (7,654) | (29,190) |
| | epreciation charged during the period / year | | (165,706) | (263,522) |
| E | xchange differences and other adjustments | | 28,125 | 7,358 |
| | | | (145,235) | (285,354) |
| | | | 4,526,965 | 4,456,749 |
| C | apital work in progress | | 27,078 | 11,170 |
| | | | 4,554,043 | 4,467,919 |
| 1 A | dditions during the period / year | | | |
| La | and and buildings | | 84,165 | 254,005 |
| | urniture and fixtures | | 21,906 | 98,177 |
| | lotor vehicles | | 48,816 | 26,596 |
| | lachinery and equipment | | 45,374 | 108,615 |
| | omputer and related accessories | | 5,302 | 45,645 |
| K | ight of use asset | | <u>9,888</u> 215,451 | 40,955 573,993 |
| | /ritten down values of property and equipment sposed off during the period / year | | | |
| La | and and buildings | | - | 592 |
| Fu | urniture and fixtures | | 38 | 172 |
| Μ | lotor vehicles | | 5,246 | 26,779 |
| | lachinery and equipment | | 2,355 | 277 |
| C | omputer and related accessories | | 15 | 1,370 |
| | | | 7,654 | 29,190 |
| In | ntangible assets | | | |
| | pening balance - net book value | | 88,187 | 68,927 |
| | dditions during the period / year | | 25,437 | 40,886 |
| | ess: mortization charged during the period / year | | (21,408) | (23,296) |
| | xchange differences and other adjustments | | 2,990 | 1,670 |
| | | | (18,418) | (21,626) |
| | | | 95,206 | 88,187 |
| 0 In | ivestment Property | | | |
| | pening net book value | | 401,896 | 401,896 |
| | dditions and capital improvements nrealized fair value gain | | - | - |
| 0 | | | 401,896 | 401,896 |
| l In | nvestment in subsidiary | | | |
| | damjee Life Assurance Company Limited - At cost | | 2,662,436 | 1,097,900 |
| A | dangee Ene Assurance Company Elinited - At cost | | 2,002,430 | 1,077,700 |

12 Investment in equity securities

Available-for-sale

| | 30 Sept | tember 2021 (Unau | dited) | 31 D | 31 December 2020 (Audited) | | |
|-----------------|------------|---------------------------|-------------------|------------|----------------------------|----------------|--|
| | Cost | Impairment / Provision | Carrying value | Cost | Impairment / Provision | Carrying value | |
| | | | Rupees in | thousands | | | |
| Related parties | | | | | | | |
| Listed shares | 9,543,446 | - | 9,543,446 | 8,318,076 | - | 8,318,076 | |
| Unlisted shares | 949,456 | - | 949,456 | 924,333 | - | 924,333 | |
| | 10,492,902 | - | 10,492,902 | 9,242,409 | - | 9,242,409 | |
| Unrealized gain | | | (334,698) | | | 1,307,313 | |
| | | | 10,158,204 | | | 10,549,722 | |
| Others | | | | | | | |
| Listed shares | 6,701,235 | (1,940,114) | 4,761,121 | 7,135,270 | (2,163,210) | 4,972,060 | |
| Unlisted shares | 925,360 | - | 925,360 | 925,360 | - | 925,360 | |
| Mutual Funds | 48,416 | - | 48,416 | 48,130 | - | 48,130 | |
| NIT Units | 161 | - | 161 | 161 | - | 161 | |
| | 7,675,172 | (1,940,114) | 5,735,058 | 8,108,921 | (2,163,210) | 5,945,711 | |
| Unrealized gain | | | 2,449,105 | | | 2,699,027 | |
| | | | 8,184,163 | | | 8,644,738 | |
| Total | 18,168,074 | (1,940,114) | 18,342,367 | 17,351,330 | (2,163,210) | 19,194,460 | |

12.1 3,716,710 (2020: 3,716,710) shares of MCB Bank Limited and 4,650,000 (2020: 3,582,000) shares of Fauji Fertilizer Company Limited have been pledged against Standby Letter of Credit (SBLC) issued in favour of Meezan Bank Limited on behalf of Hyundai Nishat Motor (Private) Limited, a related party of the Company.

13 Investment in debt securities

| Held-to-maturity | | | |
|---------------------------|------|--------------|-------------|
| | | (Unaudited) | (Audited) |
| | | 30 September | 31 December |
| | | 2021 | 2020 |
| | Note | · (Rupees in | thousand) |
| | | | |
| Treasury Bills | | 277,949 | 275,631 |
| Pakistan Investment Bonds | | 99,262 | 98,700 |
| | | 377,211 | 374,331 |

14 Investments in Term Deposits

<u>Held to maturity</u>

Deposits maturing within 12 months

| Inside Pakistan | | | |
|-----------------------------------|------|-----------|-----------|
| - related parties | | - | 6,811 |
| - others | | 175,066 | 175,066 |
| | | 175,066 | 181,877 |
| Outside Pakistan | | | |
| - related parties | | 1,393,824 | 1,305,429 |
| - others | | 4,999,028 | 4,364,568 |
| | | 6,392,852 | 5,669,997 |
| Deposits maturing after 12 months | | | |
| Inside Pakistan | | | |
| - related parties | | 8,811 | 2,000 |
| - others | | 75,188 | 75,188 |
| | | 83,999 | 77,188 |
| | 14.1 | 6,651,917 | 5,929,062 |

14.1 These include fixed deposits amounting to Rs. 5,342,992 thousands (AED 115,000 thousands) [December 2020: Rs. 4,904,014 thousands (AED 112,699 thousands)] kept in accordance with the requirements of Insurance Regulations applicable to the UAE branches for the purpose of carrying on business in United Arab Emirates. These also include liens against cash deposits of Rs. 259,065 thousands (December 2020: Rs. 259,065 thousands) with banks in Pakistan essentially in respect of guarantees issued by the banks on behalf of the Company for claims under litigation filed against the Company, bid bond guarantees and guarantee to Meezan Bank Limited (MBL) against the loan provided by MBL to Hyundai Nishat Motor (Private) Limited, a related party.

| | | Note | (Unaudited) 30 September 2021 (Rupees in | (Audited) 31 December 2020 thousand) |
|----|-------------------------------------|------|---|---|
| 15 | Loans and other receivables | | | |
| | Considered good | | | |
| | Rent receivable | | 8,492 | 7,776 |
| | Receivable from related parties | 15.1 | 58,745 | 43,135 |
| | Accrued income | | 228,191 | 129,361 |
| | Security deposits | | 49,450 | 46,713 |
| | Advances to employees and suppliers | | 158,987 | 237,051 |
| | Advance agent commission | | 7,121 | 4,478 |
| | Loans to employees | | 47,219 | 45,336 |
| | Other receivables | | 57,524 | 69,046 |
| | | | 615,729 | 582,896 |

15.1 This represents receivable from Adamjee Life Assurance Company Limited, subsidiary of the Company, in respect of cash value of corporate life policy obtained for key management personnel of the Company. Company is the beneficiary in respect of policies obtained for the employees.

| | | (Unaudited) 30 September 2021 (Rupees in | (Audited) 31 December 2020 thousand) |
|----|---|---|---|
| 16 | Insurance / reinsurance receivables - unsecured and considered good | | |
| | Due from insurance contract holders | 8,354,621 | 4,723,214 |
| | Provision for impairment of receivables from | (070.0.10) | (000 00 0) |
| | insurance contract holders | (979,349) | (932,384) |
| | | 7,375,272 | 3,790,830 |
| | Due from other insurers / other reinsurers | 1,433,255 | 1,169,623 |
| | Provision for impairment of due from other | | |
| | insurers / reinsurers | (201,302) | (201,302) |
| | | 1,231,953 | 968,321 |
| | | 8,607,225 | 4,759,151 |

16.1 Due from insurance contact holders include an amount of Rs. 387,797 thousands (December 2020: Rs. 192,060 thousands) held with related parties.

| | | (Unaudited) 30 September 2021 | (Audited) 31 December 2020 |
|----|---|-------------------------------------|----------------------------------|
| 17 | Prepayments | (Rupees in | thousand) |
| | Prepaid reinsurance premium ceded Prepaid miscellaneous expenses | 5,622,428 164,691 | 3,307,863 114,918 |
| | | 5,787,119 | 3,422,781 |

18 Cash and Bank

Cash and cash equivalents

Inside Pakistan

| Cash in hand | 805 | 438 |
|--------------------------------------|-----------|-----------|
| Policy & revenue stamps, bond papers | 6,601 | 4,703 |
| | 7,406 | 5,141 |
| Outside Pakistan | | |
| Cash in hand | 633 | - |
| | 8,039 | 5,141 |
| Cash at bank | , | , |
| Inside Pakistan | | |
| Current accounts | 665,646 | 237,821 |
| Saving accounts | 1,218,732 | 931,898 |
| | 1,884,378 | 1,169,719 |
| Outside Pakistan | | |
| Current accounts | 698,101 | 136,313 |
| Savings accounts | 1,432 | 871 |
| | 699,533 | 137,184 |
| | 2,591,950 | 1,312,044 |

18.1 Cash at bank includes an amount of Rs. 612,153 thousands (December 2020: Rs. 368,010 thousands) held with MCB Bank Limited, a related party of the Company.

18.2 Lien of Rs. 440,000 thousands (December 2020: Rs. 440,000 thousands) is marked on cash deposits in saving accounts against SBLC (Standby Letter of Credit) issued in favor of Meezan Bank Limited on behalf of Hyundai Nishat Motor (Private) Limited, a related party of the Company.

| | (Unaudited) | (Audited) |
|---|--------------|--------------|
| | 30 September | 31 December |
| | 2021 | 2020 |
| | (Rupees in | thousand) |
| Window takaful operations - operator's fund | | |
| Assets | | |
| Cash and bank deposits | 289,016 | 209,446 |
| Qard-e-Hasna to Participant Takaful Fund | 146,460 | 146,460 |
| Investments | 37,723 | 35,873 |
| Intangible assets | 11,743 | 12,421 |
| Property and equipment | 21,083 | 20,793 |
| Current assets - others | 187,412 | 164,155 |
| Total Assets | 693,437 | 589,148 |
| Total liabilities | 286,554 | 242,797 |
| | (Unaudited) | (Unaudited) |
| | 30 September | 30 September |
| | 2021 | 2020 |
| | (Rupees in | thousand) |
| Wakala income | 311,004 | 300,965 |
| Commission expense | (101,543) | (87,604) |
| Management expenses | (126,269) | (101,807) |
| Investment income | 2,317 | 3,584 |
| Other income | 12,275 | 9,579 |
| Mudarib's share of PTF investment income | 2,087 | 2,744 |
| Other Expenses | (2,310) | (2,494) |
| Profit before taxation | 97,561 | 124,967 |
| Taxation | (36,700) | (36,241) |
| Profit after taxation | 60,861 | 88,726 |

(Unaudited)

(Audited)

Details of total assets, total liabilities and segment disclosure of window takaful operations are stated in the annexed condensed interim financial information for the nine months ended 30 September 2021.

| | | (Unaudited) 30 September 2021 (Rupees in | (Audited) 31 December 2020 thousand) |
|----|---------------------------------------|---|---|
| 20 | Reserves | | |
| | Capital reserves | | |
| | Reserves for exceptional losses | 22,859 | 22,859 |
| | Investment fluctuation reserves | 3,764 | 3,764 |
| | Exchange translation reserves | 828,948 | 678,438 |
| | Fair value reserve | 1,501,784 | 2,845,385 |
| | | 2,357,355 | 3,550,446 |
| | <u>Revenue reserves</u> | | |
| | General reserves | 936,500 | 936,500 |
| | | 3,293,855 | 4,486,946 |
| 21 | Other creditors and accruals | | |
| | Agents commission payable | 769,486 | 554,372 |
| | Federal Excise Duty / Sales tax / VAT | 299,272 | 94,242 |
| | Federal Insurance Fee payable | 69,817 | 29,854 |
| | Workers' welfare fund payable | 76,485 | 76,485 |
| | Tax deducted at source | 79,581 | 92,945 |
| | Accrued expenses | 141,855 | 204,872 |
| | Unpaid and unclaimed dividend | 675,282 | 161,753 |
| | Payable to employees' provident fund | 382 | 143 |
| | Sundry creditors | 626,010 | 591,530 |
| | | 2,738,170 | 1,806,196 |
| | | | |

22 Contingencies and commitments

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There has been no significant change in the status of contingencies as reported in the preceding published unconsolidated annual financial statements of the Company for the year ended 31 December 2020 except for the following:

The Company has provided a guarantee to Meezan Bank Limited (MBL) against the loan provided by MBL to Hyundai Nishat Motor (Private) Limited, a related party, amounting to Rs. 1,277,100 thousands (December 2020: Rs. 1,209,000 thousands).

The Company has issued letter of guarantees of AED 349,250 amounting to Rs. 16,226 thousands (December 2020: AED 251,500 amounting to Rs.10,944 thousands) relating to UAE branch.

| | Quarter | Ended | Nine Mont | ths Ended | | | | |
|---------------------------------------|----------------------|----------------------|----------------------|----------------------|--|--|--|--|
| | 30 September 2021 | 30 September 2020 | 30 September 2021 | 30 September 2020 | | | | |
| | | (Rupees in thousand) | | | | | | |
| 23 Net Insurance Premium | | | | | | | | |
| Written Gross Premium | 8,025,686 | 4,678,747 | 18,555,323 | 14,441,110 | | | | |
| Unearned premium reserve - opening | 9,320,461 | 9,426,420 | 8,366,434 | 10,242,348 | | | | |
| Unearned premium reserve - closing | (12,246,522) | (8,961,520) | (12,246,522) | (8,961,520) | | | | |
| Currency translation effect | 249,470 | (56,045) | 221,101 | 248,282 | | | | |
| Premium earned | 5,349,095 | 5,087,602 | 14,896,336 | 15,970,220 | | | | |
| Reinsurance premium ceded | (4,478,391) | (2,212,573) | (8,102,336) | (5,436,857) | | | | |
| Prepaid reinsurance premium - opening | (3,253,601) | (2,937,772) | (3,307,863) | (3,500,512) | | | | |
| Prepaid reinsurance premium - closing | 5,622,428 | 3,331,062 | 5,622,428 | 3,331,062 | | | | |
| Currency translation effect | (16,254) | 2,193 | (16,206) | (6,060) | | | | |
| Reinsurance expense | (2,125,818) | (1,817,090) | (5,803,977) | (5,612,367) | | | | |
| | 3,223,277 | 3,270,512 | 9,092,359 | 10,357,853 | | | | |

23.1 Net Insurance Premium - Business underwritten inside Pakistan

| Written Gross Premium | 6,554,304 | 3,907,708 | 13,940,965 | 10,714,715 |
|---------------------------------------|-------------|-------------|-------------|-------------|
| Unearned premium reserve - opening | 6,279,981 | 5,861,254 | 6,021,464 | 6,197,501 |
| Unearned premium reserve - closing | (8,826,825) | (6,298,218) | (8,826,825) | (6,298,218) |
| Premium earned | 4,007,460 | 3,470,744 | 11,135,604 | 10,613,998 |
| Reinsurance premium ceded | (4,285,351) | (2,150,570) | (7,691,206) | (5,263,861) |
| Prepaid reinsurance premium - opening | (3,118,551) | (2,818,671) | (3,260,277) | (3,425,355) |
| Prepaid reinsurance premium - closing | 5,380,775 | 3,213,297 | 5,380,775 | 3,213,297 |
| Reinsurance expense | (2,023,127) | (1,755,944) | (5,570,708) | (5,475,919) |
| | 1,984,333 | 1,714,800 | 5,564,896 | 5,138,079 |

23.2 Net Insurance Premium - Business underwritten outside Pakistan

| Written Gross Premium | 1,471,382 | 771.039 | 4.614.358 | 3,726,395 |
|---------------------------------------|-------------|-------------|-------------|-------------|
| Unearned premium reserve - opening | 3,040,480 | 3,565,166 | 2,344,970 | 4,044,847 |
| Unearned premium reserve - closing | (3,419,697) | (2,663,302) | (3,419,697) | (2,663,302) |
| Currency translation effect | 249,470 | (56,045) | 221,101 | 248,282 |
| Premium earned | 1,341,635 | 1,616,858 | 3,760,732 | 5,356,222 |
| Reinsurance premium ceded | (193,040) | (62,003) | (411,130) | (172,996) |
| Prepaid reinsurance premium - opening | (135,050) | (119,101) | (47,586) | (75,157) |
| Prepaid reinsurance premium - closing | 241,653 | 117,765 | 241,653 | 117,765 |
| Currency translation effect | (16,254) | 2,193 | (16,206) | (6,060) |
| Reinsurance expense | (102,691) | (61,146) | (233,269) | (136,448) |
| | 1,238,944 | 1,555,712 | 3,527,463 | 5,219,774 |
| | | | | |

| | Quarter | Ended | | | | |
|--|----------------------|----------------------|----------------------|----------------------|--|--|
| | 30 September 2021 | 30 September 2020 | 30 September 2021 | 30 September 2020 | | |
| | | (Rupees in | thousand) | | | |
| Net Insurance Claims Expense | | | | | | |
| Claim Paid | 3,650,276 | 2,536,430 | 8,413,107 | 7,953,138 | | |
| Outstanding claims including IBNR - closing | 12,086,375 | 12,462,175 | 12,086,375 | 12,462,175 | | |
| Outstanding claims including IBNR - opening | (12,627,240) | (11,641,695) | (10,768,040) | (10,367,347) | | |
| Currency translation effect | (405,380) | 91,911 | (321,113) | (422,239) | | |
| Claim expense | 2,704,031 | 3,448,821 | 9,410,329 | 9,625,727 | | |
| Reinsurance and other recoveries received Reinsurance and other recoveries in respect | (1,795,700) | (829,757) | (3,304,933) | (2,849,950) | | |
| of outstanding claims - closing Reinsurance and other recoveries in respect | (7,348,618) | (7,080,096) | (7,348,618) | (7,080,096) | | |
| of outstanding claims - opening | 8,059,933 | 6,583,565 | 6,192,571 | 6,233,348 | | |
| Currency translation effect | 161,768 | (40,993) | 122,803 | 219,838 | | |
| Reinsurance and other recoveries revenue | (922,617) | (1,367,281) | (4,338,177) | (3,476,860) | | |
| | 1,781,414 | 2,081,540 | 5,072,152 | 6,148,867 | | |

24.1 Net Insurance Claims Expense - Business underwritten inside Pakistan

24

| Claim Paid | 1,474,756 | 1,213,892 | 4,232,780 | 3,402,597 |
|---|-------------|-------------|-------------|-------------|
| Outstanding claims including IBNR - closing | 6,942,985 | 5,892,742 | 6,942,985 | 5,892,742 |
| Outstanding claims including IBNR - opening | (6,926,367) | (5,057,585) | (4,920,475) | (4,398,967) |
| Claim expense | 1,491,374 | 2,049,049 | 6,255,290 | 4,896,372 |
| Reinsurance and other recoveries received | (634,719) | (252,863) | (1,412,802) | (825,391) |
| Reinsurance and other recoveries in respect | | | | |
| of outstanding claims - closing | (5,350,469) | (4,057,402) | (5,350,469) | (4,057,402) |
| Reinsurance and other recoveries in respect | | | | |
| of outstanding claims - opening | 5,535,861 | 3,410,063 | 3,526,278 | 2,948,471 |
| Reinsurance and other recoveries revenue | (449,327) | (900,202) | (3,236,993) | (1,934,322) |
| | 1,042,047 | 1,148,847 | 3,018,297 | 2,962,050 |

24.2 Net Insurance Claims Expense - Business underwritten outside Pakistan

| Claim Paid | 2,175,520 | 1,322,538 | 4,180,327 | 4,550,541 |
|---|-------------|-------------|-------------|-------------|
| Outstanding claims including IBNR - closing | 5,143,390 | 6,569,433 | 5,143,390 | 6,569,433 |
| Outstanding claims including IBNR - opening | (5,700,873) | (6,584,110) | (5,847,565) | (5,968,380) |
| Currency translation effect | (405,380) | 91,911 | (321,113) | (422,239) |
| Claim expense | 1,212,657 | 1,399,772 | 3,155,039 | 4,729,355 |
| | (1.1(0.001) | (57.6.00.4) | (1.002.121) | (2.024.550) |
| Reinsurance and other recoveries received | (1,160,981) | (576,894) | (1,892,131) | (2,024,559) |
| Reinsurance and other recoveries in respect | | | | |
| of outstanding claims - closing | (1,998,149) | (3,022,694) | (1,998,149) | (3,022,694) |
| Reinsurance and other recoveries in respect | | | | |
| of outstanding claims - opening | 2,524,072 | 3,173,502 | 2,666,293 | 3,284,877 |
| Currency translation effect | 161,768 | (40,993) | 122,803 | 219,838 |
| Reinsurance and other recoveries revenue | (473,290) | (467,079) | (1,101,184) | (1,542,538) |
| | 739,367 | 932,693 | 2,053,855 | 3,186,817 |
| | | | | |

| | · | · . | | |
|---------------------------------|----------------------|----------------------|----------------------|----------------------|
| | Quarter | Ended | Nine Montl | ns Ended |
| | 30 September 2021 | 30 September 2020 | 30 September 2021 | 30 September 2020 |
| | | (Rupees in | | |
| n and other acquicition costs | | | | |
| n and other acquisition costs | | | | |
| id or payable | 612,158 | 368,302 | 1,778,356 | 1,549,001 |
| nission expense - opening | 911,257 | 1,192,418 | 731,319 | 1,190,146 |
| nission expense - closing | (1,052,910) | (944,467) | (1,052,910) | (944,467) |
| ation effect | 47,151 | (14,022) | 41,939 | 51,647 |
| n | 517,656 | 602,231 | 1,498,704 | 1,846,327 |
| ceived or recoverable | (217,561) | (181,517) | (477,848) | (422,134) |
| urance commission - opening | (242,641) | (199,721) | (245,318) | (237,751) |
| urance commission - closing | 311,837 | 259,741 | 311,837 | 259,741 |
| ation effect | (248) | 68 | (178) | (192) |
| om reinsurance | (148,613) | (121,429) | (411,507) | (400,336) |
| | 369,043 | 480,802 | 1,087,197 | 1,445,991 |
| n and other acquisition costs | | | | |
| s underwritten Inside Pakistan | | | | |
| id or payable | 350,703 | 224,964 | 864,061 | 733,353 |
| nission expense - opening | 307,507 | 400,172 | 285,324 | 352,673 |
| nission expense - closing | (404,158) | (381,604) | (404,158) | (381,604) |
| n | 254,052 | 243,532 | 745,227 | 704,422 |
| ceived or recoverable | (215,184) | (177,882) | (472,774) | (414,461) |
| urance commission - opening | (239,650) | (195,331) | (240,971) | (236,381) |
| urance commission - closing | 308,923 | 253,765 | 308,923 | 253,765 |
| om reinsurance | (145,911) | (119,448) | (404,822) | (397,077) |
| | 108,141 | 124,084 | 340,405 | 307,345 |
| n and other acquisition costs | | | | |
| s underwritten Outside Pakistan | | | | |
| id or payable | 261,455 | 143,338 | 914,295 | 815,648 |
| nission expense - opening | 603,750 | 792,246 | 445,995 | 837,473 |
| nission expense - closing | (648,752) | (562,863) | (648,752) | (562,863) |
| ation effect | 47,151 | (14,022) | 41,939 | 51,647 |
| n | 263,604 | 358,699 | 753,477 | 1,141,905 |
| ceived or recoverable | (2,377) | (3,635) | (5,074) | (7,673) |
| urance commission - opening | (2,991) | (4,390) | (4,347) | (1,370) |
| urance commission - closing | 2,914 | 5,976 | 2,914 | 5,976 |
| ation effect | (248) | 68 | (178) | (192) |
| om reinsurance | (2,702) | (1,981) | (6,685) | (3,259) |
| | | | (.), | ()) |

25 Net commission

Commission Paid Deferred Commis Deferred Commis Currency translat Net Commission

Commission rece Unearned reinsur Unearned reinsur Currency translat Commission from

25.1 Net commission Business

| Commission Paid or payable | 350,703 | 224,964 | 864,061 | 733,353 |
|---|-----------|-----------|-----------|-----------|
| Deferred Commission expense - opening | 307,507 | 400,172 | 285,324 | 352,673 |
| Deferred Commission expense - closing | (404,158) | (381,604) | (404,158) | (381,604) |
| Net Commission | 254,052 | 243,532 | 745,227 | 704,422 |
| Commission received or recoverable | (215,184) | (177,882) | (472,774) | (414,461) |
| Unearned reinsurance commission - opening | (239,650) | (195,331) | (240,971) | (236,381) |
| Unearned reinsurance commission - closing | 308,923 | 253,765 | 308,923 | 253,765 |
| Commission from reinsurance | (145,911) | (119,448) | (404,822) | (397,077) |
| | 108,141 | 124,084 | 340,405 | 307,345 |
| | 108,141 | 124,084 | 340,405 | 307,343 |

25.2 Net commission Business

Commission Paid Deferred Commis Deferred Commis Currency translat Net Commission

Commission rece Unearned reinsur Unearned reinsur Currency translat Commission from

| | Ouerter | Quarter Ended | | ha Ended |
|--|--------------------|-------------------|---------------------------|--------------------|
| | 30 September | 30 September | Nine Mont 30 September | 30 September |
| | 2021 | 2020 | 2021 | 2020 |
| | | | thousand) | |
| 26 Investment Income | | | | |
| Business underwritten Inside Pakistan | | | | |
| Available-for-sale | | | | |
| Income from equity securities | | | | |
| Dividend income | 200.250 | 22.0.17 | | 510.000 |
| associated undertakings others | 300,372 213,020 | 32,047 153,212 | 1,272,487 561,453 | 510,320 345,094 |
| - ouers | 513,392 | 185,259 | 1,833,940 | 855,414 |
| Income from debt securities - Held to maturity | , | | , , | |
| Return on Pakistan Investment Bonds | 2,250 | 2,250 | 7,867 | 7,898 |
| Profit on Treasury Bills | 5,197 | 5,581 | 19,911 | 21,638 |
| | 7,447 | 7,831 | 27,778 | 29,536 |
| Income from term deposits | | ı | · | |
| Return on term deposits | 513 | 336 | 6,861 | 6,987 |
| Net realized gains on investments | 513 | 336 | 6,861 | 6,987 |
| - | | | | |
| Realized gains on - associated undertakings | | - | - 1 | - |
| - others | - | 37,019 | 5,421 | 40,552 |
| | - | 37,019 | 5,421 | 40,552 |
| | 521,352 | 230,445 | 1,874,000 | 932,489 |
| Provision of impairment in value of 'available-for-sale' investments | | 62,696 | 223,096 | (140,543) |
| available-101-sale investments | 521,352 | 293,141 | 2,097,096 | 791,946 |
| Business underwritten Outside Pakistan | | , | ,, | |
| Available-for-sale | | | | |
| Income from equity securities | | | | |
| Dividend income | | | | |
| - associated undertakings | - | - | - | - |
| - others | 98 | 2,150 | 241 | 2,244 |
| | 98 | 2,150 | 241 | 2,244 |
| Net realized gains on investments - associated undertakings | - | - | - 1 | - |
| - others | - | _ | - | 191 |
| | - | - | - | 191 |
| Terrore former former dame its | | | | |
| Income from term deposits Return on term deposits | 22,028 | 37,707 | 81,707 | 120,418 |
| Return on term deposits | 22,028 | 37,707 | 81,707 | 120,418 |
| | | | | |
| | 22,126 | 39,857 | 81,948 | 122,853 |
| Net investment income | 543,478 | 332,998 | 2,179,044 | 914,799 |
| 27 Other income | | | | |
| | 10 011 | 10 702 | 45 010 | 04.526 |
| Return on bank balance Gain / (loss) on sale of fixed assets | 18,211 6,376 | 18,782 4,501 | 45,819 18,461 | 84,536 9,098 |
| Return on loans to employee | 49 | 4,501 | 143 | 163 |
| Miscellaneous | 13,222 | 11,598 | 34,050 | 41,107 |
| | | | | , |
| | 37,858 | 34,932 | 98,473 | 134,904 |
| 28 Earnings per share - basic and diluted | | | | |
| There is no dilutive effect on the basic earnings per share which is based on: | | | | |
| Net profit after tax for the period | 656,378 | 297,455 | 2,271,381 | 1,188,486 |
| | Number o | of shares | Number of | f shares |
| Weighted average number of shares | 350,000,000 | 350,000,000 | 350,000,000 | 350,000,000 |
| | (Ru | | (Ruj | , , |
| | | • · | | |
| Earnings (after tax) per share | 1.88 | 0.85 | 6.49 | 3.40 |

29 Transactions with related parties

The Company has related party relationships with its associates, subsidiary company, entities with common directors, employee retirement benefit plans, key management personnel and other parties. The transactions with related parties are carried out at commercial terms and conditions except for compensation to key management personnel which are on employment terms. There are no transactions with key management personnel other than those specified in their terms of employment.

The transactions and balances with related parties during the period other than those which have been specifically disclosed elsewhere in this unconsolidated condensed interim financial information are as follows:

| | | | (Unaudited) 30 September 2021 | (Unaudited) 30 September 2020 |
|-----|------------------------------------|--|-------------------------------------|-------------------------------------|
| | | | (Rupees in t | housand) |
| i) | Transactions Subsidiary company | | | |
| | | Premiums underwritten | 24,384 | 17,513 |
| | | Premiums received | 22,370 | 18,900 |
| | | Investments made | 1,564,536 | - |
| | | Claims paid | 10,109 | 6,910 |
| | | Claims received | 3,000 | 3,000 |
| | | Security deposit received | - | 3,190 |
| | | Premium paid | 20,875 | 17,506 |
| | | Rent paid | 8,288 | - |
| | | Rent, service charges and other receipts | 44,996 | 43,779 |
| | Other related parties | | 1 450 204 | 1.240.624 |
| | | Premiums underwritten | 1,478,394 | 1,340,624 |
| | | Premiums received Claims paid | 873,336 | 1,061,914 |
| | | Commission Paid | 435,327 | 463,910 |
| | | Fee / service charges / expenses received / receivable | 27,939 22,445 | 23,903 8,460 |
| | | Rent paid | 4,590 | 8,067 |
| | | Rent received | 40,169 | 29,584 |
| | | Loan obtained | 1,390,000 | 178,609 |
| | | Loan repaid | 66,978 | - |
| | | Interest on loan paid | 1,162 | 10 |
| | | Dividends received | 1,061,743 | 406,532 |
| | | Dividends paid | 88,577 | 107,745 |
| | | Income on bank deposits | 33,168 | 67,093 |
| | | Investments made | 1,250,493 | 150,738 |
| | | Fee / service charges paid | 7,374 | 6,410 |
| | | Security deposit paid | - | 115 |
| | | Security deposit received | 5,096 | - |
| | | Charge in respect of gratuity expense | 23,623 | 27,096 |
| | | Contribution to Employees' | | |
| | | Provident Fund | 27,689 | 26,375 |
| | | Compensation paid to Key | | |
| | | management personnel | 977,453 | 1,010,106 |
| | | | (Unaudited) | (Audited) |
| | | | 30 September | 31 December |
| | | | 2021 | 2020 |
| ii) | Period end balances | | (Rupees in t | housand) |
| , | Subsidiary company | | | |
| | Subsidiary company | Balances receivable | 63,461 | 48,364 |
| | | Balances payable | 7,510 | 5,684 |
| | Other related parties | | | -, |
| | - | Balances receivable | 388,957 | 206,040 |
| | | Balances payable | 306,788 | 313,285 |
| | | Loan Payable | 1,497,359 | 166,367 |
| | | Cash and bank balances including term deposits | 2,014,788 | 1,682,250 |
| | | Payable to Staff Gratuity Fund | 156,497 | 132,874 |
| | | | | |

30 Segment Information

| | Nine Months Ended 30 September 2021 | | | | | | | | | | | | |
|--|-------------------------------------|---------------------|---------------------|---------------------|--------------------|---------------------|--------------------|---------------------|--------------------|---------------------|--------------------|---------------------|-------------|
| | Fire and prop | erty damage | Marine, av trans | | Mot | tor | Hea | lth | Miscella | ineous | To | tal | Aggregate |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | |
| | | | | | | Rı | pees in thousa | nds | | | | | |
| Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge) | 9,177,370 | 18,912 | 993,474 | 25,792 | 2,761,153 | 4,263,353 | 1,867,336 | 532,033 | 968,070 | 5,436 | 15,767,403 | 4,845,526 | 20,612,929 |
| Less: Federal excise duty | (1,141,484) | (1,220) | (112,590) | (1,278) | (330,510) | (203,017) | (15,555) | (25,335) | (88,185) | (263) | (1,688,324) | (231,113) | (1,919,437) |
| Federal insurance fee | (77,692) | (42) | (8,827) | (12) | (24,445) | - | (18,334) | - | (8,816) | (1) | (138,114) | (55) | (138,169) |
| | 7,958,194 | 17,650 | 872,057 | 24,502 | 2,406,198 | 4,060,336 | 1,833,447 | 506,698 | 871,069 | 5,172 | 13,940,965 | 4,614,358 | 18,555,323 |
| Gross written premium (inclusive of administrative surcharge) | 7,958,194 | 17,650 | 872,057 | 24,502 | 2,406,198 | 4,060,336 | 1,833,447 | 506,698 | 871,069 | 5,172 | 13,940,965 | 4,614,358 | 18,555,323 |
| Gross direct premium | 7,924,744 | 17,603 | 848,193 | 24,502 | 2,320,115 | 4,051,373 | 1,831,741 | 506,698 | 863,077 | 5,147 | 13,787,870 | 4,605,323 | 18,393,193 |
| Facultative inward premium | 17,946 | - | 1,476 | - | - | - | - | = | - | - | 19,422 | - | 19,422 |
| Administrative surcharge | 15,504 | 47 | 22,388 | - | 86,083 | 8,963 | 1,706 | - | 7,992 | 25 | 133,673 | 9,035 | 142,708 |
| | 7,958,194 | 17,650 | 872,057 | 24,502 | 2,406,198 | 4,060,336 | 1,833,447 | 506,698 | 871,069 | 5,172 | 13,940,965 | 4,614,358 | 18,555,323 |
| Insurance premium earned | 5,659,466 | 15,595 | 843,813 | 19,290 | 2,191,087 | 3,511,393 | 1,510,563 | 207,804 | 930,675 | 6,650 | 11,135,604 | 3,760,732 | 14,896,336 |
| Insurance premium ceded to reinsurers | (4,982,714) | (10,692) | (132,143) | - | (43,566) | (108,665) | - | (108,669) | (412,285) | (5,243) | (5,570,708) | (233,269) | (5,803,977) |
| Net insurance premium | 676,752 | 4,903 | 711,670 | 19,290 | 2,147,521 | 3,402,728 | 1,510,563 | 99,135 | 518,390 | 1,407 | 5,564,896 | 3,527,463 | 9,092,359 |
| Commission income | 338,410 | 2,916 | 783 | - | 2,900 | - | - | 1,232 | 62,729 | 2,537 | 404,822 | 6,685 | 411,507 |
| Net underwriting income | 1,015,162 | 7,819 | 712,453 | 19,290 | 2,150,421 | 3,402,728 | 1,510,563 | 100,367 | 581,119 | 3,944 | 5,969,718 | 3,534,148 | 9,503,866 |
| Insurance claims | (3,132,140) | 67,738 | (327,944) | (1,454) | (1,041,200) | (3,068,206) | (1,295,730) | (154,116) | (458,276) | 999 | (6,255,290) | (3,155,039) | (9,410,329) |
| Insurance claim recoveries from reinsurer | 2,944,458 | (56,021) | 28,426 | - | 48,421 | 1,048,952 | - | 108,303 | 215,688 | (50) | 3,236,993 | 1,101,184 | 4,338,177 |
| Net claims | (187,682) | 11,717 | (299,518) | (1,454) | (992,779) | (2,019,254) | (1,295,730) | (45,813) | (242,588) | 949 | (3,018,297) | (2,053,855) | (5,072,152) |
| Commission expense | (333,041) | (1,921) | (116,502) | (3,773) | (162,679) | (731,354) | (44,337) | (16,141) | (88,668) | (288) | (745,227) | (753,477) | (1,498,704) |
| Management expense | (302,049) | (685) | (280,026) | (5,488) | (731,878) | (608,669) | (97,023) | (29,197) | (166,050) | (258) | (1,577,026) | (644,297) | (2,221,323) |
| Net insurance claims and expenses | (822,772) | 9,111 | (696,046) | (10,715) | (1,887,336) | (3,359,277) | (1,437,090) | (91,151) | (497,306) | 403 | (5,340,550) | (3,451,629) | (8,792,179) |
| Underwriting result | 192,390 | 16,930 | 16,407 | 8,575 | 263,085 | 43,451 | 73,473 | 9,216 | 83,813 | 4,347 | 629,168 | 82,519 | 711,687 |
| Net investment income | | | | | | | | | | | 2,097,096 | 81,948 | 2,179,044 |
| Rental income | | | | | | | | | | | 94,245 | 1,299 | 95,544 |
| Other income | | | | | | | | | | | 64,186 | 34,287 | 98,473 |
| Other expenses | | | | | | | | | | | (29,236) | (10,055) | (39,291) |
| Finance cost | | | | | | | | | | | (20,347) | (2,032) | (22,379) |
| Profit from Window Takaful Operations | | | | | | | | | | | 97,561 | - | 97,561 |
| Profit before tax | | | | | | | | | | • | 2,932,673 | 187,966 | 3,120,639 |

Profit before tax

Segment Assets

Unallocated assets

Segment Liabilities

Unallocated Liabilities

| | | | | | 3 | 0 September 2 | 021 | | | | | |
|--------------------------|---------------------|---------------------|---------------------|--------------------|---------------------|--------------------|----------------------|--------------------|---------------------|--------------------------|------------------------|--------------------------|
| Fire and property damage | | Marine, av trans | | Мо | Motor | | Health Miscellaneous | | To | Total | | |
| Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Aggregate |
| | Rupees in thousands | | | | | | | | | | | |
| 13,302,085 | 29,987 | 689,845 | 9,563 | 1,626,381 | 3,684,591 | 982,533 | 409,173 | 1,879,101 | 17,922 | 18,479,945 29,478,693 | 4,151,236 7,866,608 | 22,631,181 37,345,301 |
| | | | | | | | | | | 47,958,638 | 12,017,844 | 59,976,482 |
| 13,690,863 | 34,593 | 930,322 | 32,355 | 3,031,792 | 8,415,437 | 2,249,148 | 504,020 | 2,458,899 | 19,804 | 22,361,024 5,577,822 | 9,006,209 680,778 | 31,367,233 6,258,600 |

27,938,846

9,686,987

37,625,833

29

30.1 Segment Information

Segment Assets Unallocated assets

Segment Liabilities Unallocated Liabilities

| 30.1 Segment Information | No. M. and Tao J. 200 Graduate and an 2020 | | | | | | | | | | | | |
|---|--|---------------------|-----------------------------------|---------------------|--------------------|---------------------|--------------------|---------------------|--------------------|---------------------|--------------------|---------------------|--------------|
| | Nine Month Ended 30 September 2020 | | | | | | | | | | | | |
| | Fire and property damage | | Marine, aviation and transport | | Мо | tor | Health | | Miscellaneous | | Total | | |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Aggregate |
| | | | | | | R | upees in thous | ands | | | | | |
| | | | | | | | | | | | | | |
| Premium receivable (Inclusive of federal excise duty, | | | | | | | | | | | | | |
| Federal insurance fee and Administrative surcharge) | 6,433,303 | 20,761 | 853,945 | 16,009 | 2,363,683 | 3,787,148 | 1,577,639 | 81,749 | 884,073 | 6,839 | 12,112,643 | 3,912,506 | 16,025,149 |
| Less: Federal excise duty | (817,322) | (1,330) | (95,513) | (285) | (282,114) | (180,099) | (15,536) | (3,893) | (79,629) | (436) | (1,290,114) | (186,043) | (1,476,157) |
| Federal insurance fee | (55,478) | (45) | (7,534) | (17) | (20,801) | - | (15,432) | - | (8,569) | (6) | (107,814) | (68) | (107,882) |
| | 5,560,503 | 19,386 | 750,898 | 15,707 | 2,060,768 | 3,607,049 | 1,546,671 | 77,856 | 795,875 | 6,397 | 10,714,715 | 3,726,395 | 14,441,110 |
| Gross written premium (inclusive of | | | | | | | | | | | | | |
| administrative surcharge) | 5,560,503 | 19,386 | 750,898 | 15,707 | 2,060,768 | 3,607,049 | 1,546,671 | 77,856 | 795,875 | 6,397 | 10,714,715 | 3,726,395 | 14,441,110 |
| Gross direct premium | 5,529,193 | 19,336 | 734,692 | 15,707 | 1,985,229 | 3,601,975 | 1,544,257 | 77,856 | 789,170 | 6,386 | 10,582,541 | 3,721,260 | 14,303,801 |
| Facultative inward premium | 17,269 | - | 295 | - | - | - | - | - | - | - | 17,564 | - | 17,564 |
| Administrative surcharge | 14,041 | 50 | 15,911 | - | 75,539 | 5,074 | 2,414 | - | 6,705 | 11 | 114,610 | 5,135 | 119,745 |
| - | 5,560,503 | 19,386 | 750,898 | 15,707 | 2,060,768 | 3,607,049 | 1,546,671 | 77,856 | 795,875 | 6,397 | 10,714,715 | 3,726,395 | 14,441,110 |
| Insurance premium earned | 5,191,413 | 24,003 | 698,830 | 16,165 | 2,055,501 | 5,269,497 | 1,426,221 | 37,013 | 1,242,033 | 9,544 | 10,613,998 | 5,356,222 | 15,970,220 |
| Insurance premium ceded to reinsurers | (4,600,759) | (15,424) | (207,532) | - | (38.099) | (82,707) | - | (33,611) | (629,529) | (4,706) | (5,475,919) | (136,448) | (5,612,367) |
| Net insurance premium | 590,654 | 8,579 | 491,298 | 16,165 | 2,017,402 | 5,186,790 | 1,426,221 | 3,402 | 612,504 | 4,838 | 5,138,079 | 5,219,774 | 10,357,853 |
| Commission income | 318,970 | 1,565 | 617 | - | 3,357 | - | - | 1,051 | 74,133 | 643 | 397,077 | 3,259 | 400,336 |
| Net underwriting income | 909,624 | 10,144 | 491,915 | 16,165 | 2,020,759 | 5,186,790 | 1,426,221 | 4,453 | 686,637 | 5,481 | 5,535,156 | 5,223,033 | 10,758,189 |
| Insurance claims | (2,049,898) | (98,448) | (347,395) | 1,194 | (892,701) | (4,598,744) | (1,108,822) | (34,036) | (497,556) | 679 | (4,896,372) | (4,729,355) | (9,625,727) |
| Insurance claim recoveries from reinsurer | 1,560,623 | 27,922 | 44,824 | - | 90,879 | 1,489,418 | _ | 25,044 | 237,996 | 154 | 1,934,322 | 1,542,538 | 3,476,860 |
| Net claims | (489,275) | (70,526) | (302,571) | 1,194 | (801,822) | (3,109,326) | (1,108,822) | (8,992) | (259,560) | 833 | (2,962,050) | (3,186,817) | (6,148,867) |
| Commission expense | (330,519) | (2,042) | (99,223) | (1,588) | (134,811) | (1,135,110) | (38,181) | (2,632) | (101,688) | (533) | (704,422) | (1,141,905) | (1,846,327) |
| Management expense | (264,080) | (895) | (246,511) | (6,204) | (727,490) | (676,990) | (92,240) | (13,558) | (180,739) | (349) | (1,511,060) | (697,996) | (2,209,056) |
| Net insurance claims and expenses | (1,083,874) | (73,463) | (648,305) | (6,598) | (1,664,123) | (4,921,426) | (1,239,243) | (25,182) | (541,987) | (49) | (5,177,532) | (5,026,718) | (10,204,250) |
| Underwriting result | (174,250) | (63,319) | (156,390) | 9,567 | 356,636 | 265,364 | 186,978 | (20,729) | 144,650 | 5,432 | 357,624 | 196,315 | 553,939 |
| Net investment income | | | | | | | | | | | 791,946 | 122,853 | 914,799 |
| Rental income | | | | | | | | | | | 79,192 | 1,490 | 80,682 |
| Other income | | | | | | | | | | | 89,790 | 45,114 | 134,904 |
| Other expenses | | | | | | | | | | | (36,333) | (9,385) | (45,718) |
| Finance cost | | | | | | | | | | | (5,917) | (3,030) | (8,947) |
| Profit from Window Takaful Operations | | | | | | | | | | | 124,967 | - | 124,967 |
| Profit before tax | | | | | | | | | | - | 1,401,269 | 353,357 | 1,754,626 |
| | | | | | | | | | | - | | | |

| | | | | | | 31 December 2 | 020 | | | | | | |
|--------------------|---------------------|--------------------|--|--------------------|---------------------|--------------------|---------------------------|--------------------|---------------------|--------------------------|------------------------|------------------------|--|
| Fire and prope | erty damage | | Marine, aviation and transport Motor Health | | Motor | | Health Miscellaneous Tota | | Total | | Total | | |
| Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Aggregate | |
| | | | | | R | upees in thous | inds | | | | | | |
| 6,767,220 | 84,504 | 498,520 | 7,214 | 1,111,411 | 4,087,762 | 503,065 | 99,727 | 1,812,432 | 19,049 | 10,692,648 27,934,697 | 4,298,256 6,594,548 | 14,990,90 34,529,24 | |
| | | | | | | | | | | 38,627,345 | 10,892,804 | 49,520,14 | |
| 7,633,997 | 99,635 | 736,427 | 22,678 | 2,397,597 | 8,116,777 | 1,433,789 | 141,733 | 2,206,070 | 21,468 | 14,407,880 3,833,873 | 8,402,291 641,246 | 22,810,17 4,475,119 | |
| | | | | | | | | | | 18,241,753 | 9,043,537 | 27,285,29 | |

30

31 Fair value measurement of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices) (Level 2)
- Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3)

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

| | | 30 September 2021 | | | | | | | | | | |
|---|------|-----------------------|---------------------|--|---------------------------------|--|------------|------------|---------|-----------|------------|--|
| | Note | Available for sale | Held to maturity | Receivables and other financial assets | Cash and cash equivalents | Other financial liabilities (Rupees in thou | Total | Level 1 | Level 2 | Level 3 | Total | |
| Financial assets - measured at fair value | | | | | | | | | | | | |
| Investment | | | | | | | | | | | | |
| Equity securities- quoted | 12 | 14,825,977 | - | - | - | - | 14,825,977 | 14,825,977 | - | - | 14,825,977 | |
| Equity securities- unquoted | 12 | 3,516,392 | - | - | - | - | 3,516,392 | - | - | 3,516,392 | 3,516,392 | |
| Debt securities | 13 | - | 377,211 | - | - | - | 377,211 | - | 377,211 | - | 377,211 | |
| Investments of Window Takaful Operations - | | | | | | | | | | | | |
| Operator's Fund | 19 | 37,723 | - | - | - | - | 37,723 | 37,723 | - | - | 37,723 | |
| Financial assets - not measured at fair value | | | | | | | | | | | | |
| Loans and other receivables * | 15 | - | - | 400,171 | - | - | 400,171 | - | - | - | - | |
| Investment - Term deposits* | 14 | - | 6,651,917 | - | | - | 6,651,917 | - | - | - | - | |
| Insurance / reinsurance receivables | | | | | | | ., | | | | | |
| - unsecured and considered good * | 16 | - | - | 8,607,225 | | - | 8,607,225 | - | - | - | - | |
| Reinsurance recoveries against outstanding claims * | | - | - | 7,008,186 | | - | 7,008,186 | - | - | - | - | |
| Cash and bank * | 18 | | - | - | 2,591,950 | | 2,591,950 | | | - | - | |
| Other Assets of Window Takaful Operations - | | | | | _, | | _,, | | | | | |
| Operator's Fund* | 19 | - | - | 333,872 | 289,016 | | 622,888 | | | - | - | |
| | | 18,380,092 | 7,029,128 | 16,349,454 | 2,880,966 | - | 44,639,640 | 14,863,700 | 377,211 | 3,516,392 | 18,757,303 | |
| Financial liabilities - not measured at fair value | | | | | | | | | | | | |
| Underwriting provisions: | | | | | | | | | | | | |
| | | | | | | 1.497.359 | 1.497.359 | | | | | |
| Borrowings Outstanding claims (including IBNR)* | | - | - | - | - | 1,497,359 | 1,497,559 | - | - | - | - | |
| Insurance / reinsurance payables * | | - | - | - | | 6,272,152 | 6,272,152 | - | - | - | - | |
| Other creditors and accruals & Other Liabilities* | | - | - | - | - | | | - | - | - | - | |
| | | - | - | - | - | 2,846,213 | 2,846,213 | - | - | - | - | |
| Total liabilities of Window Takaful Operations- Operator's Fund* | 19 | - | - | - | - | 286,554 | 286,554 | - | - | - | - | |
| | | | | | | 22,988,653 | 22 000 (52 | | | | · · | |
| | | - | - | - | - | 22,988,653 | 22,988,653 | - | - | - | - | |

* The Company has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of fair value.

31.1 Fair value measurement of financial instruments

| | - | 31 December 2020 | | | | | | | | | | |
|--|------|-----------------------|---------------------|--|---------------------------------|-----------------------------------|------------|------------|---------|-----------|------------|--|
| | Note | Available for sale | Held to maturity | Receivables and other financial assets | Cash and cash equivalents | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total | |
| Financial assets - measured at fair value | | | | | | | | | | | | |
| Investment | | | | | | | | | | | | |
| Equity securities- quoted | 12 | 15,710,251 | - | - | - | - | 15,710,251 | 15,710,251 | - | - | 15,710,251 | |
| Equity securities- unquoted | 12 | 3,484,209 | - | - | - | - | 3,484,209 | - | - | 3,484,209 | 3,484,209 | |
| Debt securities | 13 | | 374,331 | - | - | - | 374,331 | - | 374,331 | - | 374,331 | |
| Investments of Window Takaful Operations - | | | | | | | | | | | | |
| Operator's Fund | 19 | 35,873 | - | - | - | - | 35,873 | 35,873 | - | - | 35,873 | |
| Financial assets - not measured at fair value | | | | | | | | | | | | |
| Loans and other receivables * | 15 | - | - | 294,654 | - | - | 294,654 | - | - | - | | |
| Investment - Term deposits* | 14 | - | 5,929,062 | - | - | - | 5,929,062 | - | - | - | - | |
| Insurance / reinsurance receivables | | | | | | | | | | | | |
| unsecured and considered good * | 16 | - | - | 4,759,151 | - | - | 4,759,151 | - | - | - | - | |
| Reinsurance recoveries against outstanding claims * | | - | - | 5,922,296 | - | - | 5,922,296 | - | - | - | - | |
| Cash and bank * | 18 | - | - | - | 1,312,044 | - | 1,312,044 | - | - | - | - | |
| Other Assets of Window Takaful Operations - | | | | | | | | | | | | |
| Operator's Fund* | 19 | - | - | 310,615 | 209,446 | - | 520,061 | - | - | - | - | |
| | - | 19,230,333 | 6,303,393 | 11,286,716 | 1,521,490 | - | 38,341,932 | 15,746,124 | 374,331 | 3,484,209 | 19,604,664 | |
| <u>Financial liabilities - not measured at fair value</u> | | | | | | | | | | | | |
| Underwriting provisions: | | | | | | | | | | | | |
| Borrowings* | | - | - | - | - | 166,367 | 166,367 | - | - | - | - | |
| Outstanding claims (including IBNR)* | | - | - | - | - | 10,768,040 | 10,768,040 | - | - | - | - | |
| Insurance / reinsurance payables * | | - | - | - | - | 3,030,884 | 3,030,884 | - | - | - | - | |
| Other creditors and accruals & Other Liabilities* Total liabilities of Window Takaful Operations- | | - | - | - | - | 2,185,037 | 2,185,037 | - | - | - | - | |
| Operator's Fund* | 19 | - | - | - | - | 242,797 | 242,797 | - | - | - | - | |
| | _ | | | | | | - | | | | - | |
| | - | - | - | - | - | 16,393,125 | 16,393,125 | - | - | - | - | |

* The Company has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of fair value.

32 Date of authorization for issue

This unconsolidated condensed interim financial information was authorized for issue on 28 October, 2021 by the Board of Directors of the Company.

33 General

- **33.1** Corresponding figures have been rearranged and reclassified for better presentation, wherever considered necessary.
- **33.2** Figures have been rounded off to the nearest thousand rupees unless other wise stated.

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Chief Financial Officer

Chairman

Director

Director

ncial Managing r Exec

Directors' Review to the Members on Consolidated Condensed Interim Financial Information (Unaudited)

For nine months period ended 30 September 2021

On behalf of the Board, We are pleased to present the consolidated condensed interim financial information of Adamjee Insurance Company Limited and its subsidiary, Adamjee Life Assurance Company Limited, for nine months period ended 30 September 2021.

The following appropriation of profit has been recommended by the Board of Directors:

| | (Unaudited) | | |
|--|---|-----------------------------|--|
| | 30 September 2021 | 30 September 2020 | |
| | Rupees in | thousand ——— | |
| Profit before tax | 3,307,664 | 1,943,337 | |
| Taxation | (899,059) | (623,386) | |
| Profit after tax | 2,408,605 | 1,319,951 | |
| Less: Profit attributable to non-controlling interest | | (2,786) | |
| Profit attributable to ordinary shares | 2,408,605 | 1,317,165 | |
| Other comprehensive income - Remeasurement of defined benefit obligation | 6,763 | - | |
| Unappropriated profit brought forward | 14,650,455 | 13,610,534 | |
| Profit available for appropriation | 17,065,823 | 14,927,699 | |
| Final cash dividend at Rs. 1.25 per share - 31 December 2020 [31 December 2019 (Rupee 1.5 per share)] | (437,500) | (525,000) | |
| Interim cash dividend at Rs. 1.5 per share - 30 June 2021 [30 June 2020 (Rupee 1.25 per share)] | (525,000) | (437,500) | |
| Acquisition of non-controlling interest | - | (57,794) | |
| Profit after appropriation | 16,103,323 | 13,907,405 | |
| | | idited) | |
| | 30 September 2021 Rup | 30 September 2020 ees | |
| | | | |

Earnings per share - Basic and diluted

For and on behalf of the Board

3.76

6.88

Shaikh Muhammad Jawed

Director

luhammad Ali Ze

Muhammad Ali Zeb Managing Director & Chief Executive Officer

Lahore: 28 October 2021

CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION

NINE MONTHS ENDED 30 SEPTEMBER 2021

Consolidated Condensed Interim Statement of Financial Position

As at 30 September 2021

| | | 30 September | 31 December |
|---|------|----------------------|--------------------|
| | Note | 2021 | 2020 |
| | | (Rupees in tl | nousand) |
| | | (Unaudited) | (Audited) |
| ASSETS | | | |
| Property and equipment | 7 | 4,833,209 | 4,758,982 |
| Intangible assets | 8 | 122,070 | 127,381 |
| Investment properties | 9 | 1,225,026 | 1,183,026 |
| Investments | | | |
| Equity securities | 10 | 35,022,777 | 34,863,749 |
| Debt securities | 11 | 17,193,987 | 15,290,166 |
| Term deposits | 12 | 19,946,917 | 13,891,062 |
| Loan secured against life insurance policies | 10 | 40,115 | 29,912 |
| Loans and other receivables | 13 | 1,009,764 | 985,744 |
| Insurance / reinsurance receivables | 14 | 8,633,210 | 4,991,328 |
| Reinsurance recoveries against outstanding claims Salvage recoveries accrued | | 7,008,186 | 5,922,296 |
| Deferred commission expense / acquisition cost | | 340,432 1,052,910 | 270,275 731,319 |
| Taxation - payment less provisions | | 656,549 | 691,558 |
| Prepayments | 15 | 5,826,837 | 3,468,952 |
| Cash and bank | 15 | 12,673,512 | 11,267,096 |
| | 10 | 115,585,501 | 98,472,846 |
| Total assets of Window Takaful Operations | | 110,000,001 | 56,172,616 |
| - Operator's Fund (Parent Company) | 17 | 693,437 | 589,148 |
| TOTAL ASSETS | | 116,278,938 | 99,061,994 |
| EQUITY AND LIABILITIES Capital and reserves attributable to the Company's equity holders | | | |
| Ordinary share capital | | 3,500,000 | 3,500,000 |
| Reserves | 18 | 3,289,908 | 4,487,307 |
| Unappropriated Profit | | 16,103,323 | 14,650,455 |
| Equity attributable to equity holders of the parent | | 22,893,231 | 22,637,762 |
| Non-controlling interest | | | - |
| Total Equity | | 22,893,231 | 22,637,762 |
| Liabilities | | | |
| Insurance liabilities | | 54,000,393 | 46,990,343 |
| Underwriting provisions: | | 12.00(.255 | 10.7(0.040 |
| Outstanding claims including IBNR | | 12,086,375 | 10,768,040 |
| Unearned premium reserve Unearned reinsurance commission | | 12,246,522 | 8,366,434 |
| Retirement benefits obligations | | 311,837 243,026 | 245,318 309,581 |
| Deferred taxation | | 1,119,519 | 1,581,977 |
| Borrowings | | 1,605,636 | 330,849 |
| Deferred grant income | | 14,007 | 28,574 |
| Premium received in advance | | 936,811 | 724,448 |
| Insurance / reinsurance payables | | 6,343,167 | 3,161,519 |
| Other creditors and accruals | 19 | 3,467,800 | 2,892,994 |
| Deposits and other liabilities | | 724,060 | 781,358 |
| | | 39,098,760 | 29,191,092 |
| Total liabilities of Window Takaful Operations - Operator's Fund (Parent Company) | 17 | 286,554 | 242,797 |
| TOTAL EQUITY AND LIABILITIES | 17 | 116,278,938 | 99,061,994 |
| | | | ,,,,,,,,, |

Contingencies and commitments

The annexed notes from 1 to 30 form an integral part of this consolidated condensed interim financial information.

Ima Monsha

Director

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Chief Financial

Chairman

Director

Officer

20

Managing Director & **Chief Executive Officer**

Consolidated Condensed Interim Profit and Loss Account (Un-audited)

For the Nine Months Ended 30 September 2021

| | | For three month | period ended | For nine month | period ended |
|--|------|-----------------|--------------|----------------|--------------|
| | | 30 September | 30 September | 30 September | 30 September |
| | Note | 2021 | 2020 | 2021 | 2020 |
| | | | (Rupees in | thousand) | |
| Net insurance premium | 21 | 8,361,945 | 7,694,679 | 23,530,811 | 20,596,203 |
| Net insurance claims | 22 | (3,806,090) | (3,878,065) | (11,145,247) | (10,805,363) |
| Net commission and other acquisition costs | 23 | (1,121,475) | (1,143,828) | (3,369,739) | (3,179,536) |
| Insurance claims and acquisition expenses | | (4,927,565) | (5,021,893) | (14,514,986) | (13,984,899) |
| Management expenses Net change in insurance / takaful liabilities | | (1,049,432) | (971,475) | (3,043,082) | (2,861,236) |
| (other than outstanding claims) | | (1,740,623) | (4,160,557) | (6,919,563) | (5,677,500) |
| Underwriting results | | 644,325 | (2,459,246) | (946,820) | (1,927,432) |
| Investment income Net fair value (loss) / gain on financial assets at | 24 | 1,303,173 | 1,213,170 | 4,792,464 | 3,185,247 |
| fair value through profit or loss | | (1,044,979) | 1,675,888 | (1,013,104) | 231,342 |
| Net unrealized gain / (loss) on investment property | | - | - | 42,000 | (21,000) |
| Rental income | | 29,522 | 16,624 | 65,535 | 49,101 |
| Other income | | 112,959 | 92,542 | 343,156 | 364,063 |
| Other expenses | | (15,992) | (8,433) | (45,977) | (49,258) |
| Results of operating activities | | 1,029,008 | 530,545 | 3,237,254 | 1,832,063 |
| Finance cost Profit from Window Takaful Operations | | (14,031) | (7,738) | (27,151) | (13,693) |
| - Operator's Fund (Parent Company) | 17 | 24,906 | 37,931 | 97,561 | 124,967 |
| Profit before tax | | 1,039,883 | 560,738 | 3,307,664 | 1,943,337 |
| Income tax expense | | (311,575) | (144,290) | (899,059) | (623,386) |
| Profit after tax for the period | | 728,308 | 416,448 | 2,408,605 | 1,319,951 |
| Profit attributable to: | | | | | |
| Equity holders of the parent | | 728,308 | 416,448 | 2,408,605 | 1,317,165 |
| Non-controlling interest | | - | - | - | 2,786 |
| | | 728,308 | 416,448 | 2,408,605 | 1,319,951 |
| | | (Rup | ees) | (Rupe | es) |
| Earnings after tax per share | 25 | 2.08 | 1.19 | 6.88 | 3.76 |
| | 20 | | | | 2.70 |

The annexed notes from 1 to 30 form an integral part of this consolidated condensed interim financial information.

Ima Monsha

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Chairman

Director Director

9

Chief Financial Officer

Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited)

For the Nine Months Ended 30 September 2021

| | For three month | h period ended | For nine month period ended | | |
|---|-----------------|----------------|-----------------------------|--------------|--|
| | 30 September | 30 September | 30 September | 30 September | |
| | 2021 | 2020 | 2021 | 2020 | |
| | | (Rupees in | thousand) | | |
| Profit after tax | 728,308 | 416,448 | 2,408,605 | 1,319,951 | |
| Other comprehensive income | | | | | |
| Items that will not be reclassified subsequently to profit and loss: | | | | | |
| Re-measurement of retirement benefit obligations | - | - | 6,763 | - | |
| Items that may be reclassified subsequently to profit and loss: | | | | | |
| Unrealized (loss) / gain on 'available-for-sale' investments - net of tax | (664,771) | 914,159 | (1,524,778) | (1,065,009) | |
| Reclassification adjustment relating to 'available for sale' investments disposed off during the period - net of tax | - | 70,798 | 177,198 | 73,442 | |
| Other comprehensive income from window takaful operations - net of tax | 554 | 470 | (329) | (873) | |
| Effect of translation of investment in foreign branches - net | 175,367 | (28,488) | 150,510 | 112,369 | |
| Total comprehensive income for the period | 239,458 | 1,373,387 | 1,217,969 | 439,880 | |
| Total comprehensive income attributable to: | | | | | |
| Equity holders of the parent | 239,458 | 1,373,387 | 1,217,969 | 436,397 | |
| Non-controlling interest | - | | | 3,483 | |
| | 239,458 | 1,373,387 | 1,217,969 | 439,880 | |

The annexed notes from 1 to 30 form an integral part of this consolidated condensed interim financial information.

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Managing Director & **Chief Executive Officer**

Chairman

Director

Director

Chief Financial Officer



Consolidated Condensed Interim Cash Flow Statement (Un-audited)

For the Nine Months Ended 30 September 2021

| | Nine months ended 30 September 2021 | Nine months ended 30 September 2020 | |
|--|--|-------------------------------------|--|
| | (Rupees in thousand) | | |
| Cash flows from operating activities: | | | |
| Underwriting activities | | | |
| Insurance premium received | 30,173,177 | 25,089,698 | |
| Reinsurance premiums paid | (4,996,676) | (4,266,034) | |
| Claims paid | (14,686,970) | (12,610,038) | |
| Reinsurance and other recoveries received | 3,041,301 | 2,498,083 | |
| Commissions paid | (3,527,346) | (2,928,442) | |
| Commissions received | 477,848 | 422,134 | |
| Other underwriting payments | (3,165,180) | (4,086,688) | |
| Net cash flow from underwriting activities | 7,316,154 | 4,118,713 | |
| Other operating activities | | | |
| Income tax paid | (798,035) | (237,159) | |
| Other operating payments | (102,810) | (100,311) | |
| Loans advanced | (42,168) | (27,329) | |
| Loans installments received | 40,693 | 37,986 | |
| Other operating receipts | 27,864 | 39,137 | |
| Net cash outflow for other operating activities | (874,456) | (287,676) | |
| Total cash inflow from all operating activities | 6,441,698 | 3,831,037 | |
| Cash flows from investing activities: | | | |
| Profit / return received | 2,013,272 | 2,231,687 | |
| Dividends received | 2,102,752 | 1,063,194 | |
| Rentals received | 97,580 | 92,412 | |
| Payment for investments/ investment properties | (218,551,561) | (110,099,960) | |
| Proceeds from disposal of investments/ investment properties | 212,563,451 | 99,822,877 | |
| Loan to / from policy holder | (7,468) | 2,323 | |
| Fixed capital expenditure | (282,738) | (439,920) | |
| Proceeds from disposal of operating fixed assets | 27,832 | 26,878 | |
| Total cash outflow for investing activities | (2,036,880) | (7,300,509) | |
| Cash flows from financing activities: | | | |
| Payments against lease liabilities | (35,929) | (31,123) | |
| Dividends paid | (448,971) | (490,345) | |
| Proceeds against right issue | 1,564,506 | - | |
| Loan obtained | 1,390,000 | 356,905 | |
| Loan principal and interest expense paid against loan | (135,008) | (10) | |
| Total cash outflow for financing activities | 2,334,598 | (164,573) | |
| Net cash outflow for / flow from all activities | 6,739,416 | (3,634,045) | |
| Cash and cash equivalents at beginning of period | 19,229,096 | 18,022,244 | |
| Cash and cash equivalents at end of period | 25,968,512 | 14,388,199 | |

| Nine months ended | Nine months ended |
|-------------------|-------------------|
| 30 September 2021 | 30 September 2020 |
| | |

-----(Rupees in thousand)------

Reconciliation to profit and loss account:

| | 25,968,512 | 14,388,199 |
|--|--------------|-------------|
| Term deposits | 13,295,000 | 3,807,000 |
| Current and saving accounts | 12,644,340 | 10,565,544 |
| Cash and cash equivalents | 29,172 | 15,655 |
| Cash for the purposes of the cash flows statement consists of: | | |
| Profit after tax | 2,408,605 | 1,319,951 |
| Profit from Window Takaful Operations | 97,561 | 124,967 |
| Surplus on revaluation of investment | (1,013,104) | 3,748 |
| Capital contribution to SHF | - | - |
| Dividend and other investment income | 4,332,516 | 3,334,766 |
| of 'available-for-sale' investments | 223,096 | (140,543) |
| Reversal / (provision) for impairment in value | | |
| Change in unearned premium | (3,880,088) | 1,280,828 |
| Gain on disposal of investments | 436,401 | 301,045 |
| Change in liabilities other than running finance | (11,880,733) | (8,623,607) |
| Change in assets other than cash | 7,740,127 | 1,264,028 |
| Rental income | 66,037 | 50,461 |
| Gain / (loss) on disposal of fixed assets | 18,461 | 9,098 |
| Other income - bank balances and term deposits | 134,387 | 211,941 |
| Finance cost | (30,959) | (12,616) |
| Provision for retirement benefit obligations | (30,516) | (38,202) |
| Depreciation and amortization expense | (246,279) | (277,000) |
| Operating cash flows | 6,441,698 | 3,831,037 |

The annexed notes from 1 to 30 form an integral part of this consolidated condensed interim financial information.

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Chairman

Director

Director

Chief Financial Officer Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Changes in Equity (Un-audited) For the Nine Months Ended 30 September 2021

| | Share capital | | Capital | reserves | | Revenue | reserves | Equity | | |
|--|--------------------------------------|--------------------------------------|--------------------------------------|------------------------------------|-----------------------|--------------------|----------------------|--|-----------------------------|-------------|
| | Issued, subscribed and paid up | Reserve for exceptional losses | Investment fluctuation reserve | Exchange translation reserve | Fair Value Reserve | General reserve | Retained earnings | attributable to equity holders of the parent | Non-controlling interest | Total |
| | | | | | Rupees in | 1 thousand | | | | |
| Balance as at 31 December 2019 - (Audited) | 3,500,000 | 22,859 | 3,764 | 674,936 | 2,914,787 | 936,500 | 13,610,534 | 21,663,380 | 341,508 | 22,004,888 |
| Profit for the period 01 January 2020 to 30 September 2020 | - | - | - | - | -][| - | 1,317,165 | 1,317,165 | 2,786 | 1,319,951 |
| Other comprehensive income for the period 01 January 2020 to 30 September 2020 | - | - | - | 112,369 | (993,137) | - | - | (880,768) | 697 | (880,071) |
| Total comprehensive income for the period | - | - | - | 112,369 | (993,137) | - | 1,317,165 | 436,397 | 3,483 | 439,880 |
| | 3,500,000 | 22,859 | 3,764 | 787,305 | 1,921,650 | 936,500 | 14,927,699 | 22,099,777 | 344,991 | 22,444,768 |
| Transactions with owners of the Group | | | | | | | | | | |
| Acquisition of Non-controlling interest | - | - | - | - | (220) | - | (57,794) | (58,014) | (344,991) | (403,005) |
| Final cash dividend at Rs. 1.5 per share - 31 December 2019 | - | - | - | - | - | - | (525,000) | (525,000) | - | (525,000) |
| Interim cash dividend at Rs. 1.25 per share - 30 June 2020 | - | - | - | - | - | - | (437,500) | (437,500) | - | (437,500) |
| Balance as at 30 September 2020 - (Unaudited) | 3,500,000 | 22,859 | 3,764 | 787,305 | 1,921,430 | 936,500 | 13,907,405 | 21,079,263 | | 21,079,263 |
| Profit for the period 01 October 2020 to 31 December 2020 | - | - | - | - | | - | 756,757 | 756,757 | - | 756,757 |
| Other comprehensive income for the period 01 October 2020 to 31 December 2020 | - | - | - | (108,867) | 924,316 | - | (13,707) | 801,742 | - | 801,742 |
| Total comprehensive income for the period | - | - | - | (108,867) | 924,316 | - | 743,050 | 1,558,499 | - | 1,558,499 |
| Balance as at 31 December 2020 - (Audited) | 3,500,000 | 22,859 | 3,764 | 678,438 | 2,845,746 | 936,500 | 14,650,455 | 22,637,762 | | 22,637,762 |
| Profit for the period 01 January 2021 to 30 September 2021 | - | - | - | - | -][| - | 2,408,605 | 2,408,605 | - | 2,408,605 |
| Other comprehensive income for the period 01 January 2021 to 30 September 2021 | - | - | - | 150,510 | (1,347,909) | - | 6,763 | (1,190,636) | - | (1,190,636) |
| Total comprehensive income for the period | - | - | - | 150,510 | (1,347,909) | - | 2,415,368 | 1,217,969 | - | 1,217,969 |
| | 3,500,000 | 22,859 | 3,764 | 828,948 | 1,497,837 | 936,500 | 17,065,823 | 23,855,731 | | 23,855,731 |
| Transactions with owners of the Group | | | | | | | | | | |
| Final cash dividend at Rs. 1.25 per share - 31 December 2020 | - | - | - | - | - | - | (437,500) | (437,500) | - | (437,500) |
| Interim cash dividend at Rs. 1.5 per share - 30 June 2021 | - | - | - | - | - | - | (525,000) | (525,000) | - | (525,000) |
| Balance as at 30 September 2021 - (Unaudited) | 3,500,000 | 22,859 | 3,764 | 828,948 | 1,497,837 | 936,500 | 16,103,323 | 22,893,231 | | 22,893,231 |

The annexed notes from 1 to 30 form an integral part of this consolidated condensed interim financial information.

Ume monsha

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Chief Financial Officer

Managing Director & Chief Executive Officer

Chairman

Director

Director

Notes to the Consolidated Condensed Interim Financial Information (Un-audited) For the Nine Months Ended 30 September 2021

1 The group and its operations:

1.1

| L | The group comprises of: | 2021 (Holding percer | 2020 ntage) |
|---|--|-------------------------|----------------|
| | Parent Company Adamjee Insurance Company Limited | 100% | 100% |
| | Subsidiary Company Adamjee Life Assurance Company Limited | 100% | 100% |
| | Adamjee Insurance Company Limited (Parent Company) | | |

The Parent Company is a public limited company incorporated in Pakistan on September 28, 1960 under the repealed Companies Act, 1913 (now the Companies Act, 2017). The Parent Company is listed on Pakistan Stock Exchange limited and is principally engaged in the general insurance business. The registered office of the Parent Company is situated at Adamjee House Building, 80/A Block E-1, Main Boulevard Gulberg-III, Lahore.

The Parent Company also operates branches in the United Arab Emirates (UAE) and the Export Processing Zone (EPZ).

The Parent Company was granted authorization on 23 December 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations in respect of general takaful products by Securities and Exchange Commission of Pakistan (SECP) and commenced Window Takaful Operations on 01 January 2016.

Adamjee Life Assurance Company Limited (Subsidiary Company)

The Subsidiary Company was incorporated in Pakistan on August 04, 2008 as a public unlisted company under the Companies Act, 2017. The Subsidiary Company started its operations from April 24, 2009. Registered office of the Subsidiary Company is at 1st floor, Islamabad Stock Exchange Towers, 55-B, Jinnah Avenue, Blue Area, Islamabad while its principal place of business is at Adamjee House, 3rd and 4th Floor, I.I Chundrigar Road, Karachi.

The Subsidiary Company is engaged in life assurance business carrying on non-participating business only. In accordance with the requirements of the Insurance Ordinance, 2000, the Subsidiary Company has established a shareholders' fund and the following statutory funds in respect of each class of its life insurance business:

- Conventional Business
- Accident and Health Business
- Individual Life Non-unitized Investment Linked Business
- Individual Life Unit Linked Business
- Individual Family Takaful Business
- General Family Takaful Business

The Subsidiary Company was granted authorization on May 04, 2016 under Rule 6 of the Takaful Rules, 2012 to undertake Takaful Window Operations in respect of family takaful products by the SECP and subsequently the Subsidiary Company commenced Window Takaful Operations from July 14, 2016. The Subsidiary Company formed a Waqf Fund namely the Adamjee Life Assurance Company Limited - Window Takaful Operations Waqf Fund (here-in-after referred to as the Participant Takaful Fund (PTF) on December 22, 2015 under a Waqf deed executed by the Subsidiary Company with the ceded amount of Rs. 500,000. The ceded money is required to be invested in Shariah compliant investments and any profit thereon can be utilized only to pay benefits to participants or defray PTF expenses. Waqf deed also governs the relationship of the Subsidiary Company and policy holders for the management of Takaful operations, investment of policy holders' funds and shareholders' funds as approved by the Shariah Advisor appointed by the Subsidiary Company.

2 Basis of preparation and statement of compliance

This consolidated condensed interim financial information of the Group for the nine months period ended 30 September 2021 has been prepared in accordance with accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards comprise of:

- International Financial Reporting Standards ('IFRS') issued by the International Accounting Standards Board ('IASB') as are notified under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017 and the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and the Takaful Rules, 2012.

In case requirements differ, the provision of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000 the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and the Takaful Rules, 2012 shall prevail.

As per the requirements of the SECP the Takaful Rules, 2012 and SECP Circular No. 25 of 2015 dated July 09, 2015, the assets, liabilities and profit and loss account of the Operator's Fund of the General Takaful Operations of the Parent Company have been presented as a single line item in the consolidated statement of financial position and profit and loss account respectively.

This consolidated condensed interim financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with annual financial statements of the Group for the year ended 31 December 2020. Comparative condensed interim statement of financial position is stated from annual audited financial statements as of 31 December 2020, whereas comparatives for interim profit and loss account, interim statement of comprehensive income, interim statement of changes in equity and interim cash flow statement and related notes are extracted from condensed interim financial information of the Group for the nine months period ended 30 September 2020.

Items included in the consolidated financial statements are measured using the currency of the primary economic environment in which the Group operates ('the functional currency'). The financial statements are presented in Pak Rupees, which is the Group's functional and presentation currency. All the financial information presented in Pak Rupees has been rounded off to the nearest thousand in rupee, unless otherwise stated.

3 Basis of measurement

These consolidated financial statements have been prepared under historical cost convention except for certain foreign currency translation adjustments, certain financial instruments carried at fair value, and retirement benefit obligations under employee benefits carried at present value.

4 Accounting policies

The accounting policies and the methods of computation adopted in the preparation of the consolidated condensed interim financial information are same as those applied in the preparation of annual audited financial statements for the year ended 31 December 2020.

The Group has adopted all the applicable new standards and amendments to standards, including any consequential amendments to other standards, with a date of initial application of 01 January 2021, as mentioned in the financial statement for the year ended 31 December 2020.

There is no significant impact of such changes on this condensed interim financial information of the Group.

5 Use of estimates and judgments

The preparation of this consolidated condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

During preparation of this consolidated condensed interim financial information, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Group for the year ended 31 December 2020.

6 Insurance and Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated annual financial statements for the year ended 31 December 2020.

| | | | (Unaudited) 30 September | (Audited) 31 December |
|-----|---|------|-----------------------------|--------------------------|
| | | | 2021 | 2020 |
| | | Note | Rupees in | thousand |
| 7 | Property and equipment | | | |
| | Operating assets | 7.1 | 4,628,956 | 4,535,595 |
| | Capital work in progress | | 42,556 | 28,116 |
| | Right of use asset | | 161,697 | 195,271 |
| | | | 4,833,209 | 4,758,982 |
| 7.1 | Operating assets | | | |
| | Opening balance - net book value | | 4,535,595 | 4,288,446 |
| | Additions during the period / year | 7.2 | 242,861 | 562,351 |
| | Less: | | | |
| | Book value of disposals during the period / year | 7.3 | (8,546) | (49,386) |
| | Depreciation charged during the period / year | | (167,018) | (275,637) |
| | Exchange differences and other adjustments | | 26,064 | 9,821 |
| | | | (149,500) | (315,202) |
| | | | 4,628,956 | 4,535,595 |
| 7.2 | Additions during the period / year - cost | | | |
| | | | 94 165 | 254 005 |
| | Land and buildings Furniture and fixtures | | 84,165 28,348 | 254,005 107,479 |
| | Motor vehicles | | 52,240 | 26,596 |
| | Machinery and equipment | | 51,276 | 116,307 |
| | Computer and related accessories | | 17,268 | 52,313 |
| | Leasehold Improvements | | 9,564 | 5,651 |
| | | | 242,861 | 562,351 |
| 7.3 | Written down values of property and equipment disposed off during the period / year | | | |
| | Land and buildings | | _ | 592 |
| | Furniture and fixtures | | 38 | 5,364 |
| | Motor vehicles | | 6,138 | 27,477 |
| | Machinery and equipment | | 2,355 | 2,683 |
| | Computer and related accessories | | 15 | 1,370 |
| | Leasehold Improvements | | <u> </u> | 11,900 |
| | | | 8,546 | 49,386 |
| 8 | Intangible assets | | | |
| | Opening balance - net book value | | 127,381 | 131,236 |
| | Additions during the period / year | | 25,437 | 42,296 |
| | Book value of disposals during the period / year | | | |
| | Amortization charged during the period / year | | (33,738) | (47,821) |
| | Exchange differences and other adjustments | | 2,990 | 1,670 |
| | | | (30,748) | (46,151) |
| | | | 122,070 | 127,381 |
| 9 | Investment Properties | | | |
| | Opening balance - net book value | | 1,183,026 | 1,204,026 |
| | Additions and capital improvements | | - | - |
| | Unrealized fair value gain / (loss) | | 42,000 | (21,000) |
| | | | 1,225,026 | 1,183,026 |
| | | | | ,, |

| - | 30 September 2021 (Unaudited) | | | | | 31 December 2 | 2020 (Audited) | |
|---|-------------------------------|---------------------------|-----------------------------|----------------|------------|---------------------------|-----------------------------|----------------|
| - | Cost | Impairment / provision | Unrealized gain / (loss) | Carrying value | Cost | Impairment / provision | Unrealized gain / (loss) | Carrying value |
| = | | | | Rupees in th | housands | | | |
| - | | | | | | | | |
| Available-for-sale | | | | | | | | |
| Related parties | | | | | | | | |
| Listed shares | 9,896,109 | (23,854) | (651,100) | 9,221,155 | 9,104,774 | (265,237) | 1,187,635 | 10,027,172 |
| Unlisted shares | 949,456 | - | 265,867 | 1,215,323 | 924,333 | - | 258,807 | 1,183,140 |
| Mutual Funds | 150,000 | - | 525 | 150,525 | - | - | - | - |
| | 10,995,565 | (23,854) | (384,708) | 10,587,003 | 10,029,107 | (265,237) | 1,446,442 | 11,210,312 |
| Others | | | | | | | | |
| Listed shares | 6,369,165 | (1,916,260) | 1,125,958 | 5,578,863 | 6,369,165 | (1,897,973) | 1,184,151 | 5,655,343 |
| Unlisted shared | 925,360 | - | 1,375,709 | 2,301,069 | 925,360 | - | 1,375,709 | 2,301,069 |
| Mutual Funds | 248,416 | - | (4,349) | 244,067 | 48,130 | - | (1,851) | 46,279 |
| NIT Units | 161 | | 700 | 861 | 161 | - | 709 | 870 |
| | 7,543,102 | (1,916,260) | 2,498,018 | 8,124,860 | 7,342,816 | (1,897,973) | 2,558,718 | 8,003,561 |
| Total - available for sale | 18,538,667 | (1,940,114) | 2,113,310 | 18,711,863 | 17,371,923 | (2,163,210) | 4,005,160 | 19,213,873 |
| Fair value through profit or loss | | | | | | | | |
| Related parties | | | | | | | | |
| Listed shares | 963,206 | - | - | 963,206 | 1,289,216 | - | - | 1,289,216 |
| Mutual Funds | 6,941,948 | - | - | 6,941,948 | 6,174,140 | - | - | 6,174,140 |
| | 7,905,154 | - | - | 7,905,154 | 7,463,356 | - | - | 7,463,356 |
| Others | | | | | | | | |
| Listed shares | 6,459,545 | _ | - | 6,459,545 | 5,763,671 | - | - | 5,763,671 |
| Mutual Funds | 1,946,215 | - | - | 1,946,215 | 2,422,849 | - | - | 2,422,849 |
| - | 8,405,760 | - | - | 8,405,760 | 8,186,520 | - | - | 8,186,520 |
| – Total - fair value through profit or loss | 16,310,914 | - | - | 16,310,914 | 15,649,876 | - | - | 15,649,876 |
| Grand Total | 34,849,581 | (1,940,114) | 2,113,310 | 35,022,777 | 33,021,799 | (2,163,210) | 4,005,160 | 34,863,749 |

10.1 3,716,710 (2020: 3,716,710) shares of MCB Bank Limited and 4,650,000 (2020: 3,582,000) shares of Fauji Fertilizer Company Limited have been pledged against Standby Letter of Credit (SBLC) issued in favour of Meezan Bank Limited on behalf of Hyundai Nishat Motor (Private) Limited, a related party of the Group.

| Pakistan Investment Bonds 99,262 5 Available for sale 377,211 31 Treasury Bills 1,527,411 66 Pakistan Investment Bonds 1,002,297 10 Fair value through profit or loss 1,627,708 72 Term Finance Certificates 1,539,859 1,12 Advance against purchase of term finance certificate 975,000 10 Corporate Sukuks 427,688 44 Treasury Bills 6,164,218 6,33 Pakistan Investment Bonds 45,14,698 3,90 15,189,066 14,12 6,37 6,392,852 12 Investments in Term Deposits 13,93,824 1,30 Held to maturity Deposits maturing within 12 months 13,93,824 1,30 Inside Pakistan - related partics 1,393,824 1,30 - others 1,393,824 1,30 4,31 - others 1,393,824 1,30 - related partics 1,393,824 1,36 - others 1,393,824 1,36 - others 1,393,824 1,36 - related pa | | N | - ote | (Unaudited) 30 September 2021 Rupees in | (Audited) 31 December 2020 thousand | |
|---|---|------------------------------------|----------|--|--|-----------|
| Treasury Bills 277,949 22 Pakistan Investment Bonds 377,211 33 Available for sale 1,527,411 66 Treasury Bills 1,527,411 66 Pakistan Investment Bonds 1,00,297 10 Treasury Bills 1,627,708 75 Fair value through profit or loss 1,627,708 75 Term Finance Certificates 975,000 10 Advance against purchase of term finance certificate 975,000 14 Corporate Sukuks 1,567,605 2,13 Ijarah Sukuks 427,688 44 Treasury Bills 6,164,218 6,33 Pakistan Investment Bonds 15,189,068 14,11 1,193,987 15,23 15,23 12 Investments in Term Deposits 1 1 Held to maturity Deposits maturing within 12 months 1,3470,066 8,12 0utside Pakistan - - 1,3470,066 8,12 - others 1,393,824 1,33 - 3,434 4,399,028 4,33 Outside Pakistan - - | 11 | Investments in debt securities | | | | |
| Pakistan Investment Bonds 99,262 5 Available for sale 377,211 31 Treasury Bills 1,527,411 66 Pakistan Investment Bonds 1,00,297 10 Fair value through profit or loss 1,627,708 72 Term Finance Certificates 1,539,859 1,12 Advance against purchase of term finance certificate 975,000 10 Corporate Sukuks 975,000 10 Ijarah Sukuks 427,688 44 Treasury Bills 6,164,218 6,339 Pakistan Investment Bonds 15,189,066 14,12 11,139,087 15,23 15,23 12 Investments in Term Deposits 117,193,987 15,23 12 Investments in Term Deposits 117,193,987 15,23 12 Investments in Term Deposits 13,470,066 8,14 - others 755,000 1,4 1,393,824 1,30 - others 1,393,824 1,36 4,399,90,28 4,36 Outside Pakistan 1,393,824 1,36 4,399,90,28 5,66 Deposits maturing aft | | Held to maturity | | | | |
| Pakistan Investment Bonds 99,262 5 Available for sale 377,211 31 Treasury Bills 1,527,411 66 Pakistan Investment Bonds 1,00,297 10 Fair value through profit or loss 1,627,708 72 Term Finance Certificates 1,539,859 1,12 Advance against purchase of term finance certificate 975,000 10 Corporate Sukuks 975,000 10 Ijarah Sukuks 427,688 44 Treasury Bills 6,164,218 6,339 Pakistan Investment Bonds 15,189,066 14,12 11,139,087 15,23 15,23 12 Investments in Term Deposits 117,193,987 15,23 12 Investments in Term Deposits 117,193,987 15,23 12 Investments in Term Deposits 13,470,066 8,14 - others 755,000 1,4 1,393,824 1,30 - others 1,393,824 1,36 4,399,90,28 4,36 Outside Pakistan 1,393,824 1,36 4,399,90,28 5,66 Deposits maturing aft | | Treasury Bills | Г | 277,949 | 275,631 | |
| Available for sale Treasury Bills 1,527,411 66 Pakistan Investment Bonds 100,297 10 Identified Control (100,297) 10 1,627,708 Fair value through profit or loss 1,539,859 1,11 Term Finance Certificates 1,539,859 1,11 Advance against purchase of term finance certificate 975,000 10 Corporate Stukks 1,567,605 2,13 Ijarah Stukks 427,688 44 Tressury Bills 4514,698 3,90 Pakistan Investment Bonds 15,189,068 14,11 17,193,987 15,22 12 Investments in Term Deposits 17,193,987 15,22 12 Investments in Term Deposits 13,470,066 7,64 - others 755,000 44 2,715,066 7,66 - related parties 13,393,824 1,33 4,34 - others 13,393,824 1,33 4,34 - others 1,393,824 1,33 4,34 - others 1,393,824 1,31 4,399,028 4,30 - others | | • | | 99,262 | 98,700 | |
| Pakistan Investment Bonds 100,297 10 Fair value through profit or loss 1,627,708 75 Fair value through profit or loss 1,539,859 1,12 Advance against purchase of term finance certificate 975,000 14 Corporate Sukuks 1,567,605 2,12 Ijarah Sukuks 427,688 44 Treasury Bills 4,514,698 3.90 Pakistan Investment Bonds 14,12 15,189,068 14,12 15,189,068 14,12 15,189,068 14,12 15,189,068 14,12 15,22 14 16 0 usitistan 15,189,068 14,12 17,193,987 15,22 14 14,12 17,193,987 15,22 14 14,12 17,193,987 15,22 14 14,12 15,189,068 14,12 15,169,06 8,14 16 to maturity 12 13,470,066 8,14 0 utside Pakistan 13,470,066 8,14 13,470,066 8,14 19,862,918 13,88 13,82 13,82 13,82 13,82 < | | Available for sale | | 377,211 | 374,331 | |
| Pakistan Investment Bonds 100,297 10 Fair value through profit or loss 1,627,708 75 Fair value through profit or loss 1,539,859 1,12 Advance against purchase of term finance certificate 975,000 14 Corporate Sukuks 1,567,605 2,12 Ijarah Sukuks 427,688 44 Treasury Bills 4,514,698 3.90 Pakistan Investment Bonds 14,12 15,189,068 14,12 15,189,068 14,12 15,189,068 14,12 15,189,068 14,12 15,22 14 16 0 usitistan 15,189,068 14,12 17,193,987 15,22 14 14,12 17,193,987 15,22 14 14,12 17,193,987 15,22 14 14,12 15,189,068 14,12 15,169,06 8,14 16 to maturity 12 13,470,066 8,14 0 utside Pakistan 13,470,066 8,14 13,470,066 8,14 19,862,918 13,88 13,82 13,82 13,82 13,82 < | | Treasury Bills | Г | 1,527,411 | 688,532 | |
| Fair value through profit or loss Term Finance Certificates 1,539,859 Advance against purchase of term finance certificate 975,000 Corporate Sukuks 1,567,605 Ijarah Sukuks 427,688 Treasury Bills 46,164,218 Pakistan Investment Bonds 15,189,068 17,193,987 15,22 12 Investments in Term Deposits Held to maturity 17,193,987 Deposits maturing within 12 months 13,470,006 Inside Pakistan - related parties - others 13,470,006 0utside Pakistan - related parties - others 1,393,824 Inside Pakistan - related parties - others 1,393,824 - others 13,470,006 8,14 13,82 - others 13,939,028 - others 19,862,918 - others 19,862,918 - others 13,81 - others 19,862,918 - others 13,81 - others 13,81 - others 13,81 - others< | | | | | 101,736 | |
| Term Finance Certificates 1,539,859 1,11 Advance against purchase of term finance certificate 975,000 10 Corporate Sukuks 427,688 44 Treasury Bills 427,688 44 Pakistan Investment Bonds 4,514,699 3,99 12 Investments in Term Deposits 17,193,987 15,23 12 Investments in Term Deposits 17,193,987 15,23 12 Investments in Term Deposits 17,193,987 15,23 14 17,193,987 15,23 3,99 15 Inside Pakistan 17,193,987 15,23 14 17,193,987 15,23 15,23 12 Investments in Term Deposits 17,193,987 15,23 14 Investments in Term Deposits 17,193,987 15,23 15 Inside Pakistan 12,715,066 7,66 - others 13,470,066 8,14 13,470,066 0utside Pakistan 13,470,066 8,14 13,82 - others 13,92,824 1,33 13,82 10 0utside Pakistan 19,862,918 <td< td=""><td></td><td></td><td></td><td>1,627,708</td><td>790,268</td></td<> | | | | 1,627,708 | 790,268 | |
| Advance against purchase of term finance certificate 975,000 10 Corporate Sukuks 1,567,605 2,13 Ijarah Sukuks 427,688 44 Treasury Bills 427,688 44 Pakistan Investment Bonds 4,514,698 3,90 12 Investments in Term Deposits 17,193,987 15,22 12 Investments in Term Deposits 17,193,987 15,22 12 Investments in Term Deposits 44 12,715,066 7,65 Held to maturity Deposits maturing within 12 months 13,470,066 8,14 Outside Pakistan - related parties 1,393,824 1,30 - others 1,393,824 1,30 - others 1,393,824 4,30 - others 1,393,824 4,30 - others 6,392,852 5,66 Deposits maturing after 12 months 19,862,918 13,81 - related parties - related parties 5,66 Deposits maturing after 12 months 13,81 - 7,51,88 - others 8,811 7,51,88 - 7,51,88 - others 8,8,999< | | Fair value through profit or loss | | | | |
| Corporate Sukuks 1,567,605 2,15 Ijarah Sukuks 427,688 44 Treasury Bills 6,164,218 6,33 Pakistan Investment Bonds 4,514,698 3,90 17,193,987 15,22 12 Investments in Term Deposits 11,166,12,11 Held to maturity 11,193,987 15,22 12 Investments in Term Deposits 11,12,115,006 7,65 Held to maturity 0 12,715,006 7,65 Outside Pakistan - - - - others 1,393,824 1,30 - - others 1,393,824 4,30 - - others 1,393,824 1,38 - - others 19,862,918 13,81 - - others 19,862,918 13,81 - - others 8,811 <td< td=""><td></td><td></td><td>Γ</td><td></td><td>1,125,156</td></td<> | | | Γ | | 1,125,156 | |
| Ijarah Sukuks 427,688 44 Treasury Bills 6,164,218 6,37 Pakistan Investment Bonds 4,514,698 3,90 11 Investments in Term Deposits 17,193,987 15,22 12 Investments in Term Deposits 17,193,987 15,22 14 ontartity 0 0 16,12 15 Inside Pakistan 755,000 44 - others 755,000 44 44 - others 7,15,066 7,66 0utside Pakistan 1,393,824 1,33 - others 6,392,852 5,60 0eposits maturing after 12 months 19,862,918 13,81 - related parties 8,811 7,5,188 2 - others 7,5,188 2 3,999 2 | | | | | 100,000 | |
| Treasury Bills 6,164,218 6,33 Pakistan Investment Bonds 4,514,698 3,90 15,189,068 14,12 17,193,987 15,23 12 Investments in Term Deposits Held to maturity Deposits maturing within 12 months Inside Pakistan - related parties - related parties 755,000 - others 13,970,066 0utside Pakistan - related parties - related parties 1,393,824 - others 1,393,824 0utside Pakistan - related parties - related parties 6,322,852 - others 6,322,852 0eposits maturing after 12 months 19,862,918 Inside Pakistan - related parties - related parties 6,322,852 - others 19,862,918 13,88 Inside Pakistan - related parties 8,811 - related parties 8,811 | | | | | 2,155,587 | |
| Pakistan Investment Bonds 4,514,698 3,90 15,189,068 14,12 17,193,987 15,22 12 Investments in Term Deposits Held to maturity Deposits maturing within 12 months Inside Pakistan 755,000 - related parties 755,000 - others 13,470,066 0utside Pakistan 13,393,824 - related parties 1,393,824 - others 6,392,852 5,66 19,862,918 Deposits maturing after 12 months 19,862,918 Inside Pakistan - related parties - related parties 5,66 Deposits maturing after 12 months 19,862,918 Inside Pakistan - related parties - related parties 5,66 Deposits maturing after 12 months 19,862,918 Inside Pakistan - related parties - others 8,811 - others 8,811 - related parties 8,811 - others 8,3,999 | | • | | | 464,354 | |
| 15,189,068 14,12 17,193,987 15,29 12 Investments in Term Deposits Held to maturity Deposits maturing within 12 months Inside Pakistan - related parties - others 755,000 Outside Pakistan - related parties - others 0utside Pakistan - related parties - others 1,393,824 0utside Pakistan - related parties - others 1,393,824 0utside Pakistan - related parties - others 1,393,824 0utside Pakistan - related parties - others 10,392,852 5,660 19,862,918 13,81 - related parties - others 8,811 - others 8,811 - others 83,999 | | - | | | 6,371,663 3,908,807 | |
| 12 Investments in Term Deposits Held to maturity Deposits maturing within 12 months Inside Pakistan - related parties - others Outside Pakistan - related parties - others Deposits maturing after 12 months Inside Pakistan - related parties - others 1,393,824 1,399,028 4,399,028 4,399,028 - others 19,862,918 13,811 - related parties - others 19,862,918 13,811 - others 8,811 - others | | rakistan nivestinent bonus | L | | 14,125,567 | |
| Held to maturity Deposits maturing within 12 months Inside Pakistan - related parties - others Outside Pakistan - related parties - others 0utside Pakistan - related parties - others 1,393,824 1,393,824 4,999,028 4,300 6,392,852 5,660 Deposits maturing after 12 months Inside Pakistan - related parties - others 8,811 - related parties - others 8,811 - related parties - others 8,811 - others | | | - | 17,193,987 | 15,290,166 | |
| Deposits maturing within 12 months Inside Pakistan - related parties 755,000 - others 755,000 0utside Pakistan - related parties 13,470,066 - related parties 1,393,824 - others 1,393,824 - others 4,999,028 - others 6,392,852 Deposits maturing after 12 months 19,862,918 Inside Pakistan - related parties - related parties 8,811 - others 8,811 - others 8,811 - related parties 8,811 - related parties 8,3999 | 12 | Investments in Term Deposits | | | | |
| Inside Pakistan - related parties $755,000$ 44 - others $12,715,066$ $7,69$ Outside Pakistan $13,470,066$ $8,14$ - related parties $1,393,824$ $1,30$ - others $1,393,824$ $1,30$ - others $6,392,852$ $5,66$ Deposits maturing after 12 months $19,862,918$ $13,81$ Inside Pakistan $19,862,918$ $13,81$ - related parties $8,811$ $75,188$ - others $83,999$ $562,918$ | | Held to maturity | | | | |
| - related parties 755,000 44 - others 12,715,066 7,69 0utside Pakistan 13,470,066 8,14 - related parties 1,393,824 1,30 - others 1,393,824 1,30 - others 6,392,852 5,66 Deposits maturing after 12 months 19,862,918 13,81 Inside Pakistan - - - - related parties 8,811 - - - others 8,811 - - - others 83,999 - - | | Deposits maturing within 12 months | | | | |
| - others 12,715,066 7,69 Outside Pakistan 13,470,066 8,14 - related parties 1,393,824 1,30 - others 1,393,824 4,30 Goussian and the second sec | | Inside Pakistan | | | | |
| Outside Pakistan 13,470,066 8,14 - related parties 1,393,824 1,30 - others 4,999,028 4,30 000000000000000000000000000000000000 | | * | | | 448,811 | |
| Outside Pakistan - related parties - others Deposits maturing after 12 months Inside Pakistan - related parties - others 8,811 75,188 83,999 | | - others | L | | 7,695,066 | |
| - related parties 1,393,824 1,30 - others 4,999,028 4,30 6,392,852 5,60 Deposits maturing after 12 months 19,862,918 13,81 Inside Pakistan - - - - related parties 8,811 - - - others 75,188 - - - others - - - - - others - - - - - others - - - - - - others - | | Outside Polyiston | | 13,470,066 | 8,143,877 | |
| - others 4,999,028 4,36 6,392,852 5,66 Deposits maturing after 12 months 19,862,918 13,81 Inside Pakistan - - related parties 8,811 - - others 75,188 - 83,999 - - | | | Г | 1 303 824 | 1,305,429 | |
| 6,392,852 5,66 Deposits maturing after 12 months 19,862,918 13,81 Inside Pakistan 8,811 8,811 75,188 <th 75,<="" td=""><td></td><td>*</td><td></td><td></td><td>4,364,568</td></th> | <td></td> <td>*</td> <td></td> <td></td> <td>4,364,568</td> | | * | | | 4,364,568 |
| Deposits maturing after 12 months19,862,91813,81Inside Pakistan8,811- related parties8,811- others75,18883,9997 | | | L | | 5,669,997 | |
| - related parties - others | | Deposits maturing after 12 months | _ | | 13,813,874 | |
| - others 75,188 75,188 83,999 | | Inside Pakistan | | | | |
| 83,999 | | - related parties | Γ | 8,811 | 2,000 | |
| | | - others | | | 75,188 | |
| | | | | 83,999 | 77,188 | |
| 12.1 19,946,917 13,89 | | 12 | 2.1 | 19,946,917 | 13,891,062 | |

12.1 These include fixed deposits amounting to Rs. 5,342,992 thousands (AED 115,000 thousands) [December 2020: Rs. 4,904,014 thousands (AED 112,699 thousands)] kept in accordance with the requirements of Insurance Regulations applicable to the UAE branches for the purpose of carrying on business in United Arab Emirates. These also include liens against cash deposits of Rs. 259,065 thousands (December 2020: Rs. 259,065 thousands) with banks in Pakistan essentially in respect of guarantees issued by the banks on behalf of the Group for claims under litigation filed against the Group, bid bond guarantees and guarantee to Meezan Bank Limited (MBL) against the loan provided by MBL to Hyundai Nishat Motor (Private) Limited, a related party.

| | | (Unaudited) 30 September 2021 | (Audited) 31 December 2020 |
|----|---|-------------------------------------|----------------------------------|
| | | Rupees in | thousand |
| 13 | Loans and other receivables - considered good | | |
| | Rent receivable | 8,492 | 7,776 |
| | Accrued income | 477,622 | 251,749 |
| | Security deposits | 123,024 | 102,938 |
| | Advances to employees and suppliers | 158,987 | 237,051 |
| | Advance agent commission | 7,121 | 4,478 |
| | Loans to employees | 57,786 | 52,335 |
| | Receivable against the sale of investment | 53,764 | 233,958 |
| | Receivable from related parties | - | 16,694 |
| | Other receivables | 122,968 | 78,765 |
| | | 1,009,764 | 985,744 |
| 14 | Insurance / reinsurance receivables - unsecured and considered good | | |
| | Due from insurance contract holders | 8,384,515 | 4,753,304 |
| | Provision for impairment of receivables from | | |
| | insurance contract holders | (983,258) | (936,290) |
| | | 7,401,257 | 3,817,014 |
| | Due from other insurers / other reinsurers | 1,433,255 | 1,375,616 |
| | Provision for impairment of due from other | | |
| | insurers / reinsurers | (201,302) | (201,302) |
| | | 1,231,953 | 1,174,314 |
| | | 8,633,210 | 4,991,328 |

14.1 Due from insurance contact holders include an amount Rs. 390,440 thousands (2020: Rs. 201,453 thousands) held with related parties.

| 15 Prepayments | (Unaudited) 30 September 2021 Rupees in | (Audited) 31 December 2020 thousand |
|---|--|--|
| Prepaid reinsurance premium ceded | 5,622,428 | 3,307,863 |
| Prepaid miscellaneous expenses | 204,409 | 161,089 |
| | 5,826,837 | 3,468,952 |
| 16 Cash and bank | | |
| Cash and cash equivalents | | |
| Inside Pakistan | | |
| Cash in hand | 1,107 | 580 |
| Policy stamps, revenue stamps and bond papers | 27,432 | 10,499 |
| | 28,539 | 11,079 |
| Outside Pakistan | | |
| Cash in hand | 633 | - |
| Cash at bank | 29,172 | 11,079 |
| Inside Pakistan 16.1 | | |
| Current accounts | 757,672 | 331,680 |
| Savings accounts | 11,187,135 | 10,787,153 |
| Savings accounts | 11,944,807 | 11,118,833 |
| Outside Pakistan | | |
| Current accounts | 698,101 | 136,313 |
| Savings accounts | 1,432 | 871 |
| | 699,533 | 137,184 |
| | 12,644,340 | 11,256,017 |
| | 12,673,512 | 11,267,096 |

16.1 Cash at bank includes an amount of Rs. 2,635,780 thousands (2020: Rs. 3,674,945 thousands) held with MCB Bank Limited and MCB Islamic Bank Limited, a related parties of the Group.

16.2 Lien of Rs. 440,000 thousands (2020: Rs. 440,000 thousands) is marked on cash deposits in saving accounts against SBLC (Standby Letter of Credit) issued in favor of Meezan Bank Limited on behalf of Hyundai Nishat Motor (Private) Limited, a related party of the Group.

| | | (Unaudited) | (Audited) |
|-------|---|---------------|----------------|
| | | 30 September | 31 December |
| | | 2021 | 2020 |
| | | Rupees in | thousand |
| 17 Wi | indow Takaful Operations - Parent Company | | |
| Ор | perator's Fund | | |
| Ass | sets | | |
| Cas | sh and bank deposits | 289,016 | 209,446 |
| Qa | rd-e-Hasna to Participant Takaful Fund | 146,460 | 146,460 |
| Inv | restments | 37,723 | 35,873 |
| Inta | angible assets | 11,743 | 12,421 |
| Pro | operty and equipment | 21,083 | 20,793 |
| Cu | rrent assets - others | 187,412 | 164,155 |
| To | tal Assets | 693,437 | 589,148 |
| To | tal Liabilities | 286,554 | 242,797 |
| | | For nine mont | h period ended |
| | | 30 September | 30 September |
| | | 2021 | 2020 |
| | | Rupees in | thousand |
| Wa | akala income | 311,004 | 300,965 |
| Cor | mmission expense | (101,543) | (87,604) |
| Ma | anagement expenses | (126,269) | (101,807) |
| Inv | vestment income | 2,317 | 3,584 |
| Oth | her income | 12,275 | 9,579 |
| Mu | udarib's share of PTF investment income | 2,087 | 2,744 |
| Oth | her Expenses | (2,310) | (2,494) |
| Pro | ofit before taxation | 97,561 | 124,967 |
| Тах | xation | (36,700) | (36,241) |
| Pro | ofit after taxation | 60,861 | 88,726 |

Details of total assets, total liabilities and segment disclosure of window takaful operations of the Parent Company are stated in the annexed condensed interim financial information for the nine months ended 30 September 2021.

| | | <u>(Unaudited)</u> 30 September 2021 | (Audited) 31 December 2020 |
|----|--|--|----------------------------------|
| | | Rupees in | thousand |
| 18 | Reserves | | |
| | Capital reserves | | |
| | Reserves for exceptional losses | 22,859 | 22,859 |
| | Investment fluctuation reserves | 3,764 | 3,764 |
| | Exchange translation reserves | 828,948 | 678,438 |
| | Fair value reserve | 1,497,837 | 2,845,746 |
| | | 2,353,408 | 3,550,807 |
| | Revenue reserves | | |
| | General reserves | 936,500 | 936,500 |
| | | 3,289,908 | 4,487,307 |
| 19 | Other creditors and accruals | | |
| | Agents commission payable | 1,097,924 | 1,077,695 |
| | Payable against the purchase of investment | 36,911 | 237,167 |
| | Federal Excise Duty / Sales Tax / VAT | 341,346 | 94,242 |
| | Federal Insurance Fee payable | 69,817 | 29,854 |
| | Payable to related parties | 3,833 | 4,801 |
| | Workers' welfare fund | 76,485 | 76,485 |
| | Tax deducted at source | 79,581 | 107,570 |
| | Accrued expenses | 460,229 | 510,725 |
| | Unpaid and unclaimed dividend | 675,282 | 161,753 |
| | Payable to employees' provident fund | 382 | 143 |
| | Sundry creditors | 626,010 | 592,559 |
| | | 3,467,800 | 2,892,994 |

20 Contingencies and commitments

Parent Company

Contingencies and commitments

There has been no significant change in the status of contingencies as reported in the preceding published unconsolidated annual financial statements of the Parent Company for the year ended 31 December 2020 except for the following:

- The Parent Company has provided a guarantee to Meezan Bank Limited (MBL) against the loan provided by MBL to Hyundai Nishat Motor (Private) Limited, a related party, amounting to Rs. 1,277,100 thousands (December 2020: Rs. 1,209,000 thousands).
- The Parent Company has issued letter of guarantees of AED 349,250 amounting to Rs. 16,226 thousands (December 2020: AED 251,500 amounting to Rs.10,944 thousands) relating to UAE branch.

Subsidiary Company

Contingencies

Sindh Revenue Board (SRB) vide notification no. SRB 3-4/5/2019 dated May 8, 2019 extended the exemption on life insurance till June 30, 2019. Subsequent to it, life insurance was made taxable from July 1, 2019 at the rate of 3% and group life insurance at the rate of 13%. Further, SRB extended exemption on health insurance till June 30, 2020. With effect from November 1, 2018, the Punjab Revenue Authority (PRA) withdrew its exemption on life and health insurance and made the same subject to Punjab Sales Tax (PST). The Subsidiary Company collectively through the forum of Insurance Association of Pakistan ("IAP") had filed a constitutive petition in the Lahore High Court (LHC) and in the High Court of Sindh at Karachi on September 28, 2019 and November 28, 2019 against PRA and SRB respectively.

According to the grounds of the petition and legal opinion obtained by the Subsidiary Company the Insurance premium does not fall under the definition of service rather an insurance policy is a financial arrangement, which is in the nature of a contingent contract, and not a service upon which sales tax can be levied (and that an insurance Subsidiary Company is not rendering a service). The opinion also mentions that vast majority of premium received from a policy holder, during the life of the policy, is in fact channeled it to the policy holder's investment account and as such this is critically important in exposing the legal fallacies embodied in the Rules.

In view of the above the Subsidiary Company has not started billing sales tax to its customers. The amount of sales tax involved (for both Sindh and Punjab region) is around Rs.509.37 million (December 31, 2020: 347.54 million) computed on the basis of risk based premium, as per the advice of legal advisor, which nonetheless the Subsidiary Company maintains, based on the legal view, cannot be levied as the insurance is not a service.

Further subsequent to filing petition, all the provincial tax authorities i.e. SRB, PRA and BRA have called a meeting of the industry representatives on January 11, 2020 in Karachi to discuss the matters relating to sales tax on premium. The matter was discussed in details and it was agreed to form a joint committee of the industry representatives as well as from all the provincial tax authorities and agreed in the meeting that the sales tax on Life and Health be kept exempt till June 30, 2020 however, a formal notification in this regard has not yet been issued. Further, the committee formed met on February 5, 2020 in Lahore at PRA office to work out the way forward.

Based on the legal opinion obtained the Subsidiary Company considers that it has a reasonably strong case on the merits in the constitution petition and the writ petition filed in the High Courts. The petition is still pending for hearing.

Commitments

Commitments represent ljarah rentals for vehicles payable in future period.

| | (Unaudited) | (Audited) |
|---|--------------|-------------|
| | 30 September | 31 December |
| | 2021 | 2020 |
| | Rupees in | thousand |
| Not later than one year | 56,303 | 37,844 |
| Later than one year and not later than five years | 148,879 | 102,066 |
| | 205,182 | 139,910 |

| | | For three month | • | For nine month | <u> </u> |
|---|----------------------------|----------------------------|----------------------------|----------------------------|-------------------------|
| | Note | 30 September 2021 | 30 September 2020 | 30 September 2021 | 30 September 2020 |
| | INOTE | 2021 | Rupees in | | 2020 |
| Net insurance premium | | | | | |
| Parent Company | | | | | |
| Written gross premium | | 8,026,148 | 4,680,074 | 18,530,939 | 14,423,597 |
| Unearned premium reserve opening | | 9,320,461 | 9,426,420 | 8,366,434 | 10,242,348 |
| Unearned premium reserve closing | | (12,246,522) | (8,961,520) | (12,246,522) | (8,961,520 |
| Currency translation effect | | 249,470 | (56,045) | 221,101 | 248,28 |
| Premium earned | | 5,349,557 | 5,088,929 | 14,871,952 | 15,952,70 |
| Reinsurance premium ceded Prepaid reinsurance premium opening | | (4,478,391) (3,253,601) | (2,212,573) (2,937,772) | (8,102,336) (3,307,863) | (5,436,85 (3,500,51) |
| Prepaid reinsurance premium obeining | | 5,622,428 | 3,331,062 | 5,622,428 | 3,331,06 |
| Currency translation effect | | (16,254) | 2,193 | (16,206) | (6,06 |
| Reinsurance expense | | (2,125,818) | (1,817,090) | (5,803,977) | (5,612,36 |
| | 21.1 & 21.2 | 3,223,739 | 3,271,839 | 9,067,975 | 10,340,34 |
| Subsidiary Company | | | | | |
| Regular premium / contributions individual policies | | | | | |
| - first year | | 938,915 | 884,621 | 2,668,680 | 1,963,34 |
| second year renewal subsequent years renewal | | 564,936 1,536,492 | 679,557 1,246,715 | 1,494,972 4,491,130 | 1,901,72 3,532,07 |
| Single premium / contributions | | 1,550,492 | 1,240,713 | 4,491,130 | 5,552,07 |
| individual policies | | 2,098,110 | 1,552,873 | 5,846,192 | 2,783,98 |
| Group policies without cash values | | 293,002 | 329,454 | 483,173 | 577,96 |
| Less: Experience refund | | (72,066) | (12,182) | (74,495) | (22,31 |
| | | 5,359,389 | 4,681,038 | 14,909,652 | 10,736,76 |
| Less: reinsurance premiums / retakaful contributions ceded | | | | | |
| On individual life first year business | | (15,120) | (10,800) | (43,687) | (21,51 |
| On individual life second year business | | (8,240) | (5,474) | (24,954) | (16,47 |
| On individual life subsequent renewal business | | (45,178) | (32,503) | (127,881) | (87,73 |
| On single premium individual policies | | (43,178) (2,707) | (1,029) | (127,881) (8,062) | (3,28 |
| On group policies | | (164,097) | (208,392) | (263,777) | (352,28 |
| Profit commission on reinsurance | | 14,159 | - | 21,545 | 39 |
| | | (221,183) | (258,198) | (446,816) | (480,90 |
| | | 5,138,206 | 4,422,840 | 14,462,836 | 10,255,86 |
| | | 8,361,945 | 7,694,679 | 23,530,811 | 20,596,203 |
| 21.1 Net insurance premium - Busin | ess underwritten inside P | akistan | | | |
| Written gross premium | | 6,554,766 | 3,909,035 | 13,916,581 | 10,697,20 |
| Unearned premium reserve opening Unearned premium reserve closing | | 6,279,981 (8,826,825) | 5,861,254 (6,298,218) | 6,021,464 (8,826,825) | 6,197,50 (6,298,21 |
| Premium earned | | 4,007,922 | 3,472,071 | 11,111,220 | 10,596,48 |
| | | | (2,150,570) | | |
| Reinsurance premium ceded Prepaid reinsurance premium opening | | (4,285,351) (3,118,551) | (2,130,370) (2,818,671) | (7,691,206) (3,260,277) | (5,263,86 (3,425,35 |
| Prepaid reinsurance premium closing | | 5,380,775 | 3,213,297 | 5,380,775 | 3,213,29 |
| Reinsurance expense | | (2,023,127) | (1,755,944) | (5,570,708) | (5,475,91 |
| | | 1,984,795 | 1,716,127 | 5,540,512 | 5,120,56 |
| 21.2 Net insurance premium - Busin | ess underwritten outside l | Pakistan | | | |
| Written gross premium | | 1,471,382 | 771,039 | 4,614,358 | 3,726,39 |
| Unearned premium reserve opening | | 3,040,480 | 3,565,166 | 2,344,970 | 4,044,84 |
| Unearned premium reserve closing Currency translation effect | | (3,419,697) 249,470 | (2,663,302) (56,045) | (3,419,697) 221,101 | (2,663,30 248,28 |
| Premium earned | | 1,341,635 | 1,616,858 | 3,760,732 | 5,356,22 |
| Reinsurance premium ceded | | (193,040) | (62,003) | | (172,99 |
| Prepaid reinsurance premium opening | | (193,040) (135,050) | (119,101) | (411,130) (47,586) | (172,99 |
| Prepaid reinsurance premium closing | | 241,653 | 117,765 | 241,653 | 117,76 |
| Currency translation effect | | (16,254) | 2,193 | (16,206) | (6,06 |
| Reinsurance expense | | (102,691) | (61,146) | (233,269) | (136,448 |
| | | 1 238 944 | 1 555 712 | 3 527 463 | 5 219 77 |

1,238,944

1,555,712

5,219,774

3,527,463

| | | For three month period ended | | For nine month period ended | |
|---|-------------|------------------------------|----------------------|-----------------------------|----------------------|
| | Note | 30 September 2021 | 30 September 2020 | 30 September 2021 | 30 September 2020 |
| | | | Rupees in | thousand | |
| Net insurance claims expense | | | | | |
| Parent Company | | | | | |
| Claims paid | | 3,650,276 | 2,536,430 | 8,413,107 | 7,953,138 |
| Outstanding claims including IBNR closing | | 12,086,375 | 12,462,175 | 12,086,375 | 12,462,175 |
| Outstanding claims including IBNR opening | | (12,627,240) | (11,641,695) | (10,768,040) | (10,367,347) |
| Currency translation effect | | (405,380) | 91,911 | (321,113) | (422,239) |
| Claims expense | | 2,704,031 | 3,448,821 | 9,410,329 | 9,625,727 |
| Reinsurance and other recoveries received | | (1,795,700) | (829,757) | (3,304,933) | (2,849,950) |
| Reinsurance and other recoveries in respect of outstanding claims closing Reinsurance and other recoveries in respect | | (7,348,618) | (7,080,096) | (7,348,618) | (7,080,096) |
| of outstanding claims opening | | 8,059,933 | 6,583,565 | 6,192,571 | 6,233,348 |
| Currency translation effect | | 161,768 | (40,993) | 122,803 | 219,838 |
| Reinsurance and other recoveries revenue | | (922,617) | (1,367,281) | (4,338,177) | (3,476,860) |
| | 22.1 & 22.2 | 1,781,414 | 2,081,540 | 5,072,152 | 6,148,867 |
| Subsidiary Company | | | | | |
| Gross claims | | | | | |
| Claims under individual policies | | | | | |
| - by death | | 191,956 | 174,295 | 543,173 | 328,806 |
| - by insured event other than death | | (2,284) 381,236 | (6) 479,921 | 1,325 1,083,280 | 1,094 1,265,862 |
| by maturityby surrender | | 1,445,068 | 1,146,994 | 4,427,595 | 3,028,586 |
| Total gross individual policy claims | | 2,015,976 | 1,801,204 | 6,055,373 | 4,624,348 |
| e , , | | 2,013,970 | 1,001,204 | 0,055,575 | 4,024,348 |
| Claims under group policies - by death | | 63,276 | 259,108 | 311,264 | 482,678 |
| - by insured event other than death | | 350 | 1,776 | 4,575 | 5,248 |
| Total gross group policy claims | | 63,626 | 260,884 | 315,839 | 487,926 |
| Claim investigation fees | | 4,246 | 2,197 | 8,748 | 4,176 |
| Total gross claims | | 2,083,848 | 2,064,285 | 6,379,960 | 5,116,450 |
| Less: Reinsurance recoveries | | | | | |
| - on individual claims | | 35,374 | 68,020 | 107,603 | 99,789 |
| - on group claims | | 23,798 | 199,740 | 199,262 | 360,165 |
| | | 59,172 | 267,760 | 306,865 | 459,954 |
| | | 2,024,676 | 1,796,525 | 6,073,095 | 4,656,496 |
| | | 3,806,090 | 3,878,065 | 11,145,247 | 10,805,363 |

22.1 Net insurance claims expense - Business underwritten inside Pakistan

| Claim paid | 1,474,756 | 1,213,892 | 4,232,780 | 3,402,597 |
|--|-------------|-------------|-------------|-------------|
| Outstanding claims including IBNR closing | 6,942,985 | 5,892,742 | 6,942,985 | 5,892,742 |
| Outstanding claims including IBNR opening | (6,926,367) | (5,057,585) | (4,920,475) | (4,398,967) |
| Claim expense | 1,491,374 | 2,049,049 | 6,255,290 | 4,896,372 |
| Reinsurance and other recoveries received | (634,719) | (252,863) | (1,412,802) | (825,391) |
| Reinsurance and other recoveries in respect of outstanding claims closing | (5,350,469) | (4,057,402) | (5,350,469) | (4,057,402) |
| Reinsurance and other recoveries in respect of outstanding claims opening | 5,535,861 | 3,410,063 | 3,526,278 | 2,948,471 |
| Reinsurance and other recoveries revenue | (449,327) | (900,202) | (3,236,993) | (1,934,322) |
| | 1,042,047 | 1,148,847 | 3,018,297 | 2,962,050 |

22.2 Net insurance claims expense - Business underwritten outside Pakistan

| Claim Paid | 2,175,520 | 1,322,538 | 4,180,327 | 4,550,541 |
|---|-------------|-------------|-------------|-------------|
| Outstanding claims including IBNR closing | 5,143,390 | 6,569,433 | 5,143,390 | 6,569,433 |
| Outstanding claims including IBNR opening | (5,700,873) | (6,584,110) | (5,847,565) | (5,968,380) |
| Currency translation effect | (405,380) | 91,911 | (321,113) | (422,239) |
| Claim expense | 1,212,657 | 1,399,772 | 3,155,039 | 4,729,355 |
| Reinsurance and other recoveries received | (1,160,981) | (576,894) | (1,892,131) | (2,024,559) |
| Reinsurance and other recoveries in respect | | | | |
| of outstanding claims closing | (1,998,149) | (3,022,694) | (1,998,149) | (3,022,694) |
| Reinsurance and other recoveries in respect | | | | |
| of outstanding claims opening | 2,524,072 | 3,173,502 | 2,666,293 | 3,284,877 |
| Currency translation effect | 161,768 | (40,993) | 122,803 | 219,838 |
| Reinsurance and other recoveries revenue | (473,290) | (467,079) | (1,101,184) | (1,542,538) |
| | 739,367 | 932,693 | 2,053,855 | 3,186,817 |

| | | For three month period ended | | For nine month period ended | |
|---|---|------------------------------|----------------------|-----------------------------|----------------------|
| | Note | 30 September 2021 | 30 September 2020 | 30 September 2021 | 30 September 2020 |
| | | | Rupees in | thousand | |
| ; | Net commission and other acquisition costs | | | | |
| | Parent Company | | | | |
| | Commission paid or payable | 612,158 | 368,302 | 1,778,356 | 1,549,001 |
| | Deferred commission expense opening | 911,257 | 1,192,418 | 731,319 | 1,190,146 |
| | Deferred commission expense closing | (1,052,910) | (944,467) | (1,052,910) | (944,467 |
| | Currency translation effect | 47,151 | (14,022) | 41,939 | 51,647 |
| | Net commission | 517,656 | 602,231 | 1,498,704 | 1,846,327 |
| | Commission received or recoverable | (217,561) | (181,517) | (477,848) | (422,134 |
| | Unearned reinsurance commission opening | (242,641) | (199,721) | (245,318) | (237,751 |
| | Unearned reinsurance commission closing | 311,837 | 259,741 | 311,837 | 259,741 |
| | Currency translation effect | (248) | 68 | (178) | (192 |
| | Commission from reinsurance | (148,613) | (121,429) | (411,507) | (400,336 |
| | 23.1 & 23.2 | 369,043 | 480,802 | 1,087,197 | 1,445,991 |
| | Subsidiary Company Remuneration to insurance / takaful intermediaries on individual policies: | | | | |
| | - Commission on first year contribution / premium | 376,079 | 382,675 | 1,115,559 | 859,506 |
| | - Commission on second year contribution / premium | 32,417 | 36,045 | 87,525 | 101,385 |
| | - Commission on subsequent years renewal contribution / premium | 36,689 | 29,206 | 106,456 | 82,324 |
| | - Commission on single contribution / premium | 44,491 | 33,817 | 125,055 | 59,683 |
| | - Other benefits to insurance intermediaries | 87,100 | 82,894 | 294,362 | 240,42 |
| | | 576,776 | 564,637 | 1,728,957 | 1,343,32 |
| | Remuneration to insurance intermediaries on group policies: | | | | |
| | - Commission | 5,819 | 4,588 | 20,388 | 28,700 |
| | - Other benefits to insurance intermediaries | 232 | 760 | 1,371 | 2,647 |
| | | 6,051 | 5,348 | 21,759 | 31,353 |
| | Other acquisition costs | 169,605 | 93,041 | 531,826 | 358,871 |
| | | 752,432 | 663,026 | 2,282,542 | 1,733,545 |
| | | | | 3,369,739 | 3,179,536 |

23.1 Net commission and other acquisition costs - Business underwritten inside Pakistan

| Commission paid or payable | 350,703 | 224,964 | 864,061 | 733,353 |
|---|-----------|-----------|-----------|-----------|
| Deferred commission expense opening | 307,507 | 400,172 | 285,324 | 352,673 |
| Deferred commission expense closing | (404,158) | (381,604) | (404,158) | (381,604) |
| Net commission | 254,052 | 243,532 | 745,227 | 704,422 |
| Commission received or recoverable | (215,184) | (177,882) | (472,774) | (414,461) |
| Unearned reinsurance commission opening | (239,650) | (195,331) | (240,971) | (236,381) |
| Unearned reinsurance commission closing | 308,923 | 253,765 | 308,923 | 253,765 |
| Commission from reinsurance | (145,911) | (119,448) | (404,822) | (397,077) |
| | 108,141 | 124,084 | 340,405 | 307,345 |
| | | | | |

23.2 Net commission and other acquisition costs - Business underwritten outside Pakistan

| Commission paid or payable | 261,455 | 143,338 | 914,295 | 815,648 |
|---|-----------|-----------|-----------|-----------|
| Deferred commission expense opening | 603,750 | 792,246 | 445,995 | 837,473 |
| Deferred commission expense closing | (648,752) | (562,863) | (648,752) | (562,863) |
| Currency translation effect | 47,151 | (14,022) | 41,939 | 51,647 |
| Net commission | 263,604 | 358,699 | 753,477 | 1,141,905 |
| Commission received or recoverable | (2,377) | (3,635) | (5,074) | (7,673) |
| Unearned reinsurance commission opening | (2,991) | (4,390) | (4,347) | (1,370) |
| Unearned reinsurance commission closing | 2,914 | 5,976 | 2,914 | 5,976 |
| Currency translation effect | (248) | 68 | (178) | (192) |
| Commission from reinsurance | (2,702) | (1,981) | (6,685) | (3,259) |
| | 260,902 | 356,718 | 746,792 | 1,138,646 |

| | | | For three month period ended | | n period ended |
|---------|--|---------------------------|------------------------------|---------------------------|----------------------|
| | | 30 September 2021 | 30 September 2020 | 30 September 2021 | 30 September 2020 |
| | | | Rupees in | thousand | |
| Invest | tment income | | | | |
| | ess underwritten Inside Pakistan | | | | |
| | ne from equity securities | | | | |
| | end Income | | | | |
| | lable for sale | 513,632 | 185,399 | 1,834,780 | 855,842 |
| | value through profit or loss | 138,564 | 27,160 | 471,402 | 269,316 |
| - 1 411 | value unough profit of loss | 652,196 | 212,559 | 2,306,182 | 1,125,158 |
| Incon | ne from debt securities | 002,100 | 212,009 | 2,000,102 | 1,120,100 |
| Retu | rn on debt securities | | | | |
| | value through profit or loss | 67,854 | 79,987 | 202,591 | 310,106 |
| | to maturity | - | - | - | - |
| | - | 67,854 | 79,987 | 202,591 | 310,106 |
| Retur | n on government securities | | | | |
| | lable for Sale | 5,622 | 9,437 | 21,364 | 34,783 |
| | value through profit or loss | 441,971 | 322,645 | 1,203,034 | 1,116,805 |
| - Held | to maturity | 7,447 | 7,831 | 27,778 | 29,536 |
| Ŧ | | 455,040 | 339,913 | 1,252,176 | 1,181,124 |
| | ne from term deposit receipts | 120 452 | (2.420) | 2 45 055 | 207 477 |
| - Held | to maturity | <u>139,452</u> 139,452 | <u>63,429</u> 63,429 | <u>345,955</u> 345,955 | 287,477 287,477 |
| - | | | | | |
| lax of | n dividend under final tax regime | (11,088) | (435) | (55,885) | (1,782) |
| Not w | alized fair value gains on investments | (11,088) | (433) | (55,885) | (1,782) |
| | ealized fair value gains on investments | | | | |
| | able for sale ty securities | | 37,019 | 5,421 | 40,552 |
| | ernment securities | - (6) | 57,019 | (9) | 40,552 |
| - 000 | childent securities | (6) | 37,019 | 5,412 | 40,552 |
| Fair v | value through profit or loss | | , | , | , |
| | ty securities | (70) | 375,508 | 480,303 | (24,974) |
| - | securities | - | (1,018) | 6,331 | (1,240) |
| - Gov | ernment securities | (22,331) | 3,655 | (55,645) | 286,516 |
| | | (22,401) | 378,145 | 430,989 | 260,302 |
| | ion for impairment in value of | | | | |
| 'ava | ilable-for-sale' investments | - | 62,696 | 223,096 | (140,543) |
| | | 1,281,047 | 1,173,313 | 4,710,516 | 3,062,394 |
| | <u>ess underwritten Outside Pakistan</u> | | | | |
| Incon | ne from equity securities | | | | |
| Divid | end income | | | | |
| - A | vailable for Sale | 98 | 2,150 | 241 | 2,244 |
| | | 98 | 2,150 | 241 | 2,244 |
| Net re | ealized gains on investments | | | | |
| - A | vailable for Sale | - | - | - | 191 |
| | | - | - | - | 191 |
| Retur | n on term deposits | | | | |
| - He | eld to maturity | 22,028 | 37,707 | 81,707 | 120,418 |
| | | 22,028 | 37,707 | 81,707 | 120,418 |
| | | 22,126 | 39,857 | 81,948 | 122,853 |
| Total | investment income | 1,303,173 | 1,213,170 | 4,792,464 | 3,185,247 |
| | | | | | |

| - | For three month period ended | | For nine month period ended | |
|--|------------------------------|--------------|-----------------------------|--------------|
| - | 30 September | 30 September | 30 September | 30 September |
| _ | 2021 | 2020 | 2021 | 2020 |
| | | Rupees in | thousand | |
| Earnings per share - basic and diluted | | | | |
| There is no dilutive effect on the basic earnings per share which is based on: | | | | |
| Profit after tax for the period attributable to ordinary shareholders | 728,308 | 416,448 | 2,408,605 | 1,317,165 |
| | Number o | of shares | Number of | of shares |
| Weighted average number of ordinary shares outstanding | 350,000,000 | 350,000,000 | 350,000,000 | 350,000,000 |
| | Rup | ees | Rup | ees |
| Earnings per share - basic and diluted | 2.08 | 1.19 | 6.88 | 3.76 |

26 Transactions with related parties

25

The Group has related party relationships with its associates, subsidiary company, employee retirement benefit plans, key management personnel and other parties. Transactions are entered into with such related parties for the issuance of policies to and disbursements of claims incurred by them and payments of rentals for the use of premises rented from them. There are no transactions with key management personnel other than those specified in their terms of employment.

Investment in related parties have been disclosed in note 10 & 12 to the consolidated condensed interim financial information. Other transactions with related parties are summarized as follows:

| | | For nine mont | h period ended |
|------------------------|----------------------------------|----------------------|----------------------|
| | | 30 September 2021 | 30 September 2020 |
| | | Rupees in | thousand |
| Parent Company | | | |
| i) Transactions | | | |
| Premiums underwrit | ten | 1,478,394 | 1,340,624 |
| Premiums received | | 873,336 | 1,061,914 |
| Claims paid | | 435,327 | 463,910 |
| Commission Paid | | 27,939 | 23,903 |
| Fee / service charges | / expenses received / receivable | 22,445 | 8,460 |
| Rent paid | • | 4,590 | 8,067 |
| Rent received | | 40,169 | 29,584 |
| Loan obtained | | 1,390,000 | 178,609 |
| Loan repaid | | 66,978 | - |
| Interest on loan paid | | 1,162 | 10 |
| Dividends received | | 1,061,743 | 406,532 |
| Dividends paid | | 88,577 | 107,745 |
| Income on bank dep | osits | 33,168 | 67,093 |
| Investments made | | 1,250,493 | 150,738 |
| Fee / service charges | paid | 7,374 | 6,410 |
| Security deposit paid | 1 | - | 115 |
| Security deposit rece | vived | 5,096 | - |
| Charge in respect of | gratuity expense | 23,623 | 27,096 |
| Contribution to Emp | loyees' | | |
| Provident Fund | | 27,689 | 26,375 |
| Compensation paid | to Key | | |
| management pers | onnel | 977,453 | 1,010,106 |
| | | (Unaudited) | (Audited) |
| | | 30 September | 31 December |
| | | 2021 | 2020 |
| | | Rupees in | thousand |
| ii) Period end balance | S | | |
| Balances receivable | | 388,957 | 206,040 |
| Balances payable | | 306,788 | 313,285 |
| Loan Payable | | 1,497,359 | 166,367 |
| Cash and bank balar | ces including term deposits | 2,014,788 | 1,682,250 |
| Payable to Staff Gra | uity Fund | 156,497 | 132,874 |

| | | For nine month | n period ended |
|--------|---|----------------------|----------------------|
| | | 30 September 2021 | 30 September 2020 |
| ıbsidi | ary Company | Rupees in | thousand |
| i) | Transactions | | |
| | Associated undertakings | | |
| | Premium written | 254,522 | 206,30 |
| | Claims expense | 94,875 | 130,05 |
| | Commission and other incentives in respect of bancassurance | 1,231,838 | 849,62 |
| | Profit on bank deposits | 229,669 | 64,71 |
| | Bank charges | 1,752 | 1,39 |
| | Investments purchased | 7,732,912 | 4,596,36 |
| | Investments sold | 6,450,435 | 3,918,88 |
| | Dividend income | 131,873 | 151,82 |
| | Other related parties | <i>y</i> | , |
| | Premium written | 5,458 | 5,79 |
| | Claims expense | 5,438 8,000 | 1,23 |
| | Investment advisor fee | 27,227 | 1,23 |
| | Trustee fee | 6,838 | 7,64 |
| | | 0,838 | 7,04 |
| | Key management personnel | | |
| | Premium written | - | 4 |
| | Remuneration | 100,734 | 85,94 |
| | Purchase of right shares | 29 | - |
| | Staff retirement benefit plan (gratuity fund) | | |
| | Charge for the period | 33,655 | 31,54 |
| | | (Unaudited) | (Audited) |
| | | 30 September 2021 | 31 December 2020 |
| | | Rupees in | |
| ii) | Period end balances | • | |
| | Associated undertakings | | |
| | Premium due but unpaid | 855 | 7,98 |
| | Bank deposits | 2,023,627 | 3,306,93 |
| | Investments held | 8,811,476 | 7,868,30 |
| | Dividend receivables | 6,068 | - |
| | Accrued Income | 1,280 | 59 |
| | Commission payable | 314,540 | 453,35 |
| | Claims payable | - | 33,10 |
| | Other related parties | | |
| | Premium due but unpaid | 1,788 | 14 |
| | Remuneration payable for the management of discretionary | | |
| | investment portfolio | 3,288 | 1,84 |
| | Remuneration payable to trustee | 807 | 96 |
| | Other receivable / (payable) | (20) | 16,69 |
| | Key management personnel | | |
| | Short term loans | 1,698 | 2,78 |
| | Staff Retirement Benefit Plan (Gratuity Fund) | | |
| | Payable to gratuity fund | 11,792 | 112,34 |
| | , , , | 11,772 | ,01 |

27 Segment Information

For general insurance, each class of business has been identified as reportable segment whereas, for life insurance the statutory funds are treated as reportable segments. The Group conducts general insurance business both inside and outside Pakistan while life assurance is conducted only in Pakistan.

| | | | | | | | Nine Month | is Ended 30 Sept | tombor 2021 | | | | | | |
|--|-----------------|---------------------|------------------|---------------------|-----------------|---------------------|-------------------|---------------------|-----------------|---------------------|-----------------|---------------------|----------------------|----------------|--------------|
| | | | | | | | General Insurance | | ember 2021 | | | | | | |
| | Fire and prop | erty damage | Marine, aviation | n and transport | Mo | | Hea | | Miscell | aneous | Tot | al | Aggregate | Life Insurance | Aggregate |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | General Insurance | | |
| | Inside Pakistan | Pakistan | Inside Pakistan | Pakistan | Inside Pakistan | Pakistan | | upees in thousan | | Pakistan | Inside Pakistan | Pakistan | | | |
| | | | | | | | | | | | | | | | |
| Premium receivable (Inclusive of federal excise duty, | | | | | | | | | | | | | | | |
| Federal insurance fee and Administrative surcharge) | 9,175,697 | 18,912 | 993,474 | 25,792 | 2,760,772 | 4,263,353 | 1,845,570 | 532,033 | 967,506 | 5,436 | 15,743,019 | 4,845,526 | 20,588,545 | 14,909,652 | 35,498,197 |
| Less: Federal excise duty / VAT | (1,141,484) | (1,220) | (112,590) | (1,278) | (330,510) | (203,017) | (15,555) | (25,335) | (88,185) | (263) | (1,688,324) | (231,113) | (1,919,437) | - | (1,919,437) |
| Federal insurance fee | (77,692) | (42) | (8,827) | (12) | (24,445) | - | (18,334) | - | (8,816) | (1) | (138,114) | (55) | (138,169) | | (138,169) |
| | 7,956,521 | 17,650 | 872,057 | 24,502 | 2,405,817 | 4,060,336 | 1,811,681 | 506,698 | 870,505 | 5,172 | 13,916,581 | 4,614,358 | 18,530,939 | 14,909,652 | 33,440,591 |
| Gross written premium (inclusive of | | | | | | | | | | | | | | | |
| administrative surcharge) | 7,956,521 | 17,650 | 872,057 | 24,502 | 2,405,817 | 4,060,336 | 1,811,681 | 506,698 | 870,505 | 5,172 | 13,916,581 | 4,614,358 | 18,530,939 | 14,909,652 | 33,440,591 |
| Gross direct premium | 7,923,071 | 17,603 | 848,193 | 24,502 | 2,319,734 | 4,051,373 | 1,809,975 | 506,698 | 862,513 | 5,147 | 13,763,486 | 4,605,323 | 18,368,809 | 14,909,652 | 33,278,461 |
| Facultative inward premium | 17,946 | - | 1,476 | - | - | - | - | - | - | - | 19,422 | - | 19,422 | - | 19,422 |
| Administrative surcharge | 15,504 | 47 | 22,388 | - | 86,083 | 8,963 | 1,706 | - | 7,992 | 25 | 133,673 | 9,035 | 142,708 | | 142,708 |
| | 7,956,521 | 17,650 | 872,057 | 24,502 | 2,405,817 | 4,060,336 | 1,811,681 | 506,698 | 870,505 | 5,172 | 13,916,581 | 4,614,358 | 18,530,939 | 14,909,652 | 33,440,591 |
| Insurance premium earned | 5,657,793 | 15,595 | 843,813 | 19,290 | 2,190,706 | 3,511,393 | 1,488,797 | 207,804 | 930,111 | 6,650 | 11,111,220 | 3,760,732 | 14,871,952 | 14,909,652 | 29,781,604 |
| Insurance premium ceded to reinsurers | (4,982,714) | (10,692) | (132,143) | - | (43,566) | (108,665) | - | (108,669) | (412,285) | (5,243) | (5,570,708) | (233,269) | (5,803,977) | (446,816) | (6,250,793) |
| Net insurance premium | 675,079 | 4,903 | 711,670 | 19,290 | 2,147,140 | 3,402,728 | 1,488,797 | 99,135 | 517,826 | 1,407 | 5,540,512 | 3,527,463 | 9,067,975 | 14,462,836 | 23,530,811 |
| Commission income | 338,410 | 2,916 | 783 | - | 2,900 | - | - | 1,232 | 62,729 | 2,537 | 404,822 | 6,685 | 411,507 | | 411,507 |
| Net underwriting income | 1,013,489 | 7,819 | 712,453 | 19,290 | 2,150,040 | 3,402,728 | 1,488,797 | 100,367 | 580,555 | 3,944 | 5,945,334 | 3,534,148 | 9,479,482 | 14,462,836 | 23,942,318 |
| Insurance claims | (3,132,140) | 67,738 | (327,944) | (1,454) | (1,041,200) | (3,068,206) | (1,295,730) | (154,116) | (458,276) | 999 | (6,255,290) | (3,155,039) | (9,410,329) | (6,379,960) | (15,790,289) |
| Insurance claim recoveries from reinsurer | 2,944,458 | (56,021) | 28,426 | - | 48,421 | 1,048,952 | - | 108,303 | 215,688 | (50) | 3,236,993 | 1,101,184 | 4,338,177 | 306,865 | 4,645,042 |
| Net claims | (187,682) | 11,717 | (299,518) | (1,454) | (992,779) | (2,019,254) | (1,295,730) | (45,813) | (242,588) | 949 | (3,018,297) | (2,053,855) | (5,072,152) | (6.073.095) | (11,145,247) |
| Commission expense | (333,041) | (1,921) | (116,502) | (3,773) | (162,679) | (731,354) | (44,337) | (16,141) | (88,668) | (288) | (745,227) | (753,477) | (1,498,704) | (2,282,542) | (3,781,246) |
| Management expense | (302,049) | (685) | (280,026) | (5,488) | (731,878) | (608,669) | (97,023) | (29,197) | (160,225) | (258) | (1,571,201) | (644,297) | (2,215,498) | (827,584) | (3,043,082) |
| Net insurance claims and expenses | (822,772) | 9,111 | (696,046) | (10,715) | (1,887,336) | (3,359,277) | (1,437,090) | (91,151) | (491,481) | 403 | (5,334,725) | (3,451,629) | (8,786,354) | (9,183,221) | (17,969,575) |
| Net change in insurance liabilities (other than outstanding claims) | - | - | - | - | - | - | - | - | - | | - | | | (6,919,563) | (6,919,563) |
| Underwriting result | 190,717 | 16,930 | 16,407 | 8,575 | 262,704 | 43,451 | 51,707 | 9,216 | 89,074 | 4,347 | 610,609 | 82,519 | 693,128 | (1,639,948) | (946,820) |
| Net investment income Net fair value loss on financial assets at fair value | | | | | | | | | | | 2,097,096 | 81,948 | 2,179,044 | 2,613,420 | 4,792,464 |
| through profit or loss | | | | | | | | | | | - | - | - | (1,013,104) | (1,013,104) |
| Net unrealized loss on investment property | | | | | | | | | | | _ | - | _ | 42,000 | 42,000 |
| Rental income | | | | | | | | | | | 64,236 | 1,299 | 65,535 | 42,000 | 65,535 |
| Other income | | | | | | | | | | | 62,752 | 34,287 | 97.039 | 246,117 | 343,156 |
| Other expenses | | | | | | | | | | | (29,236) | (10,055) | (39,291) | (6,686) | (45,977) |
| Finance Cost | | | | | | | | | | | (19,991) | (2,032) | (22,023) | (5,128) | (27,151) |
| Profit from Window Takaful Operations | | | | | | | | | | | 97,561 | - | 97,561 | - | 97,561 |
| Profit before tax | | | | | | | | | | | 2,883,027 | 187,966 | 3,070,993 | 236,671 | 3,307,664 |
| · · · · · · · · · · · · · · · · · · · | | | | | | | | | | | | ,. 30 | -,,-,- | | |
| | | | | | | | Conoral Insurance | 0 September 202 | 21 | | | | | | |

| | | | | | | | General Insuranc | e | | | | | | | |
|--|-----------------|---------------------|------------------|---------------------|-----------------|---------------------|-------------------|---------------------|-----------------|---------------------|--------------------------|------------------------|--------------------------|-------------------------|--------------------------|
| | Fire and prop | erty damage | Marine, aviation | and transport | Mo | tor | He | alth | Miscell | aneous | To | tal | Aggregate General | Life Insurance | Aggregate |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Insurance | | |
| | | | | | | I | Rupees in thousan | ds | | | | | | | |
| Segment Assets Unallocated assets | 13,302,085 | 29,987 | 689,845 | 9,563 | 1,626,381 | 3,684,591 | 982,533 | 409,173 | 1,879,101 | 17,922 | 18,479,945 26,742,623 | 4,151,236 7,866,608 | 22,631,181 34,609,231 | 56,841,063 2,197,463 | 79,472,244 36,806,694 |
| | | | | | | | | | | | 45,222,568 | 12,017,844 | 57,240,412 | 59,038,526 | 116,278,938 |
| Segment Liabilities Unallocated Liabilities | 13,690,863 | 34,593 | 930,322 | 32,355 | 3,031,792 | 8,415,437 | 2,249,148 | 504,020 | 2,458,899 | 19,804 | 22,361,024 5,568,834 | 9,006,209 680,778 | 31,367,233 6,249,612 | 55,344,255 424,607 | 86,711,488 6,674,219 |
| | | | | | | | | | | | 27,929,858 | 9,686,987 | 37,616,845 | 55,768,862 | 93,385,707 |

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27.1 Segment Information

For general insurance, each class of business has been identified as reportable segment whereas, for life insurance the statutory funds are treated as reportable segments. The Group conducts general insurance business both inside and outside Pakistan while life assurance is conducted only in Pakistan.

| - | | | | - | | | Nine Mont | ths Ended 30 Sept | tember 2020 | | | | | | |
|--|-----------------|---------------------|-----------------|---------------------|-----------------|---------------------|-------------------|---------------------|-----------------|---------------------|-----------------|---------------------|----------------------|----------------|--------------|
| | | | | | | | General Insurance | | 2020 | | | | | | |
| | | | | | [|] | | | | | | | | | |
| | Fire and prop | erty damage | Marine, aviatio | n and transport | Mo | tor | Hea | alth | Miscell | aneous | Tot | al | Aggregate General | Life Insurance | Aggregate |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Insurance | | |
| | | | | | | | I | Rupees in thousan | ıds | | | | | | |
| Premium receivable (Inclusive of federal excise duty, | | | | | | | | | | | | | | | |
| Federal insurance fee and Administrative surcharge) | 6,433,303 | 20,761 | 853,945 | 16,009 | 2,363,683 | 3,787,148 | 1,560,126 | 81,749 | 884,073 | 6,839 | 12,095,130 | 3,912,506 | 16,007,636 | 10,736,763 | 26,744,399 |
| Less: Federal excise duty / VAT | (817,322) | (1,330) | (95,513) | (285) | (282,114) | (180,099) | (15,536) | (3,893) | (79,629) | (436) | (1,290,114) | (186,043) | (1,476,157) | · · · | (1,476,157) |
| Federal insurance fee | (55,478) | (45) | (7,534) | (17) | (20,801) | - | (15,432) | - | (8,569) | (6) | (107,814) | (68) | (107,882) | - | (107,882) |
| | 5,560,503 | 19,386 | 750,898 | 15,707 | 2,060,768 | 3,607,049 | 1,529,158 | 77,856 | 795,875 | 6,397 | 10,697,202 | 3,726,395 | 14,423,597 | 10,736,763 | 25,160,360 |
| Gross written premium (inclusive of | | | | | | | | | | | | | | | |
| administrative surcharge) | 5,560,503 | 19,386 | 750,898 | 15,707 | 2,060,768 | 3,607,049 | 1,529,158 | 77.856 | 795,875 | 6.397 | 10.697.202 | 3,726,395 | 14,423,597 | 10,736,763 | 25,160,360 |
| Gross direct premium | 5,529,193 | 19,336 | 734,692 | 15,707 | 1.985.229 | 3,601,975 | 1,526,744 | 77,856 | 789,170 | 6,386 | 10,565,028 | 3,721,260 | 14,286,288 | 10,736,763 | 25,023,051 |
| Facultative inward premium | 17,269 | - | 295 | - | - | - | - | - | - | - | 17,564 | - | 17,564 | - | 17,564 |
| Administrative surcharge | 14.041 | 50 | 15,911 | _ | 75,539 | 5.074 | 2,414 | _ | 6,705 | 11 | 114.610 | 5,135 | 119,745 | _ | 119,745 |
| 7 chilling active surenarge | 5,560,503 | 19,386 | 750,898 | 15,707 | 2,060,768 | 3,607,049 | 1,529,158 | 77,856 | 795,875 | 6,397 | 10,697,202 | 3,726,395 | 14,423,597 | 10,736,763 | 25,160,360 |
| Insurance premium earned | 5,191,413 | 24.003 | 698,830 | 16,165 | 2,055,501 | 5,269,497 | 1,408,708 | 37,013 | 1,242,033 | 9,544 | 10,596,485 | 5,356,222 | 15,952,707 | 10,736,763 | 26,689,470 |
| Insurance premium ceded to reinsurers | (4,600,759) | (15,424) | (207,532) | - | (38,099) | (82,707) | - | (33,611) | | (4,706) | (5,475,919) | (136,448) | (5,612,367) | (480,900) | (6,093,267) |
| Net insurance premium | 590,654 | 8,579 | 491,298 | 16,165 | 2,017,402 | 5,186,790 | 1,408,708 | 3,402 | 612,504 | 4.838 | 5,120,566 | 5,219,774 | 10,340,340 | 10,255,863 | 20,596,203 |
| Commission income | 318,970 | 1,565 | 617 | - | 3,357 | - | - | 1,051 | 74,133 | 643 | 397,077 | 3,259 | 400,336 | - | 400,336 |
| Net underwriting income | 909,624 | 10,144 | 491,915 | 16,165 | 2,020,759 | 5,186,790 | 1,408,708 | 4,453 | 686,637 | 5,481 | 5,517,643 | 5,223,033 | 10,740,676 | 10,255,863 | 20,996,539 |
| Insurance claims | (2,049,898) | (98,448) | (347,395) | 1,194 | (892,701) | (4,598,744) | (1,108,822) | (34,036) | (497,556) | 679 | (4,896,372) | (4,729,355) | (9,625,727) | (5,116,450) | (14,742,177) |
| Insurance claim recoveries from reinsurer | 1,560,623 | 27,922 | 44,824 | - | 90,879 | 1,489,418 | | 25,044 | 237,996 | 154 | 1,934,322 | 1,542,538 | 3,476,860 | 459,954 | 3,936,814 |
| Net claims | (489,275) | (70,526) | (302,571) | 1,194 | (801,822) | (3,109,326) | (1,108,822) | (8,992) | | 833 | (2,962,050) | (3,186,817) | (6,148,867) | (4,656,496) | (10,805,363) |
| Commission expense | (330,519) | (2,042) | (99,223) | (1,588) | (134,811) | (1,135,110) | (38,181) | (2,632) | | (533) | (704,422) | (1,141,905) | (1,846,327) | (1,733,545) | (3,579,872) |
| Management expense | (264,080) | (895) | (246,511) | (6,204) | (727,490) | (676,990) | (92,240) | (13,558) | (174,998) | (349) | (1,505,319) | (697,996) | (2,203,315) | (657,921) | (2,861,236) |
| Net insurance claims and expenses | (1,083,874) | (73,463) | (648,305) | (6,598) | (1,664,123) | (4,921,426) | (1,239,243) | (25,182) | (536,246) | (49) | (5,171,791) | (5,026,718) | (10,198,509) | (7,047,962) | (17,246,471) |
| Net change in insurance liabilities (other than outstanding claims) | - | - | - | - | - | - | - | - | - | - | - | - | - | (5,677,500) | (5,677,500) |
| Underwriting result | (174,250) | (63,319) | (156,390) | 9,567 | 356,636 | 265,364 | 169,465 | (20,729) | 150,391 | 5,432 | 345,852 | 196,315 | 542,167 | (2,469,599) | (1,927,432) |
| Net investment income Net fair value loss on financial assets at fair value | | | | | | | | | | | 791,946 | 122,853 | 914,799 | 2,270,448 | 3,185,247 |
| through profit or loss | | | | | | | | | | | - | - | - | 231,342 | 231,342 |
| Net unrealized gains on investment property | | | | | | | | | | | - | - | - | (21,000) | (21,000) |
| Rental income | | | | | | | | | | | 47,611 | 1,490 | 49,101 | - | 49,101 |
| Other income | | | | | | | | | | | 88,117 | 45,114 | 133,231 | 230,832 | 364,063 |
| Other expenses | | | | | | | | | | | (36,333) | (9,385) | (45,718) | (3,540) | (49,258) |
| Finance Cost | | | | | | | | | | | (5,399) | (3,030) | (8,429) | (5,264) | (13,693) |
| Profit from Window Takaful Operations | | | | | | | | | | | 124,967 | - | 124,967 | - | 124,967 |
| Profit before tax | | | | | | | | | | | 1,356,761 | 353,357 | 1,710,118 | 233,219 | 1,943,337 |
| | | | | | | | | | | | | | <i>,,.</i> | | |

| | | | | | | | 2 | 1 December 202 | 0 | | | | | | |
|--|-----------------|---------------------|------------------|---------------------|-----------------|---------------------|---------------------|---------------------|-----------------|---------------------|--------------------------|------------------------|--------------------------|-------------------------|--------------------------|
| | | | | | | | General Insurance | | | | | | | | |
| | Fire and prop | erty damage | Marine, aviation | and transport | Mot | tor | Hea | lth | Miscella | aneous | To | al | Aggregate General | Life Insurance | Aggregate |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Insurance | | , iggi egute |
| | | | | | | | Rupees in thousands | | | | | | | | |
| Segment Assets Unallocated assets | 6,767,220 | 84,504 | 498,520 | 7,214 | 1,111,411 | 4,087,762 | 503,065 | 99,727 | 1,812,432 | 19,049 | 10,692,648 26,777,697 | 4,298,256 6,594,548 | 14,990,904 33,372,245 | 49,580,853 1,117,992 | 64,571,757 34,490,237 |
| | | | | | | | | | | | 37,470,345 | 10,892,804 | 48,363,149 | 50,698,845 | 99,061,994 |
| Segment Liabilities Unallocated Liabilities | 7,633,997 | 99,635 | 736,427 | 22,678 | 2,397,597 | 8,116,777 | 1,433,789 | 141,733 | 2,206,070 | 21,468 | 14,407,880 3,823,993 | 8,402,291 641,246 | 22,810,171 4,465,239 | 48,555,896 592,926 | 71,366,067 5,058,165 |
| | | | | | | | | | | | 18,231,873 | 9,043,537 | 27,275,410 | 49,148,822 | 76,424,232 |

28 Fair value measurement of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices) (Level 2)
- Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3)

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

| | - | | | | | 30 | 0 September 2021 | | | | | |
|--|------|------------|------------|-------------|--------------------------|------------------|----------------------------------|-------------|------------|------------|-----------|------------|
| | - | Available | Held to | Fair value | Receivables and other | Cash and cash | Other financial | Total | Level 1 | Level 2 | Level 3 | Total |
| | Note | for sale | maturity | through P&L | financial assets | equivalents R | liabilities upees in thousand | | | | | |
| Financial assets - measured at fair value | | | | | | | | | | | | |
| Investment | | | | | | | | | | | | |
| Equity securities- quoted | 10 | 15,195,471 | - | 16,310,914 | - | - | - | 31,506,385 | 31,506,385 | - | - | 31,506,385 |
| Equity securities- unquoted | 10 | 3,516,392 | - | - | - | - | - | 3,516,392 | - | - | 3,516,392 | 3,516,392 |
| Debt securities | 11 | 1,627,708 | 377,211 | 15,189,068 | - | - | | 17,193,987 | - | 17,193,987 | - | 17,193,987 |
| Investments of Window Takaful Operations - | | | , | | | | | | | | | |
| Operator's Fund | 17 | 37,723 | - | - | | - | - | 37,723 | 37,723 | - | - | 37,723 |
| <u>Financial assets - not measured at fair value</u> | | | | | | | | | | | | |
| Loans and other receivables * | 13 | - | - | - | 720,632 | - | - | 720,632 | - | - | - | - |
| Loan secured against life insurance policies* | | - | - | - | 40,115 | - | - | 40,115 | - | - | - | - |
| Investment - Term deposits* | 12 | - | 19,946,917 | - | - | - | - | 19,946,917 | - | - | - | - |
| Insurance / reinsurance receivables | | | | | | | | | | | | |
| unsecured and considered good * | 14 | - | - | - | 8,633,210 | - | - | 8,633,210 | - | - | - | - |
| Reinsurance recoveries against outstanding claims * | | - | - | - | 7,008,186 | - | - | 7,008,186 | - | - | - | - |
| Cash and bank * | 16 | - | - | - | - | 12,673,512 | - | 12,673,512 | - | - | - | - |
| Other Assets of Window Takaful Operations - | | | | | | | | | | | | |
| Operator's Fund* | 17 | - | - | - | 333,872 | 289,016 | - | 622,888 | - | - | - | - |
| | = | 20,377,294 | 20,324,128 | 31,499,982 | 16,736,015 | 12,962,528 | - | 101,899,947 | 31,544,108 | 17,193,987 | 3,516,392 | 52,254,487 |
| Financial liabilities - not measured at fair value | | | | | | | | | | | | |
| Underwriting provisions: | | | | | | | | | | | | |
| Outstanding claims (including IBNR)* | 22 | - | - | - | - | - | 12,086,375 | 12,086,375 | - | - | - | - |
| Insurance / reinsurance payables * | | - | - | - | - | - | 6,343,167 | 6,343,167 | - | - | - | - |
| Borrowings* | | - | - | - | - | - | 1,605,636 | 1,605,636 | - | - | - | - |
| Other creditors and accruals and other liabilities* | 19 | - | - | - | - | - | 3,624,631 | 3,624,631 | - | - | - | - |
| Total liabilities of Window Takaful Operations- | | | | | | | | | | | | |
| Operator's Fund* | 17 | - | - | - | - | - | 286,554 | 286,554 | - | - | - | - |
| | - | - | - | - | | | 23,946,363 | 23,946,363 | | | - | - |

* The Group has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of fair value.

28.1 Fair value measurement of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices) (Level 2)
- Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3)

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

| | - | | | | | | 31 December 2020 | | | | | |
|---|------|-----------------------|------------------|---------------------------|--|---------------------------------|-----------------------------------|------------|------------|------------|-----------|------------|
| | - | Available for sale | Held to maturity | Fair value through P&L | Receivables and other financial assets | Cash and cash equivalents | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| | Note | | <u> </u> | 0 | | 1 | Rupees in thousand | | | | | |
| Financial assets - measured at fair value | | | | | | | | | | | | |
| Investment | | | | | | | | | | | | |
| Equity securities- quoted | 10 | 15,729,664 | - | 15,649,876 | - | - | - | 31,379,540 | 31,379,540 | - | - | 31,379,540 |
| Equity securities- unquoted | 10 | 3,484,209 | - | - | - | - | - | 3,484,209 | - | - | 3,484,209 | 3,484,209 |
| Debt securities | 11 | 790,268 | 374,331 | 14,125,567 | - | - | | 15,290,166 | - | 15,290,166 | - | 15,290,166 |
| Investments of Window Takaful Operations - | | | | | | | | | | | | |
| Operator's Fund | 17 | 35,873 | - | - | - | - | - | 35,873 | 35,873 | - | - | 35,873 |
| Financial assets - not measured at fair value | | | | | | | | | | | | |
| Loans and other receivables * | 13 | - | - | - | 696,612 | - | - | 696.612 | - | - | - | - |
| Loan secured against life insurance policies* | | - | - | - | 29,912 | - | - | 29,912 | - | - | - | - |
| Investment - Term deposits* | 12 | - | 13,891,062 | - | - | - | - | 13,891,062 | - | - | - | - |
| Insurance / reinsurance receivables | | | | | | | | | | | | |
| unsecured and considered good * | 14 | - | - | - | 4,991,328 | - | - | 4,991,328 | - | - | - | - |
| Reinsurance recoveries against outstanding claims * | | - | - | - | 5,922,296 | - | - | 5,922,296 | - | - | - | - |
| Cash and bank * | 16 | - | - | - | - | 11,267,096 | - | 11,267,096 | - | - | - | - |
| Other Assets of Window Takaful Operations - | | | | | | | | | | | | |
| Operator's Fund* | 17 | - | - | - | 310,615 | 209,446 | - | 520,061 | - | - | - | - |
| | - | 20,040,014 | 14,265,393 | 29,775,443 | 11,950,763 | 11,476,542 | - | 87,508,155 | 31,415,413 | 15,290,166 | 3,484,209 | 50,189,788 |
| Financial liabilities - not measured at fair value | | | | | | | | | | | | |
| Underwriting provisions: | | | | | | | | | | | | |
| Outstanding claims (including IBNR)* | 22 | - | - | - | - | - | 10,768,040 | 10,768,040 | - | - | - | - |
| Insurance / reinsurance payables * | | - | - | - | - | - | 3,161,519 | 3,161,519 | - | - | - | - |
| Borrowings* | | - | - | - | - | - | 330,849 | 330,849 | - | - | - | - |
| Other creditors and accruals and other liabilities* | 19 | - | - | - | - | - | 3,366,201 | 3,366,201 | - | - | - | - |
| Total liabilities of Window Takaful Operations- | | | | | | | | | | | | |
| Operator's Fund* | 17 | - | - | - | - | - | 242,797 | 242,797 | - | - | - | - |
| | - | - | - | - | - | - | 17,869,406 | 17,869,406 | - | - | - | - |
| | - | | | | | | | | | | | |

* The Group has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of fair value.

29 Date of authorization for issue

This consolidated condensed interim financial information was authorized for issue on October 28, 2021 by the Board of Directors of the Parent Company.

30 General

- 30.1 Corresponding figures have been rearranged and reclassified for better presentation, wherever considered necessary.
- 30.2 Figures have been rounded off to the nearest thousand rupees unless other wise stated.

Ima monsha g

17

Chief Financial Officer

Chairman

Director

Director

Managing Director & Chief Executive Officer

WINDOW TAKAFUL OPERATIONS NINE MONTHS ENDED 30 SEPTEMBER 2021

Window Takaful Operations

Condensed Interim Statement of Financial Position (Unaudited)

As at 30 September 2021

| 30 September 31 December 32 September 33 September 32 September </th <th></th> <th>Note</th> <th>Operator's Ta</th> <th>kaful Fund</th> <th>Participants'</th> <th>Takaful Fund</th> | | Note | Operator's Ta | kaful Fund | Participants' | Takaful Fund |
|---|--|------|---------------|------------|---------------|--------------|
| Rupese in thousand (Unaudited) Rupese in thousand (Unaudited) Rupese in thousand (Unaudited) ASSETS CardHasa to Participants' Takaful Fund 146,460 - CardHasa to Participants' Takaful Fund 7 21,083 20,793 - Intangible assets 8 11,743 12,421 - - Investments 9 37,723 35,873 52,911 50,614 Dabt securities 10 - - 158,753 32,8445 Re takaful recoverties against cutstanding claims 1 10,441 7,411 85,735 33,8445 Re takaful recoverties against cutstanding claims 1 - 158,475 259,143 55,265 33,4445 Valeai and mutalito to toxinable 120,548 116,733 158,475 259,265 33,4445 Progayments 13 660 -< | | | | | | 31 December |
| ASSETS (Unaudited) (Audited) (Unaudited) (Audited) Oard a-Hasna to Participants' Takaful Fund 146,460 146,460 - - Property and equipment Intragible assets 7 11,743 12,421 - - Intragible assets 9 37,723 35,873 52,911 50,614 Dets securities 9 37,723 12,421 - - - Loans and other receivables 11 10,419 - 13,8373 22,650 334,445 - <th></th> <th></th> <th>2021</th> <th>2020</th> <th>2021</th> <th>2020</th> | | | 2021 | 2020 | 2021 | 2020 |
| ASSETS 146,460 146,460 - OardHasna to Parlicipants' Takaful Fund 7 20,793 - - Intanglice assets 8 11,743 12,421 - - Intanglice assets 9 37,723 35,873 52,911 50,614 Loans and other receivables 10 - 1 55,328 334,445 Re - takaful /re civelables 12 - - 1 155,328 334,445 Salvage recoveries accrued - - - 158,478 279,133 - | | | Rupees in t | thousand | Rupees in | thousand |
| Orde-Hasna to Participants' Takaful Fund 146,460 146,460 . . Property and equipment Intragible assets 7 11,743 20,733 1 . . Intragible assets 8 11,743 12,421 . < | | | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| Properly and equipment 7 21,083 20,793 . . Intangible assets 8 11,743 12,421 . . Investments 9 37,723 35,873 52,911 50,614 Date securities 10 10,419 7,411 58,733 52,911 50,614 Lans and other receivables 11 10,0419 7,411 58,733 33,644 27,630 Standard recoveries against outstanding claims 12 . . 116,783 35,984 . </th <th>ASSETS</th> <th></th> <th></th> <th></th> <th></th> <th></th> | ASSETS | | | | | |
| Intangible assets 8 11,743 12,421 - - Equity securities 9 37,723 35,873 52,911 50,614 Debt securities 10 - - 72,803 22,800 125,000 125,000 125,000 125,000 125,000 126,548 136,478 227,805 334,446 227,805 334,446 227,805 334,446 227,805 334,446 227,9132 35,873 5,81,415 35,848 135,353,264 146,353 144,380 104,047 52,900 104,047 52,900 104,047 552,200 104,047 552,200 156,513 1,559,774 144,380 11,040,47 552,200 156,513 1,559,774 1442,088 1,545,513 1,559,774 1,545,513 1,559,774 1,545,513 1,559,774 1,545,513 1,559,774 1,545,513 1,559,774 1,545,513 1,559,774 1,545,513 1,559,774 1,545,513 1,559,774 1,545,513 1,559,774 1,545,513 1,559,774 1,545,513 1,559,774 1,545,513 1,559,774 1,545,513 1,559,774 1,545,513 1,559,774 1 | Qard-e-Hasna to Participants' Takaful Fund | | 146,460 | 146,460 | - | - |
| Investments Investments <thinvestments< th=""> <thinvestments< th=""></thinvestments<></thinvestments<> | Property and equipment | | 21,083 | 20,793 | - | - |
| Equity securities 9 37,723 35,873 52,911 500,001 Loans and other receivables 10 10,419 7,411 58,739 22,500 125,000 Tackful / receivables 12 0 7,411 58,739 27,850 384,445 Re - tackful / receivables 12 - 158,478 27,913 - - 58,873 35,598 Salvage recoveries accrude 120,548 116,783 - - - - 58,815 35,989 Operator Standi / Fond 209,446 411,244 552,990 - | • | 8 | 11,743 | 12,421 | - | - |
| Debriseurities 10 - 1 125,000 125,000 126,000< | | | | | | |
| Laars and other receivables 11 10,419 7,411 58,739 22,7630 Tackaful / receivables 12 - - 158,478 535,356 344,443 Re-tackful / receivables 120,548 116,783 - - - - 588,315 35,936 354,445 Salvage recoveries accured Walal and mudath fee receivable 120,548 116,783 - | | | 37,723 | 35,873 | | 50,614 |
| Takaful /re - takaful receivables 12 1 55,326 384.482 Salvage recoveries agains outstanding claims 1 1 58,478 37,913 Salvage recoveries agains outstanding claims 1 1 58,415 35,845 35,845 Salvage recoveries accrued 1 55,785 1 - - - Vastain and mutarith fee receivable 14 289,016 200,446 441,284 155,290 Cash and bank 14 289,016 200,446 1,545,513 1,559,774 FUNDS AND LIABILITIES 693,437 599,148 1,545,513 1,559,774 FUNDS AND LIABILITIES 50,000 50,000 - - - Satury fund 50,000 50,000 - - - Reserves - - 500 500 - - Coded money - - 500 500 - | | | - | - | | |
| Re - takaful recoveries accrued - - 188,478 279,132 Salvage recoveries accrued 120,548 136,778 35,986 35,986 Wakaa and mudatib fee receivable 12 55,768 39,961 144,980 104,047 Cash and bank 14 289,016 209,446 1,455,513 1,1559,774 Cash and bank 14 289,016 209,446 1,545,513 1,559,774 TOTAL ASSETS 693,437 589,148 1,545,513 1,559,774 FUNDS AND LIABILITIES 552,900 - - - Funds attributable to Operator's and Participants' 0 552,900 - - Operator's Takaful Fund 50,000 50,000 - - - Caded money - - 500 500 - - - Accumulated surplus - - 779 438 - | | | 10,419 | 7,411 | · · · · | · · · · |
| Salvage recoveries acrued - - - 58,815 33,961 35,985 - | | 12 | - | - | | |
| Wakaia and mudanib fee receivable 120,548 116,783 - - Deferred commission expense 13 660 - 144,880 104,047 Cash and bank 14 289,0161 209,4421 411,264 155,297 Cash and bank 14 289,0161 209,4421 411,264 155,977 TOTAL ASSETS 693,437 569,148 1,545,513 1,559,774 FUNDS AND LIABILITIES Funds attributable to Operator's and Participants' - - - Operator's Takaful Fund 50,000 50,000 - - - Statutory fund 562,22 296,468 - - - Unappropriated profit 356,229 296,468 - - - Accumulated surplus - - 500 500 500 - - Accumulated surplus - - 500 500 - | a b | | - | - | | |
| Deferred commission expense 21 55,785 39,961 - - - Prepayments 14 14 268,016 209,448 141,8264 552,900 Cash and bank 14 693,437 559,148 1,545,513 1,559,774 TOTAL ASSETS 693,437 559,148 1,545,513 1,559,774 FUNDS AND LIABILITIES Funds attributable to Operator's and Participants' - - - Operator's Takaful Fund 554 883 - - Reserves 554 883 - - Unappropriated profit 356,329 295,468 - - Waqf / Participants' Takaful Fund - - 500 500 Ceded money - - 500 500 500 Reserves - - 779 436 Accumulated surplus - - 146,460 146,460 Liabilities - - 146,460 146,460 146,460 Unearmed contribution reserve 18 - - 26,214 17,183 | • | | - | - | 58,815 | 35,986 |
| Prepayments 13 13 13 16 00 144,980 104,047 Cash and bank 14 289,016 209,446 411,264 552,900 Cash and bank 14 289,017 240,848 1,545,513 1,559,774 TOTAL ASSETS 693,437 589,148 1,545,513 1,559,774 FUNDS AND LIABILITIES 50,000 50,000 - - Funds attributable to Operator's and Participants' 50,000 - - Operator's Takaful Fund 50,000 50,000 - - Statutory fund 50,000 50,000 - - Reserves 92,95,488 - - - Unappropriated profit 356,329 295,488 - - Wadf Participants' Takaful Fund - - 500 500 Reserves - - 779 436 Qard-e-Hasan from Operator's Takaful Fund - - 146,460 146,460 Underwriting provisions - - 146,450 146,460 - Underwriting | | | | | - | - |
| Cash and bank 14 289,016 209,446 411,264 552,000 TOTAL ASSETS 693,437 569,148 1,545,513 1,559,774 FUNDS AND LIABILITES Funds attributable to Operator's and Participants' 0 560,000 - - Statutory fund S0,000 50,000 - - - - Unappropriated profit 355,229 295,468 - - - Unappropriated profit 356,229 295,468 - - - Vact/ Participants' Takaful Fund - - 500 500 - - - Ceded money - - 500 50 500 - < | Deferred commission expense | | 55,785 | 39,961 | - | - |
| 546,977 442,688 1,545,513 1,559,774 TOTAL ASSETS 693,437 569,148 1,545,513 1,559,774 FUNDS AND LIABILITIES Funds attributable to Operator's and Participants' 0 50,000 50,000 - - Operator's Takaful Fund 50,000 50,000 - - - - Statutory fund 56,329 295,468 - < | Prepayments | | 660 | | 144,980 | 104,047 |
| TOTAL ASSETS 693,437 589,148 1,545,513 1,559,774 FUNDS AND LIABILITIES Funds attributable to Operator's and Participants' 50,000 50,000 - - Operator's Takaful Fund 50,000 50,000 - - - Statutory fund 856,329 295,468 - - - Waaf / Participants' Takaful Fund - - 5000 5000 5000 Ceded money - - 5000 5000 5000 - - Ceded money - - 5000 5000 5000 5000 5000 5000 5000 - | Cash and bank | 14 | 289,016 | | 411,264 | 552,900 |
| FUNDS AND LIABILITIES Funds attributable to Operator's and Participants' Operator's Takaful Fund Statutory fund Reserves Unappropriated profit Statutory fund Reserves Vaqf / Participants' Takaful Fund Ceded money Ceded money Accumulated surplus Ceded money Accumulated surplus Ceded money | | | 546,977 | 442,688 | 1,545,513 | 1,559,774 |
| Funds attributable to Operator's and Participants' Operator's Takaful Fund Statutory fund \$0,000 \$0,000 - - Reserves \$56 883 - - Unappropriated profit 356,329 295,468 - - Waqf / Participants' Takaful Fund - - 500 500 Ceded money - - 500 500 Reserves - - 779 436 Accumulated surplus - - 214,142 172,580 Accumulated surplus - - 146,460 146,460 Liabilities - - 146,460 146,460 Unearned contribution reserve 18 - - - 421,444 17,183 Contribution deficiency reserve 18 - - - 146,460 146,460 Unearned contribution reserve 18 - - - - - - - - - - - - - - - - - - <td< td=""><td>TOTAL ASSETS</td><td></td><td>693,437</td><td>589,148</td><td>1,545,513</td><td>1,559,774</td></td<> | TOTAL ASSETS | | 693,437 | 589,148 | 1,545,513 | 1,559,774 |
| Operator's Takaful Fund 50,000 50,000 50,000 - - Unappropriated profit 356,322 295,468 - < | FUNDS AND LIABILITIES | | | | | |
| Operator's Takaful Fund 50,000 50,000 50,000 - - Unappropriated profit 356,322 295,468 - < | Funds attributable to Operator's and Participants' | | | | | |
| Statutory fund 50,000 50,000 - - Reserves 554 883 - - Unappropriated profit 356,322 295,468 - - Waqf / Participants' Takaful Fund - - 500 500 Ceded money - - 779 436 Accumulated surplus - - 779 436 Accumulated surplus - - 215,421 172,580 Qard -e-Hasna from Operator's Takaful Fund - - 215,421 173,516 Qard -e-Hasna from Operator's Takaful Fund - - 215,421 173,516 Underwriting provisions - - 215,421 173,516 Underwriting provisions - - 216,421 17,183 Outstanding claims including IBNR 20 - - - 20,262 - Contribution deficiency reserve 18 - - - 20,262 - - Retirement benefit obligations 3,878 3,878 3,878 3,878 3,4745 11,037 | | | | | | |
| Reserves 554 883 - - Unappropriated profit 356,329 295,468 - - Waqf / Participants' Takaful Fund - - - - Ceded money - - 500 500 Reserves - - 779 436 Accumulated surplus - - 214,142 172,580 Oard-e-Hasna from Operator's Takaful Fund - - 146,460 146,460 Liabilities - - 146,460 146,460 146,460 Unearned contribution reserve 18 - - - 146,460 146,460 Unearned retakaful rebate 19 - <td>•</td> <td></td> <td></td> <td>50.000</td> <td></td> <td></td> | • | | | 50.000 | | |
| Unappropriated profit 356,329 295,468 - - Waqf / Participants' Takaful Fund - - - - - Ceded money - - 779 436 Accumulated surplus - - 779 436 Accumulated surplus - - 214,142 172,580 Card-e-Hasna from Operator's Takaful Fund - - 146,460 146,460 Liabilities - - 146,460 146,460 146,460 Unearned retakaful rebate 19 - - 382,806 - - Contribution reserve 18 - - - 382,806 - <t< td=""><td></td><td></td><td></td><td>,</td><td>-</td><td>-</td></t<> | | | | , | - | - |
| Waqf / Participants' Takaful Fund Ceded money Reserves Accumulated surplus - - - - Card -e-Hasna from Operator's Takaful Fund - - - Card -e-Hasna from Operator's Takaful Fund - - - Underwriting provisions - Outstanding claims including IBNR 20 - - Unearned contribution reserve 18 - - | | | | | - | - |
| Waqf / Participants' Takaful Fund Ceded money Reserves Accumulated surplus - - - - Accumulated surplus - - - - Card-e-Hasna from Operator's Takaful Fund - - - Cutstanding claims including IBNR 20 Outstanding claims including IBNR 20 Unearmed retakaful rebate 19 - - < | Unappropriated profit | | | | | |
| Ceded money - - 500 500 Reserves - - 779 436 Accumulated surplus - - 214,142 172,580 Qard e-Hasna from Operator's Takaful Fund - - 146,460 146,460 Liabilities - - 146,460 146,460 Underwriting provisions - - 146,460 146,460 Unearned contribution reserve 18 - - 6469,158 421,449 Unearned contribution reserve 18 - - 20,262 - - Contribution deficiency reserve 7 - 3878 3,878 - - Retirement benefit obligations 312 5277 318 178 10,3745 11,037 Contribution received in advance - - - - - - - Unearned wakala fee 22 203,920 178,766 - - - - - - - - - - - - - - - | Wagf / Participants' Takaful Fund | | , | , | | |
| Reserves - - 779 436 Accumulated surplus - - 214,142 172,580 Qard-e-Hasna from Operator's Takaful Fund - - 215,421 173,516 Qard-e-Hasna from Operator's Takaful Fund - - 146,460 146,460 Liabilities - - 146,460 146,460 Underwriting provisions - - 146,460 146,460 Unearned contribution reserve 18 - - 382,806 558,082 Unearned retakaful rebate 19 - - 26,214 17,183 Contribution deficiency reserve - 3878 3,878 - - Retirement benefit obligations 312 527 318 178,766 - Contribution received in advance - - 120,548 110,733 - - Unearned wakala fee 22 203,920 178,766 - - - - - - - - - - - - - - - - | | | - | - | 500 | 500 |
| Accumulated surplus - - 214,142 172,580 Qard-e-Hasna from Operator's Takaful Fund - - 215,421 173,516 Qard-e-Hasna from Operator's Takaful Fund - - 146,460 146,460 Liabilities - - 146,460 146,460 146,460 Underwriting provisions - - 146,460 146,460 Unearned contribution reserve 18 - - 382,806 558,082 Unearned retakaful rebate 19 - - 26,214 17,133 Contribution deficiency reserve 18 - - 26,214 17,133 Contribution received in advance 3,878 3,878 - - - Takaful / re - takaful payables 15 - - 312 5277 318 116 Unearned wakala fee 22 203,920 178,766 - - - Other creditors and accruals 16 58,111 54,168 52,897 - - Takaful / re - takaful payables 16 286,554 242,797 </td <td>•</td> <td></td> <td>-</td> <td>-</td> <td></td> <td></td> | • | | - | - | | |
| - - 215,421 173,516 Qard-e-Hasna from Operator's Takaful Fund - - 146,460 146,460 Liabilities Underwriting provisions - - 146,460 146,460 Underwriting provisions 0utstanding claims including IBNR 20 - - 146,460 146,460 Unearned contribution reserve 18 - - 469,158 421,449 Unearned retakaful rebate 19 - - 26,214 173,516 Contribution deficiency reserve - - 469,158 421,449 Contribution deficiency reserve - - - - - Retirement benefit obligations 3,878 3,878 - | | | - | - | | |
| Liabilities Underwriting provisions Outstanding claims including IBNR 20 - - 382,806 558,082 Unearned contribution reserve 18 - - 26,214 17,183 Unearned retakaful rebate 19 - - 20,262 - Contribution deficiency reserve - 3,878 3,878 - - Retirement benefit obligations 312 5277 318 17,83 Contribution received in advance - - 34,745 11,037 Takaful / re - takaful payables 15 - - 120,548 110,37 Unearned wakala fee 22 203,920 178,766 - - Other creditors and accruals 16 58,111 54,168 52,897 35,650 Taxation - provision less payments - - - - - - Total Liabilities 286,554 242,797 1,183,632 1,239,798 - - - - - - - - - - - - <t< td=""><td></td><td></td><td>-</td><td>-</td><td></td><td>173,516</td></t<> | | | - | - | | 173,516 |
| Underwriting provisions 20 - - 382,806 558,082 Unearned contribution reserve 18 - - 469,158 421,449 Unearned retakaful rebate 19 - - 26,214 17,183 Contribution deficiency reserve - - 20,262 - - Retirement benefit obligations 312 527 318 178 Contribution received in advance - - - - - Takaful / re - takaful payables 15 - | Qard-e-Hasna from Operator's Takaful Fund | | - | - | 146,460 | 146,460 |
| Outstanding claims including IBNR 20 - - 382,806 558,082 Unearned contribution reserve 18 - - 469,158 421,449 Unearned retakaful rebate 19 - - 26,214 17,183 Contribution deficiency reserve - - 26,214 17,183 Contribution deficiency reserve - - 20,262 - Retirement benefit obligations 3,878 3,878 3,878 - - Deferred taxation 312 527 318 178 Contribution received in advance - - 34,745 11,037 Takaful / re - takaful payables 15 - - - 120,548 116,783 Unearned wakala fee 22 203,920 178,766 - | Liabilities | | | | | |
| Unearned contribution reserve 18 - - 469,158 421,449 Unearned retakaful rebate 19 - - 26,214 17,183 Contribution deficiency reserve - - 20,262 - Retirement benefit obligations 3,878 3,878 - - Deferred taxation 312 527 318 17,83 Contribution received in advance - - 34,745 11,037 Takaful / re - takaful payables 15 - - 34,745 110,37 Wakala and mudarib fee payable - - 120,548 116,783 Unearned wakala fee 22 203,920 178,766 - - Other creditors and accruals 16 58,111 54,168 52,897 35,650 Taxation - provision less payments - - - - - Total Liabilities 286,554 242,797 1,183,632 1,239,798 Total FUNDS AND LIABILITIES 693,437 589,148 1,545,513 1,559,774 | Underwriting provisions | | | | | |
| Unearned retakaful rebate 19 - - 26,214 17,183 Contribution deficiency reserve - - 20,262 - Retirement benefit obligations 3,878 3,878 3,878 - - Deferred taxation 312 527 318 178 Contribution received in advance - - - - Takaful / re - takaful payables 15 - - 76,684 79,436 Unearned wakala and mudarib fee payable - - 120,548 116,783 Unearned wakala fee 22 203,920 178,766 - - Other creditors and accruals 16 58,111 54,168 52,897 35,650 Taxation - provision less payments 20,333 5,458 - - - TOTAL FUNDS AND LIABILITIES 693,437 589,148 1,545,513 1,569,774 | Outstanding claims including IBNR | 20 | - | - | 382,806 | 558,082 |
| Contribution deficiency reserve - - 20,262 - Retirement benefit obligations 3,878 3,878 3,878 - - Deferred taxation 312 527 318 178 Contribution received in advance - - - - Takaful / re - takaful payables 15 - - 34,745 11,037 Wakala and mudarib fee payable - - 76,684 79,436 Unearned wakala fee 22 203,920 178,766 - - Other creditors and accruals 16 58,111 54,168 52,897 35,650 Taxation - provision less payments 20,333 5,458 - - - Total Liabilities 693,437 589,148 1,545,513 1,559,774 | Unearned contribution reserve | 18 | - | - | 469,158 | 421,449 |
| Retirement benefit obligations 3,878 3,878 3,878 - - Deferred taxation 312 527 318 178 Contribution received in advance - - 34,745 11,037 Takaful / re - takaful payables 15 - - 76,684 79,436 Wakala and mudarib fee payable - - 120,548 116,783 Unearned wakala fee 22 203,920 178,766 - - Other creditors and accruals 16 58,111 54,168 52,897 35,650 Taxation - provision less payments 286,554 242,797 1,183,632 1,239,798 TOTAL FUNDS AND LIABILITIES 693,437 589,148 1,545,513 1,559,774 | Unearned retakaful rebate | 19 | - | - | 26,214 | 17,183 |
| Deferred taxation 312 527 318 178 Contribution received in advance - - 34,745 11,037 Takaful / re - takaful payables 15 - - 76,684 79,436 Wakala and mudarib fee payable - 120,548 116,783 Unearned wakala fee 22 203,920 178,766 - - Other creditors and accruals 16 58,111 54,168 52,897 35,650 Taxation - provision less payments 20,333 5,458 - - - Total Liabilities 286,554 242,797 1,183,632 1,239,798 TOTAL FUNDS AND LIABILITIES 693,437 589,148 1,545,513 1,559,774 | Contribution deficiency reserve | | | | 20,262 | - |
| Contribution received in advance - - 34,745 11,037 Takaful / re - takaful payables 15 - - 76,684 79,436 Wakala and mudarib fee payable - - 120,548 116,783 Unearned wakala fee 22 203,920 178,766 - - Other creditors and accruals 16 58,111 54,168 52,897 35,650 Taxation - provision less payments 286,554 242,797 1,183,632 1,239,798 TOTAL FUNDS AND LIABILITIES 693,437 589,148 1,545,513 1,559,774 | Retirement benefit obligations | | 3,878 | 3,878 | - | - |
| Takaful / re - takaful payables 15 - - 76,684 79,436 Wakala and mudarib fee payable - - 120,548 116,783 Unearned wakala fee 22 203,920 178,766 - - Other creditors and accruals 16 58,111 54,168 52,897 35,650 Taxation - provision less payments 286,554 242,797 1,183,632 1,239,798 TOTAL FUNDS AND LIABILITIES 693,437 589,148 1,545,513 1,559,774 | Deferred taxation | | 312 | 527 | 318 | 178 |
| Wakala and mudarib fee payable 22 203,920 178,766 120,548 116,783 Unearned wakala fee 22 203,920 178,766 - - - Other creditors and accruals 16 58,111 54,168 52,897 35,650 Taxation - provision less payments 20,333 5,458 - - - Total Liabilities 286,554 242,797 1,183,632 1,239,798 TOTAL FUNDS AND LIABILITIES 693,437 589,148 1,545,513 1,559,774 | Contribution received in advance | | - | - | 34,745 | 11,037 |
| Wakala and mudarib fee payable 22 203,920 178,766 120,548 116,783 Unearned wakala fee 22 203,920 178,766 - - - Other creditors and accruals 16 58,111 54,168 52,897 35,650 Taxation - provision less payments 20,333 5,458 - - - Total Liabilities 286,554 242,797 1,183,632 1,239,798 TOTAL FUNDS AND LIABILITIES 693,437 589,148 1,545,513 1,559,774 | Takaful / re - takaful payables | 15 | - | - | 76,684 | 79,436 |
| Unearned wakala fee 22 203,920 178,766 - - Other creditors and accruals 16 58,111 54,168 52,897 35,650 Taxation - provision less payments 20,333 5,458 - - - Total Liabilities 286,554 242,797 1,183,632 1,239,798 TOTAL FUNDS AND LIABILITIES 693,437 589,148 1,545,513 1,559,774 | | | - | - | | 116,783 |
| Taxation - provision less payments 20,333 5,458 - - Total Liabilities 286,554 242,797 1,183,632 1,239,798 TOTAL FUNDS AND LIABILITIES 693,437 589,148 1,545,513 1,559,774 | Unearned wakala fee | 22 | 203,920 | 178,766 | - | - |
| Taxation - provision less payments 20,333 5,458 - - Total Liabilities 286,554 242,797 1,183,632 1,239,798 TOTAL FUNDS AND LIABILITIES 693,437 589,148 1,545,513 1,559,774 | Other creditors and accruals | 16 | 58,111 | 54,168 | 52,897 | 35,650 |
| Total Liabilities 286,554 242,797 1,183,632 1,239,798 TOTAL FUNDS AND LIABILITIES 693,437 589,148 1,545,513 1,559,774 | Taxation - provision less payments | | 20,333 | 5,458 | - | - |
| | | | | 242,797 | 1,183,632 | 1,239,798 |
| Contingencies and commitments 17 | TOTAL FUNDS AND LIABILITIES | | 693,437 | 589,148 | 1,545,513 | 1,559,774 |
| Contingencies and commitments 17 | | 47 | | | | |
| | Contingencies and commitments | 17 | | | | |

The annexed notes from 1 to 32 form an integral part of this condensed interim financial information.

Im monsha

9 Director Director

Chief Financial Officer

F

Chairman

Managing Director & Chief Executive Officer

Window Takaful Operations

Condensed Interim Profit and Loss Account (Unaudited) For the Nine Months Period Ended 30 September 2021

| | | For three month | ns period ended | For nine month | s period ended |
|--|------|-----------------|-----------------|----------------|----------------|
| | Note | 30 September | 30 September | 30 September | 30 September |
| | Noto | 2021 | 2020 | 2021 | 2020 |
| | | Rupees in | thousand | Rupees in | thousand |
| PARTICIPANTS' TAKAFUL FUND - REVENUE ACCOUNT | | | | | |
| Contributions earned | | 237,573 | 249,428 | 725,403 | 766,257 |
| Contributions ceded to retakaful | | (76,875) | (66,648) | (238,080) | (208,563) |
| Net contribution revenue | 18 | 160,698 | 182,780 | 487,323 | 557,694 |
| Retakaful rebate earned | 19 | 14,259 | 12,619 | 42,592 | 38,296 |
| Net underwriting income | | 174,957 | 195,399 | 529,915 | 595,990 |
| Net takaful claims - reported / settled | 20 | (155,407) | (202,514) | (450,315) | (535,891) |
| Charge of contribution deficiency reserve | | - | - | (20,262) | (25,716) |
| 5 | | (155,407) | (202,514) | (470,577) | (561,607) |
| Other direct expenses | | (12,938) | (14,857) | (45,485) | (45,336) |
| Surplus / (deficit) before investment income | | 6,612 | (21,972) | 13,853 | (10,953) |
| Investment income | 24 | 3,624 | 3,772 | 11,240 | 13,719 |
| Other income | 25 | 6,616 | 5,683 | 18,556 | 26,124 |
| Mudarib's share of investment income | | (564) | (755) | (2,087) | (2,744) |
| Surplus / (deficit) transferred to accumulated surplus | | 16,288 | (13,272) | 41,562 | 26,146 |
| OPERATOR'S TAKAFUL FUND - REVENUE ACCOUNT | | | | | |
| Wakala fee | 22 | 104,640 | 101,723 | 311,004 | 300,965 |
| Commission expense | 21 | (37,720) | (35,164) | (101,543) | (87,604) |
| General, administrative and management expenses | 23 | (45,915) | (33,258) | (126,269) | (101,807) |
| | | 21,005 | 33,301 | 83,192 | 111,554 |
| Other income | 25 | 4,107 | 4,389 | 12,275 | 9,579 |
| Mudarib's share of PTF investment income | | 564 | 755 | 2,087 | 2,744 |
| Investment income | 24 | - | - | 2,317 | 3,584 |
| Direct expenses | | (770) | (514) | (2,310) | (2,494) |
| Profit before taxation | | 24,906 | 37,931 | 97,561 | 124,967 |
| Provision for taxation | | (15,630) | (11,000) | (36,700) | (36,241) |
| Profit after taxation | | 9,276 | 26,931 | 60,861 | 88,726 |
| | | | | | |

The annexed notes from 1 to 32 form an integral part of this condensed interim financial information.

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Chief Financial Officer

Managing Director & Chief Executive Officer

Chairman

Director

Director

Window Takaful Operations

Condensed Interim Statement of Comprehensive Income (Unaudited)

For the Nine Months Period Ended 30 September 2021

| | For three month | ns period ended | For nine months period ended | | |
|--|-------------------|------------------|------------------------------|------------------|--|
| | 30 September | 30 September | 30 September | 30 September | |
| | 2021 Buncos in | 2020 thousand | 2021 | 2020 thousand | |
| | Rupees in | liiousallu | Rupees III | thousand | |
| PARTICIPANTS' TAKAFUL FUND | | | | | |
| Surplus / (deficit) for the period | 16,288 | (13,322) | 41,562 | 26,146 | |
| Other comprehensive income: | | | | | |
| Unrealized gains on available-for-sale investment- Net of tax | 740 | - | 343 | - | |
| Total comprehensive income for the period | 17,028 | (13,322) | 41,905 | 26,146 | |
| | | | | | |
| OPERATOR`S TAKAFUL FUND | | | | | |
| Profit after taxation | 9,276 | 26,931 | 60,861 | 88,726 | |
| Other comprehensive income: | | | | | |
| Unrealized gains / (losses) on available-for-sale investment- Net of tax | 554 | 470 | (329) | (873) | |
| Total comprehensive income for the period | 9,830 | 27,401 | 60,532 | 87,853 | |

The annexed notes from 1 to 32 form an integral part of this condensed interim financial information.

As Ima Monsha 1 Director Chairman

Director

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Chief Financial Officer

Managing Director & Chief Executive Officer

Window Takaful Operations

Condensed Interim Statement of Changes in Funds (Unaudited) As at 30 September 2021

Operator's Takaful Fund Unappropriated Fair value Statutory fund Total profit reserve Rupees in thousand Balance as at 31 December 2019 - (Audited) 179.063 50,000 1,356 230,419 88,726 Profit after tax for the period 01 January 2020 to 30 September 2020 88,726 Other comprehensive income for the (<u>8</u>73) period 01 January 2020 to 30 September 2020 (873) Total comprehensive income for the period 88,726 (873) 87,853 Balance as at 30 September 2020 - (Unaudited) 50,000 267,789 483 318,272 Profit after tax for the period 01 October 2020 to 31 December 2020 27,679 27,679 -Other comprehensive income for the period 01 October 2020 to 31 December 2020 400 400 27,679 28,079 Total comprehensive income for the period 400 Balance as at 31 December 2020 - (Audited) 883 346,351 50,000 295,468 Profit after tax for the period 01 January 2021 to 30 September 2021 60,861 60,861 Other comprehensive income / (loss) for the period 01 January 2021 to 30 September 2021 (329) (329) Total comprehensive income for the period 60,861 (329) 60,532 -554 406,883 Balance as at 30 September 2021 - (Unaudited) 50,000 356,329

| | | Participants' T | akaful Fund | |
|--|-------------|---------------------------------------|-----------------------|---------|
| | Ceded money | Accumulated surplus / (deficit) | Fair value reserve | Total |
| | | Rupees in t | housand | |
| Balance as at 31 December 2019 - (Audited) | 500 | 80,786 | - | 81,286 |
| Surplus after tax for the period 01 January 2020 to 30 September 2020 | - | 26,146 | - | 26,146 |
| Other comprehensive income for the period 01 January 2020 to 30 September 2020 | _ | _ | _ | - |
| Total comprehensive income for the period | - | 26,146 | - | 26,146 |
| Balance as at 30 September 2020 - (Unaudited) | 500 | 106,932 | - | 107,432 |
| Surplus after tax for the period 01 October 2020 to 31 December 2020 Other comprehensive income for the | - | 65,648 | - | 65,648 |
| period 01 October 2020 to 31 December 2020 | - | - | 436 | 436 |
| Total comprehensive income for the period | - | 65,648 | 436 | 66,084 |
| Balance as at 31 December 2020 - (Audited) | 500 | 172,580 | 436 | 173,516 |
| Surplus after tax for the period 01 January 2021 to 30 September 2021 Other comprehensive income / (loss) for the | - | 41,562 | - | 41,562 |
| period 01 January 2021 to 30 September 2021 | - | - | 343 | 343 |
| Total comprehensive income for the period | - | 41,562 | 343 | 41,905 |
| Balance as at 30 September 2021 - (Unaudited) | 500 | 214,142 | 779 | 215,421 |

The annexed notes from 1 to 32 form an integral part of this condensed interim financial information.

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Director

Director

Chief Financial Officer



Chairman

Managing Director & Chief Executive Officer

Window Takaful Operations

Condensed Interim Cash Flow Statement (Unaudited) For the Nine Months Period Ended 30 September 2021

| 30 September 30 September< | | | Operator's Takaful Fund | | Participants' Takaful Fund | | |
|---|-----|---|-------------------------|--------------|----------------------------|--------------|--|
| Operating cash flows | | | 30 September | 30 September | 30 September | 30 September | |
| (a) Takend activities 33,430 473,135 (109,52) Wakaia for recover(par) (45,508) (473,135) (109,52) Retakuful / Co-takatal park (45,508) (45,723) (45,523) Carmsisons paid (66,720) (5,723) (5,523) (5,523) Cormissions paid (66,720) (12,200) (12,200) (12,200) (12,200) (13,270) (24,534) Other operating activities (12,200) (12,200) (14,666) (33,390) (33,390) (b) Other operating activities (21,904) (1,202) (22,351) 1,489 Total cash inflows / (outflows) from operating activities (21,904) (1,202) (22,351) 1,489 Total cash inflows / (outflows) from operating activities (21,904) (1,202) (22,351) 1,489 Total cash inflows / (outflows) from operating activities (21,904) (1,202) (22,351) 1,489 Total cash inflows / (outflows) from operating activities (21,904) (1,202) (22,351) 1,489 Contribution to Operator's fund (1,1,202) (2,373) (40,263) (2,416) (2,416) (2,416) (| | | Rupees in | thousand | Rupees in | thousand | |
| Contributions received 1,073,135 1,089,252 Wakala fer received (path) 34,480 405,068 (3,480) (455,068) Retakuli (or stakuli path 1,073,135 (108,520) (173,430) (455,068) Commissions path 1,073,135 (108,520) (65,726) (57,7043) Management excenses path (108,520) (112,000) (51,720) (45,232) Other unonvirting apartitis 95,054 226,339 (148,658) (33,89) (b) Other operating activities (21,904) (1,200) (22,351) 1,489 Total cash inflows / (outflows) from operating activities 73,150 225,137 (169,009) (38,910) (c) Insertinent activities 1,2251 9,100 (23,351) 1,489 Protect activities 1,2251 9,100 (23,431) 1,489 Contribution to Operating activities 1,2351 1,489 1,2351 1,499 Contribution to Operating activities 1,231 9,100 1,231,355 1,420 Cold cash inflows foutinses for disposit and investments 9 | Ор | erating cash flows | | | | | |
| Wakala fee received / (pair) 334,480 405,088 (405,088) Retakaful or Out-availability Or-takaful and Other receiveries received 1 1 1 (465,028) Commissions paid Commissions received (112,003) (112,003) (112,003) (112,003) Management expenses paid (112,003) (112,003) (112,003) (122,350) (122,350) Not cash inflows / (outflows) from takaful activities (21,904) (12,002) (22,350) (14,868) Other payments / (recepts) (12,003) (12,002) (22,350) (14,868) Not cash inflows / (outflows) from ober operating activities (21,904) (12,002) (22,350) 1,489 Total cash inflows / (outflows) from ober operating activities (34,680) (14,860) (18,900) (28,910) (c) Investiment activities (22,904) (12,002) (22,315) 1,489 Total cash inflows / (outflows) from operating activities (24,502) (14,003) (14,810) 1,160 1,160 1,160 1,160 1,160 1,160 1,160 1,160 1,160 1,160 <td>(a)</td> <td></td> <td>]</td> <td></td> <td></td> <td>4 000 500</td> | (a) | |] | | | 4 000 500 | |
| Restaful / co-tackulu jaid (173,430) (173,430) (173,430) (175,743) (175,713) (125,73) | | | - | - | | | |
| Claims paid - (731,86) (767,04) Commissions paid - (731,86) (767,04) Commissions received - (12,822) - (12,822) Management expenses paid - (12,822) - (12,822) Other underwriting parments - (12,822) - (12,822) Not cash inflows / (untiflows) from takutal activities - (12,822) - (12,822) Other operating activities - (12,904) - (12,202) - (12,832) Other operating activities - (12,904) - (12,022) - (12,832) Other operating activities - (12,904) - (12,022) - (12,831) - (14,858) Other operating activities - (12,904) - (12,022) - (12,831) - (14,858) Total cash inflows for other operating activities - (18,832) - (14,144) - (14,144) Profit received on bank deposits and investments - (18,832) - (14,144) - (14,144) - (14,144) - (14,144) - (14,144) - (14,144) - (14,144) - (14,144) - (14,144) - (14,144) - (14,144) - (14,144) - (14,144) - (14,144) - (14,144) | | | 334,480 | 405,066 | | | |
| Retatal and other recoveries received | | | - | | | | |
| Commissions received 1 1 1 4,3,42 Minagement expenses paid (132,602) (112,003) (14,302) Other underwrling payments 59,054 2,03,054 (14,302) (10) Hore operating activities (112,003) (112,003) (14,655) (10) Hore operating activities (112,003) (12,004) (12,004) (12,004) (11,002) (2,3511) 1,489 (11,003) (10,005) (160,005) (160,005) (11,003) (10,005) (11,003) (11,003) (11,003) (10,005) (11,003) (11,003) (11,003) (10,005) (11,003) (11,003) (11,003) (10,005) (11,003) (11,003) (11,003) (10,005) (11,003) (11,003) (11,003) (10,005) (11,003) (11,003) (11,003) (10,005) (11,003) (11,003) (11,003) (11,003) (11,003) (11,003) (11,003) (11,003) (11,003) (11,0 | | | - | - | - | | |
| Management expenses paid (12.203) (- | | Commissions paid | (106,824) | (66,726) | - | - 1 | |
| Other underwriting payments (31,701) (24,322) Not cash inflows / (outflows) from takuful activities 95,054 226,339 (146,650) (38,399) (b) Other operating activities (21,904) (1,202) (22,351) 1,489 Net cash (outflows) / inflows from other operating activities (21,904) (1,202) (22,351) 1,489 Total cash inflows / (outflows) from operating activities 73,150 225,137 (169,009) (36,910) (c) Investment activities 12,251 9,100 29,167 40,263 Protecked on bank deposits and investments 138,945 34,622 1 | | | - | - | 51,623 | 45,342 | |
| Net cash inflows / (utifixes) from takaful activities 95,054 228,339 (146,659) (38,399) (b) Other operating activities (1,202) (22,311) (1,49) (1,202) (22,311) (1,49) Cher payments / (receipts) Expenses paid (1,202) (1,202) (22,311) (1,49) Septemes paid (1,202) (1,202) (22,311) (1,49) (36,910) (c) Investment activities 73,150 225,137 (169,009) (36,910) (c) Investments 12,251 9,100 (29,187) (40,283) Portif received on bank deposits and investments 12,2513 (1,60,01) (1,102) (1,102) (1,102) (1,102) (1,102) (1,102) (1,102) (1,102) (1,102) (1,102) (1,102) (1,102) (1,102) (1,102) (1,102) (1,102) (1,102) (1,202) (1,202) (1,202) (1,202) (1,202) (1,202) (1,202) (1,202) (1,202) (1,202) (1,202) (1,202) (1,202) (1,202) (1,202) (1,202) <td></td> <td></td> <td>(132,602)</td> <td>(112,003)</td> <td><u> </u></td> <td>-</td> | | | (132,602) | (112,003) | <u> </u> | - | |
| (b) Other operating activities income tax paid Other payments / (receipts) Expenses paid (1,202) (22,351) (1,489) (22,351) (1,480) (22,351) (1,480) (22,351) (1,481) (1,202) (2,2,351) (1,414) (1,214) (1,212 | | | | | | | |
| Income tax paid Other payments / (receipts) Expenses paid (21,904) (1,202) (1,202) (1,203) (1,202) (1,202) (1,203) (1,202) (1,203) (1,202) (1,202) (1,202) (1,203) (1,202) (1,203) (1,202) (1,203) (1,202) (1,203) (1,202) (1,202) (1,203) (1 | | | 95,054 | 220,339 | (146,656) | (38,399) | |
| Other payments / (receipts) Expenses paid 1 </td <td>(b)</td> <td></td> <td>(21.004)</td> <td>(1.202)</td> <td></td> <td></td> | (b) | | (21.004) | (1.202) | | | |
| Expenses paid | | • | (21,904) | (1,202) | (22 351) | 1 / 89 | |
| Net cash (outflows) / inflows from operating activities (21,904) (1,202) (22,351) 1,489 Total cash inflows / (outflows) from operating activities 73,150 225,137 (169,009) (36,910) (c) Investment activities 12,251 9,100 (36,262) 1,1449 - Profit received on bank deposits and investments 12,251 9,100 (36,262) 1,1440 - Proceeds from disposit of investments 56,945 3,632 - | | | | | (22,331) | - | |
| (c) Investment activities 12,251 Protectived on bank deposits and investments Proceeds from disposal of investments Fixed capital expenditures 9,100 (34,628) (34,628) (4,628) (4,628) (6,211) 29,187 (1,614) - - - - 40,263 - - - - Total cash inflows from investing activities 6,420 2,893 27,373 40,263 (d) Financing activities 6,420 2,893 27,373 40,263 (d) Financing activities - - | | | (21,904) | (1,202) | (22,351) | 1,489 | |
| Profit received on bank deposits and investments Payment for investments Proceeds from disposal of investments Fixed capital expenditures12,251 (36,943) (36,622) (36,621)9,100 (36,622) (1,814)29,187 (1,814)40,263 (1,814)Total cash inflows from investments Fixed capital expenditures6,4202,89327,37340,263(d) Financing activities6,4202,89327,37340,263(d) Financing activities01111Contribution to Operator's fund Ceded money1111Total cash inflows from all activities79,570228,030(141,636)3,353Cash and cash equivalent at the beginning of the period289,016319,925411,264438,011Reconciliation to profit and loss account73,150225,137(169,009)(36,910)Depretation expense (Decrease) / Increase in assets other than cash (Increase) / Decrease in assets other than cash (Increase) / Decrease in albitilies other than cash (1,2,27530,53380,016272,575Investment incrue (Decrease) / Increase in assets other than cash (Increase) / Decrease in albitilies other than cash (1,2,27530,57912,225,78813,719Net profit / surplus for the period60,86188,72641,56226,146Decrease / Increase in assets other than cash (Increase) / Decrease in absets30 September 202130 September 202030 September 202130 September 2020Net profit / surplus for the period60,86188,72641,56226,146 <td></td> <td>Total cash inflows / (outflows) from operating activities</td> <td>73,150</td> <td>225,137</td> <td>(169,009)</td> <td>(36,910)</td> | | Total cash inflows / (outflows) from operating activities | 73,150 | 225,137 | (169,009) | (36,910) | |
| Payment for investments Fixed capital expenditures (36,943) (36,943) (43,632) (36,211) (1,814) - - Total cash inflows from investing activities 6,420 2,893 27,373 40,263 (d) Financing activities 6,420 2,893 27,373 40,263 (d) Financing activities - - - - Contribution to Operator's fund Cede morey - - - - Total cash inflows from financing activities - - - - Total cash inflows from all activities 79,570 228,030 (141,636) 3,353 Cash and cash equivalent at the beginning of the period 289,016 319,925 411,264 438,011 Reconciliation to profit and loss account - - - - - Operating cash flows (Increase) / Increase in assets other than cash (Increase) / Decrease in assets other than cash (2,603) (2,076) - - (Increase) / Decrease in abalities other than cash (Increase) / Decrease in abalities other than cash (3,618) (3,906) - - (Increase) / Decrease in abalities | (c) | Investment activities | | | | | |
| Proceeds from disposal of investments Fixed capital expenditures 36,945 (6,211) 34,632 (6,211) . . Total cash inflows from investing activities 6,420 2,893 27,373 40,263 (d) Financing activities Contribution to Operator's fund Ceded money Total cash inflows from financing activities . <t< td=""><td></td><td>Profit received on bank deposits and investments</td><td>12,251</td><td>9,100</td><td>29,187</td><td>40,263</td></t<> | | Profit received on bank deposits and investments | 12,251 | 9,100 | 29,187 | 40,263 | |
| Fixed capital expenditures (5,833) (6,211) - - Total cash inflows from investing activities 6,420 2,893 27,373 40,263 (d) Financing activities - - - - - Contribution to Operator's fund Caded money - | | Payment for investments | | | (1,814) | - | |
| Total cash inflows from investing activities6,4202,89327,37340,263(d) Financing activities | | | | | - | | |
| (d) Financing activities Contribution to Operator's fund Ceded money I I | | | · · · · · · | | - | - | |
| Contribution to Operator's fund Ceded moneyTotal cash inflows from financing activitiesNet Cash inflows / (outflows) from all activities79,570228,030(141,636)3.353Cash and cash equivalent at the beginning of the period209,44691,895552,900434,658Cash and cash equivalent at the end of the period289,016319,925411,264438,011Reconciliation to profit and loss account73,150225,137(169,009)(36,910)Depreciation expense(3,618)(3,906)(Decrease) / Increase in liabilities other than cash(3,233(68,283)80,016(272,575)Investment income2,3173,58411,24013,719Return on bank deposits12,2759,579126,12626,124Net profit / surplus for the period60,86188,72641,56226,124Operator's Fund70 September30 September30 September30 September30 September20212020Rupees in thousandRupees in thousandRupees in thousandRupees in thousandOperator's Takaful Fund60,86188,726Participants' Takaful Fund41,56226,146 | | - | 6,420 | 2,893 | 27,373 | 40,263 | |
| Ceded money | (d) | Financing activities | | | | | |
| Total cash inflows from financing activities - | | | - | - | - | - | |
| Net Cash inflows / (outflows) from all activities 79,570 228,030 (141,636) 3,353 Cash and cash equivalent at the beginning of the period 209,446 91,895 552,900 434,658 Cash and cash equivalent at the end of the period 289,016 319,925 411,264 438,011 Reconciliation to profit and loss account 73,150 225,137 (169,009) (36,910) Depreciation expense (2,603) (2,076) - - Amortization expense (3,618) (3,906) - - (Decrease) / Increase in assets other than cash (24,893) (85,283) 80,016 (272,757) Investment income 2,317 3,584 11,240 13,719 Return on bank deposits 12,275 9,579 18,556 26,124 Net profit / surplus for the period 60,861 88,726 41,562 26,146 30 September 30 September 30 September 2021 2020 2021 2021 2021 2021 2020 2021 2020 2021 2021 2 | | Ceded money | - | - | - | - | |
| Cash and cash equivalent at the beginning of the period 209,446 91,895 552,900 434,658 Cash and cash equivalent at the end of the period 289,016 319,925 411,264 438,011 Reconciliation to profit and loss account 73,150 225,137 (169,009) (36,910) Depreciation expense (2,603) (2,076) - - Amotization expense (3,618) (3,900) - - (Decrease) / Increase in assets other than cash (168,283) (86,283) 100,759 295,788 (Increase) / Decrease in liabilities other than cash (13,893) (86,283) 100,759 295,788 (Increase) / Decrease in liabilities other than cash (13,893) (86,283) 80,016 (272,575) Investment income 2,317 3,584 11,240 13,719 Return on bank deposits 12,275 9,579 18,556 26,124 Net profit / surplus for the period 60,861 88,726 41,562 26,146 Operator's Takaful Fund 30 September 30 September 30 September 2020 2020 Rupees in thousand Rupees in thousand <td></td> <td>Total cash inflows from financing activities</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> | | Total cash inflows from financing activities | - | - | - | - | |
| Cash and cash equivalent at the end of the period 289,016 319,925 411,264 438,011 Reconciliation to profit and loss account - | | Net Cash inflows / (outflows) from all activities | 79,570 | 228,030 | (141,636) | 3,353 | |
| Reconciliation to profit and loss account 73,150 225,137 (169,009) (36,910) Depreciation expense (2,603) (2,076) - | | Cash and cash equivalent at the beginning of the period | 209,446 | 91,895 | 552,900 | 434,658 | |
| Operating cash flows Depreciation expense 73,150 225,137 (169,009) (36,910) Amortization expense (2,603) (2,076) - - - Amortization expense (3,618) (3,906) - - - (Decrease) / Increase in assets other than cash (23,233) (58,309) 100,759 295,788 (Increase) / Decrease in liabilities other than cash (23,213) (85,283) 80,016 (272,575) Investment income 2,317 3,584 11,240 13,719 Return on bank deposits 12,275 9,579 18,556 26,124 Net profit / surplus for the period 60,861 88,726 41,562 26,146 Operator's Takaful Fund 30 September 2020 2 | | Cash and cash equivalent at the end of the period | 289,016 | 319,925 | 411,264 | 438,011 | |
| Depreciation expense (2,603) (2,076) - - Amortization expense (3,618) (3,906) - - - (Decrease) / Increase in assets other than cash (23,233) (58,309) 100,759 295,783 (Increase) / Decrease in liabilities other than cash (43,893) (85,283) 80,016 (272,575) Investment income 2,317 3,584 11,240 13,719 Return on bank deposits 12,275 9,579 18,556 26,124 Net profit / surplus for the period 60,861 88,726 41,562 26,146 Operator's Fund 30 September 30 September 2021 2020 2020 2020 Attributed to Operator's Takaful Fund 60,861 88,726 - - - Operator's Takaful Fund 60,861 88,726 - - - - - 26,146 | | Reconciliation to profit and loss account | | | | | |
| Amortization expense (3,618) (3,906) - | | | | | (169,009) | (36,910) | |
| (Decrease) / Increase in assets other than cash (Increase) / Decrease in liabilities other than cash (Incre | | | | () | - | - | |
| (Increase) / Decrease in liabilities other than cash Investment income (43,893) (85,283) 80,016 (272,575) Investment income 2,317 3,584 11,240 13,719 Return on bank deposits 12,275 9,579 18,556 26,124 Net profit / surplus for the period 60,861 88,726 41,562 26,146 Operator's Fund 30 September 30 September 30 September 30 September 2021 20201 20201 20201 20200 Attributed to Operator's Takaful Fund Participants' Takaful Fund 60,861 88,726 - - - Participants' Takaful Fund - - 41,562 26,146 | | | | | - | - | |
| Investment income Return on bank deposits 2,317 3,584 11,240 13,719 Net profit / surplus for the period 12,275 9,579 18,556 26,124 Net profit / surplus for the period 60,861 88,726 41,562 26,146 Operator's Fund 30 September 2020 2021 2020 2020 Attributed to Rupees in thousand Rupees in thousand Rupees in thousand Rupees in thousand 2020 Operator's Takaful Fund 60,861 88,726 - - Participants' Takaful Fund - - 41,562 26,146 | | | | | | | |
| Return on bank deposits 12,275 9,579 18,556 26,124 Net profit / surplus for the period 60,861 88,726 41,562 26,146 Operator's Fund 30 September 30 September 2021 2 | | | | | | | |
| Operator's Fund Participants' Takaful Fund 30 September 30 September 2021 2020 2021 2021 2021 2021 2021 2021 Rupees in thousand Rupees in thousand Operator's Takaful Fund 60,861 88,726 - Participants' Takaful Fund - | | | | | | | |
| 30 September30 September30 September30 September2021202020212020Rupees in thousandRupees in thousandRupees in thousandOperator's Takaful Fund60,86188,726-Participants' Takaful Fund41,56226,146 | | Net profit / surplus for the period | 60,861 | 88,726 | 41,562 | 26,146 | |
| 30 September30 September30 September30 September2021202020212020Rupees in thousandRupees in thousandRupees in thousandOperator's Takaful Fund60,86188,726-Participants' Takaful Fund41,56226,146 | | | Onerato | r's Fund | Particinante' | Takaful Fund | |
| Attributed to2021202020212020Operator's Takaful Fund60,86188,726Participants' Takaful Fund41,56226,146 | | | | | | | |
| Attributed to Rupees in thousand Rupees in thousand Operator's Takaful Fund 60,861 88,726 - Participants' Takaful Fund - - 41,562 26,146 | | | 2021 | 2020 | 2021 | 2020 | |
| Participants' Takaful Fund 41,562 26,146 | | Attributed to | | thousand | | | |
| Participants' Takaful Fund 41,562 26,146 | | Operator's Takaful Fund | 60.861 | 88,726 | - | - | |
| 60,861 88,726 41,562 26,146 | | • | - | | 41,562 | 26,146 | |
| | | | 60,861 | 88,726 | 41,562 | 26,146 | |

The annexed notes from 1 to 32 form an integral part of this condensed interim financial information.

Uma monstha

Director

Director

1F \langle

Chief Financial Officer

Managing Director & Chief Executive Officer

Chairman

66

Window Takaful Operations

Notes to the Condensed Interim Financial Information (Unaudited)

For the Nine Months Period Ended 30 September 2021

1 Legal status and nature of business

Adamjee Insurance Company Limited ("the Operator") is a public limited company incorporated in Pakistan on September 28, 1960 under the Companies Act, 1913 (now the Companies Act, 2017). The Operator is listed on Pakistan Stock Exchange and is engaged in general takaful business comprising fire & property, marine aviation & transport, motor, accident & health and miscellaneous. The registered office of the Operator is situated at Adamjee House, 80/A, Block E-1, Main Boulevard, Gulberg-III, Lahore.

The Operator was granted authorization on 23 December 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations ("WTO") in respect of general takaful products by the Securities and Exchange Commission of Pakistan ("SECP").

For the purpose of carrying on the Takaful business, the Operator has formed a Waqf (Participants' Takaful Fund (PTF)) on 01 January 2016 under the Waqf deed with a ceded money of Rs.500,000. The Waqf deed govern the relationship of Operator and Participants' for management of Takaful operations.

2 Basis of preparation and statement of compliance

This condensed interim financial information for the six months period ended 30 September 2021 has been prepared in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting and the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and the General Takaful Accounting Regulations, 2019. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard 34 "Interim Financial Reporting" issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, Insurance Accounting Regulations, 2017, the Takaful Rules 2012, and the General Takaful Accounting Regulations, 2019.

Where the provisions of and directives issued under the Companies Act, 2017 differ, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, General Takaful Accounting Regulations 2019 and the Takaful Rules, 2012 shall prevail.

This condensed interim financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with annual financial statements of the Operator's for the year ended 31 December 2020. Comparative condensed interim statement of financial position is stated from annual audited financial statements as of 31 December 2020, whereas comparatives for interim profit and loss account, interim statement of comprehensive income, interim statement of changes in funds and interim cash flow statement and related notes are extracted from condensed interim financial information of the Operator's for the nine months period ended 30 September 2020.

The condensed interim financial information reflect the financial position and result of operations of both Operator's Fund ('OPF') and PTF in a manner that the assets, liabilities, income and expenses of the OPF and PTF remain separately identifiable.

This condensed interim financial information is unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the listing regulations of Pakistan Stock Exchange Limited.

This condensed interim financial information is presented in Pakistan Rupees which is the Operator's functional currency and all financial information presented has been rounded off to the nearest thousand, except otherwise stated.

3 Basis of measurement

This condensed interim financial information has been prepared under historical cost convention except certain financial instruments carried at fair value, and defined benefit obligations under employees benefits carried at present value. All transactions reflected in this financial information are on accrual basis except for those reflected in cash flow statement.

4 Accounting policies

The accounting policies and the methods of computation adopted in the preparation of the condensed interim financial information are same as those applied in the preparation of annual audited financial statements for the year ended 31 December 2019.

The Operator has adopted all the applicable new standards and amendments to standards, including any consequential amendments to other standards, with a date of initial application of January 01, 2020, as mentioned in the financial statement for the year ended 31 December 2019. Furthermore, the Company has adopted the temporary exemption which allows the Company to defer the application of both IFRS 9 and IFRS 17 until 31 December 2021.

There is no significant impact of such changes on this condensed interim financial information of the Operator.

5 Use of estimates and judgments

The preparation of this condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Operator's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

During preparation of this condensed interim financial information, the significant judgments made by the management in applying the Operator's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Operator for the year ended 31 December 2020.

6 Takaful and Financial risk management

The Operator's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended 31 December 2020.

| | | | Note | Operator's Ta | akaful Fund |
|---|---------|-------------------------------------|------|----------------------|---------------------------------------|
| | | | | 30 September 2021 | 31 December 2020 |
| | | | | Rupees in | |
| | | | | (Unaudited) | (Audited) |
| 7 | Proper | rty and equipment | | , , | , , , , , , , , , , , , , , , , , , , |
| | Openin | ng balance - net book value | | 18,793 | 16,433 |
| | Additio | ns during the period | 7.1 | 3,593 | 5,728 |
| | Book v | alue of disposals during the period | | - | - |
| | Deprec | ciation charged during the period | | (2,609) | (3,368) |
| | | | | (2,609) | (3,368) |
| | | g balance - net book value | | 19,777 | 18,793 |
| | Capital | work - in - progress | 7.2 | 1,300 | 2,000 |
| | | | | 21,077 | 20,793 |
| | 7.1 | Additions during the period | | | |
| | | Furniture and fixture | | - | - |
| | | Motor vehicles | | 3,509 | 4,982 |
| | | Office equipment | | - | 298 |
| | | Computer and related accessories | | 84 | 448 |
| | | | | 3,593 | 5,728 |
| | 7.2 | Capital work in progress | | | |
| | | Opening balance | | 2,000 | 1,300 |
| | | Additions during the year | | - | 700 |
| | | Transfer to property and equipment | | - | - |
| | | Transfer to intangibles | | - | - |
| | | Closing balance | | 2,000 | 2,000 |
| | | | | | |

This represent amount advanced to Analytics (Private) Limited. for development of Web portal for Takaful Operations.

8 Intangible assets

| Opening balance - net book value Transfer from Capital work-in-progress Addition during the period | 12,421 - 2,940 | 17,650 - 1,060 |
|--|----------------------|----------------------|
| Book value of disposal during the period Amortization charged during the period | (3,618) | (1,312) (4,977) |
| Closing balance - net book value | (3,618) 11,743 | (6,289) 12,421 |

| | 30 September 2021 | | | 31 December 2020 | | | |
|------|--------------------------|----------------|------|--------------------------|----------------|--|--|
| Cost | Impairment/ provision | Carrying value | Cost | Impairment/ provision | Carrying value | | |
| | Rupees in thousand | | | Rupees in thousand | | | |
| | (Unaudited) | | | (Audited) | | | |

9 Investments in equity securities

Operator's Takaful Fund

Available for sale - Mutual fund

Meezan Islamic Income Fund [673,205 units (2020: 604,139 units)] Unrealized gain on revaluation

Participants' Takaful Fund

10

Available for sale - Mutual fund

Al Hamra Islamic Income Fund [508,711 units (2020: 481,118)] Unrealized gain on revaluation

| 36,943 | - | 36,943 | 34,628 | - | 34,628 |
|--------|---|--------|--------|---|--------|
| | | 780 | L1 | | 1,245 |
| | | 37,723 | | | 35,873 |

| 51,814 | - | 51,814 | 50,000 | - | 50,000 |
|--------|---|--------|--------|---|--------|
| | | 1,097 | | | 614 |
| | | 52,911 | | | 50,614 |

| | | Parti | cipants' Takaful F | und | | | |
|--|----------------------|---------------------|--------------------|----------------------|---------------------|------------|-------------|
| | No. of Ce | No. of Certificates | | No. of Certificates | | Value of C | ertificates |
| | 30 September 2021 | 31 December 2020 | Face Value | 30 September 2021 | 31 December 2020 | | |
| | | | | Rupees in | thousand | | |
| | | | | (Unaudited) | (Audited) | | |
| Investments in debt securities Held - to - maturity | | | | . , | . , | | |
| Sukuk certificates | | | | | | | |
| Engro Polymer & Chemicals Limited | 500 | 500 | 100,000 | 50,000 | 50,000 | | |
| The Hub Power Company Limited (HUBCO) | 750 | 750 | 100,000 | 75,000 | 75,000 | | |
| | | | | 125 000 | 105.000 | | |

125,000

125,000

| | Operator's T | Operator's Takaful Fund | | Takaful Fund |
|--|--------------|-------------------------|--------------|--------------|
| | 30 September | 31 December | 30 September | 31 December |
| | 2021 | 2020 | 2021 | 2020 |
| | Rupees in | thousand | Rupees in | thousand |
| | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| 11 Loans and other receivables - Considered good | | | | |
| Sales tax recoverable | (171) | 14 | - | - |
| Federal excise duty | - | - | 40,600 | 14,770 |
| Accrued income | 1,363 | 1,339 | 4,157 | 3,548 |
| Loan to employees | 3,410 | 1,160 | | - |
| Security deposits | 366 | 366 | - | - |
| Bid money for tenders | - | - | 13,982 | 9,332 |
| Advances | 5,451 | 4,532 | - | - |
| | 10,419 | 7,411 | 58,739 | 27,650 |

| | Participants' 1 | Fakaful Fund |
|---|-----------------|--------------|
| | 30 September | 31 December |
| | 2021 | 2020 |
| | Rupees in | thousand |
| | (Unaudited) | (Audited) |
| 12 Takaful / Re - takaful receivables - Unsecured and considered good | | |
| Due from takaful participants' holders | 364,063 | 304,220 |
| Less: provision for impairment of | | |
| takaful participants' holder | - | - |
| | 364,063 | 304,220 |
| Due from other takaful / re - takaful operator's | 171,263 | 80,225 |
| Less: provision for impairment of due from other | | |
| takaful / re - takaful operator's | - | - |
| | 171,263 | 80,225 |
| | 535,326 | 384,445 |

| | | | Operator's T | akaful Fund | Participants' | Takaful Fund |
|----|--|------|--------------|-------------|---------------|--------------|
| | | | 30 September | 31 December | 30 September | 31 December |
| | | | 2021 | 2020 | 2021 | 2020 |
| | | | Rupees in | thousand | Rupees in | thousand |
| | | | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| 13 | Prepayments | | | | | |
| | Prepaid re - takaful contribution ceded | | - | - | 129,434 | 83,834 |
| | Prepaid monitoring charges (Tracking device) | | - | - | 15,546 | 20,213 |
| | Prepaid Expense | | 660 | | | |
| | | | 660 | - | 144,980 | 104,047 |
| | | | | | | |
| | | | | akaful Fund | | Takaful Fund |
| | | | 30 September | 31 December | 30 September | 31 December |
| | | | 2021 | 2020 | 2021 | 2020 |
| | | | | thousand | | thousand |
| | . | | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| 14 | Cash and bank | | | | | |
| | Cash and cash equivalents: | | | | | |
| | Policy stamps in hand | | 200 | - | - | - |
| | Cash in hand | | - | 150 | - | - |
| | Current and other accounts: | | | | | |
| | Profit or loss accounts | 14.1 | 288,816 | 209,296 | 411,264 | 552,900 |
| | | | 289,016 | 209,446 | 411,264 | 552,900 |

14.1 Saving accounts carry expected profit rates ranging from 4% to 9% (2020: 5% to 11%).

| | | | | Participants' Takaful Fui | |
|----|--|--------------|-------------|---------------------------|---------------------|
| | | | | 30 September 2021 | 31 December 2020 |
| | | | | Rupees in | thousand |
| 15 | Takaful / re - takaful payables | | | (Unaudited) | (Audited) |
| | Due to takaful participants' holders | | | 13,783 | 11,059 |
| | Due to other takaful / re - takaful operator's | | | 62,901 | 68,377 |
| | | | | 76,684 | 79,436 |
| | | Operator's 1 | akaful Fund | Participants' | Takaful Fund |
| | | 30 September | 31 December | 30 September | 31 December |
| | | 2021 | 2020 | 2021 | 2020 |
| | | Rupees in | thousand | Rupees in | thousand |
| | | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| 16 | Other creditors and accruals | | | | |
| | Agents commission payable | 49,841 | 39,299 | - | - |
| | Federal insurance fee | - | - | 4,071 | 3,522 |
| | Income tax deducted at source | 4,178 | 2,066 | 29,290 | 21,711 |
| | Accrued expenses | 1,913 | 7,423 | - | - |
| | Others | 2,179 | 5,380 | 19,536 | 10,417 |
| | | 58,111 | 54,168 | 52,897 | 35,650 |
| | | | | | |

17 Contingencies and commitments

There has been no significant change in the contingencies and commitments since the date of preceding published annual financial statements.

| | | For three month | For three months period ended | | For nine months period ended | | |
|----|---|----------------------|-------------------------------|----------------------|------------------------------|--|--|
| | | 30 September 2021 | 30 September 2020 | 30 September 2021 | 30 September 2020 | | |
| | | Rupees in | | Rupees in | | | |
| | | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | | |
| 18 | Net contribution revenue | | | | | | |
| | Gross contribution written | 400,911 | 356,665 | 1,109,270 | 1,178,270 | | |
| | Wakala fee | (119,986) | (105,431) | (336,158) | (340,081) | | |
| | Contribution net of wakala fee | 280,925 | 251,234 | 773,112 | 838,189 | | |
| | Unearned contribution revenue - opening | 425,806 | 447,712 | 421,449 | 377,586 | | |
| | Unearned contribution revenue - closing | (43,352) | (449,518) | (469,158) | (449,518) | | |
| | Contribution earned | 663,379 | 249,428 | 725,403 | 766,257 | | |
| | Less: | | | | | | |
| | Re - takaful contribution ceded | 134,677 | 99,952 | 283,680 | 241,103 | | |
| | Prepaid re - takaful contribution ceded - opening | 71,632 | 80,922 | 83,834 | 81,686 | | |
| | Prepaid re - takaful contribution ceded - closing | (129,434) | (114,226) | (129,434) | (114,226) | | |
| | Re - takaful expense | 76,875 | 66,648 | 238,080 | 208,563 | | |
| | Net contribution | 586,504 | 182,780 | 487,323 | 557,694 | | |
| 19 | Re - takaful rebate | | | | | | |
| | Re - takaful rebate received | 25,824 | 18,675 | 51,623 | 45,342 | | |
| | Unearned re - takaful rebate - opening | 14,649 | 16,969 | 17,183 | 15,979 | | |
| | Unearned re - takaful rebate - closing | (26,214) | (23,025) | (26,214) | (23,025) | | |
| | Net re-takaful rebate | 14,259 | 12,619 | 42,592 | 38,296 | | |
| 20 | Net Takaful Claims | | | | | | |
| | Claims Paid | 240,467 | 463,220 | 731,805 | 767,043 | | |
| | Outstanding claims including IBNR - closing | 382,806 | 434,513 | 382,806 | 434,513 | | |
| | Outstanding claims including IBNR - opening | (427,539) | (650,915) | (558,082) | (257,810) | | |
| | Claim expense | 195,734 | 246,818 | 556,529 | 943,746 | | |
| | Less: | | | | | | |
| | Re - takaful and other recoveries received | 69,127 | 276,522 | 204,040 | 333,539 | | |
| | Re - takaful and other recoveries in respect of outstanding claims net of impairment (if any) closing Re - takaful and other recoveries in respect of | 217,292 | 176,652 | 217,292 | 176,652 | | |
| | outstanding claims net of impairment (if any) opening | (246,092) | (408,870) | (315,118) | (102,336) | | |
| | Re-takaful and other recoveries revenue | 40,327 | 44,304 | 106,214 | 407,855 | | |
| | Net claim expense | 155,407 | 202,514 | 450,315 | 535,891 | | |

21 Commission Expense

Commission paid or payable Deferred commission - opening Deferred commission - closing **Net commission**

22 Wakala Fee

Gross Wakala fee Unearned Wakala fee - Opening Unearned Wakala fee - Closing Net wakala fee

23 Management Expenses

24 Investment income

Operator's Takaful Fund Profit on Mutual funds - Dividend Income Mutual funds - Capital Gain

Participants' Takaful Fund Profit on

Mutual funds - Dividend Income Sukuks

| 25 C | Other | income |
|------|-------|--------|
|------|-------|--------|

Operator's Takaful Fund Profit on bank deposits

Participants' Takaful Fund Profit on bank deposits

| For three month | hs period ended | For nine months | period ended |
|--|---|--|---|
| Operato | r's Fund | Operator's | s Fund |
| 30 September 2021 | 30 September 2020 | 30 September 2021 | 30 September 2020 |
| Rupees in | thousand | Rupees in t | |
| (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| 47,397 | 52,195 | 117,367 | 91,733 |
| 46,108 (55,785) | 29,029 (46,060) | 39,961 (55,785) | 41,931 (46,060) |
| 37,720 | 35,164 | 101,543 | 87,604 |
| 51,120 | | 101,040 | 01,004 |
| For three month | hs period ended | For nine months | period ended |
| | r's Fund | Operator's | |
| 30 September 2021 | 30 September 2020 | 30 September 2021 | 30 September 2020 |
| Rupees in | thousand | Rupees in t | housand |
| (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| 119,986 | 105,431 | 336,158 | 340,081 |
| 188,574 | 175,386 | 178,766 | 139,978 |
| (203,920) | | (203,920) | (179,094) |
| 104,640 | 101,723 | 311,004 | 300,965 |
| For three month | ns period ended | For nine months | period ended |
| 30 September 2021 | 30 September 2020 | 30 September | 30 September |
| · | thousand | 2021 Rupees in t | 2020 |
| (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| 25,992 | 21,850 | 72,352 | 66,621 |
| 872 | 772 | 2,602 | 2,076 |
| 1,240 | 1,303 | 3,618 | 3,906 |
| 6,461 | 273 | 15,055 | 273 |
| 1,014 | 1,014 | 3,042 | 3,046 |
| 385 574 | 428 350 | 1,280 574 | 1,110 350 |
| 102 | 450 | 422 | 1,529 |
| 5,956 | 4,129 | 15,864 | 13,675 |
| 351 | 168 | 1,177 | 720 |
| 201 | 41 | 695 | 256 |
| 323 | 371 | 1,290 | 1,472 |
| 15 | 5 | 56 | 23 |
| 369 | 581 | 1,192 | 1,835 |
| 2,060 | 1,523 | 7,050 | 4,915 |
| 45,915 | 33,258 | 126,269 | 101,807 |
| For three month | ns period ended | For nine months 30 September | • |
| 30 September 2021 | 30 September 2020 | 2021 | 30 September 2020 |
| Rupees in | thousand | Rupees in t | housand |
| (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| | | 8 | 04 |
| - | | | 24 |
| - | | | |
| <u> </u> | | 2,309 | 3,560 |
| <u>-</u> | | | |
| | | 2,309 2,317 2,134 | 3,560 3,584 |
| 3,625 | 3,772 | 2,309 2,317 2,134 9,106 | 3,560 3,584 - 13,719 |
| | 3,772 3,772 | 2,309 2,317 2,134 | 3,560 3,584 |
| 3,625 | | 2,309 2,317 2,134 9,106 | 3,560 3,584 13,719 13,719 |
| 3,625 | 3,772 | 2,309 2,317 2,134 9,106 11,240 | 3,560 3,584 13,719 13,719 |
| 3,625 For three month 30 September 2021 | 3,772 | 2,309 2,317 2,134 9,106 11,240 For nine months 30 September | 3,560 3,584 - 13,719 13,719 period ended 30 September 2020 |
| 3,625 For three month 30 September 2021 | 3,772 ns period ended 30 September 2020 | 2,309 2,317 2,134 9,106 11,240 For nine months 30 September 2021 | 3,560 3,584 - 13,719 13,719 period ended 30 September 2020 |
| 3,625 For three month 30 September 2021 Rupees in (Unaudited) | 3,772 as period ended 30 September 2020 thousand (Unaudited) | 2,309 2,317 2,134 9,106 11,240 For nine months 30 September 2021 Rupees in t (Unaudited) | 3,560 3,584 13,719 13,719 30 September 2020 housand (Unaudited) |
| 3,625 For three month 30 September 2021 Rupees in (Unaudited) 4,107 | 3,772 as period ended 30 September 2020 thousand (Unaudited) 4,389 | 2,309 2,317 2,134 9,106 11,240 For nine months 30 September 2021 Rupees in ti (Unaudited) 12,275 | 3,560 3,584 13,719 13,719 13,719 9eriod ended 30 September 2020 housand (Unaudited) 5,190 |
| 3,625 For three month 30 September 2021 Rupees in (Unaudited) | 3,772 as period ended 30 September 2020 thousand (Unaudited) | 2,309 2,317 2,134 9,106 11,240 For nine months 30 September 2021 Rupees in t (Unaudited) | 3,560 3,584 13,719 13,719 30 September 2020 housand (Unaudited) |
| 3,625 For three month 30 September 2021 Rupees in (Unaudited) 4,107 | 3,772 as period ended 30 September 2020 thousand (Unaudited) 4,389 | 2,309 2,317 2,134 9,106 11,240 For nine months 30 September 2021 Rupees in ti (Unaudited) 12,275 | 3,560 3,584 - 13,719 13,719 13,719 9eriod ended 30 September 2020 housand (Unaudited) 5,190 |
| 3,625 For three montl 30 September 2021 Rupees in (Unaudited) 4,107 4,107 6,616 | 3,772 as period ended 30 September 2020 thousand (Unaudited) 4,389 4,389 5,633 | 2,309 2,317 2,134 9,106 11,240 For nine months 30 September 2021 Rupees in ti (Unaudited) 12,275 12,275 12,275 | 3,560 3,584 - 13,719 13,719 30 September 2020 housand (Unaudited) 5,190 5,190 26,124 |
| 3,625 For three month 30 September 2021 Rupees in (Unaudited) 4,107 4,107 | 3,772 as period ended 30 September 2020 thousand (Unaudited) 4,389 4,389 | 2,309 2,317 2,134 9,106 11,240 For nine months 30 September 2021 Rupees in ti (Unaudited) 12,275 12,275 | 3,560 3,584 - 13,719 13,719 13,719 13,719 0 30 September 2020 housand (Unaudited) 5,190 5,190 |

26 Transactions with related parties

The Operator has related party relationship with its associates, subsidiary company, employee retirement benefit plans, key management personnel and other parties. All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. Balances and transactions with related party are disclosed in relevant notes to this financial information.

| | | 30 September 2021 Rupees in | 30 September 2020 thousand |
|-----|---|---------------------------------------|---------------------------------------|
| i) | Transactions | (Unaudited) | (Unaudited) |
| | Subsidiary Company | | |
| | Contribution underwritten Contribution received Claims paid | 3,086 2,699 951 | 1,526 1,528 1,036 |
| | Other related parties | | |
| | Contribution underwritten Contribution received Claims paid Income on bank deposits | 123,254 142,029 66,525 8,514 | 123,434 106,059 41,020 1,983 |
| ii) | Period end balances | | |
| | Subsidiary Company | | |
| | Balances payable Balances receivable | 320 558 | 29 9 |
| | Other related parties | | |
| | Balances receivable Balances payable Cash and bank balances Contribution received in advance | 18,216 22,790 224,327 585 | 41,120 19,542 43,785 301 |

27 Segment Information

Each class of business has been identified as reportable segment. Class of business wise revenue and results have been disclosed in the profit and loss account prepared in accordance with the requirements of the Insurance Ordinance, 2000. The following is a schedule of class of business wise assets and liabilities.

| | | Participants' Takaful Fund | | | | | | | |
|---|---------------------------|---------------------------------|-----------|-------------------|---------------|-----------|--|--|--|
| | | 30 September 2021 (Unaudited) | | | | | | | |
| | Fire & Property Damage | Marine, Aviation & Transport | Motor | Accident & Health | Miscellaneous | Total | | | |
| | | | Rupees ir | thousand | | | | | |
| Contribution receivable (inclusive of Federal | | | | | | | | | |
| Excise Duty, Federal Insurance Fee and | | | | | | | | | |
| Administrative Surcharge) | 214,312 | 51,366 | 747,715 | 163,609 | 68,338 | 1,245,340 | | | |
| Less : Federal Excise Duty | (27,094) | (6,598) | (90,732) | (950) | (8,675) | (134,049) | | | |
| Federal Insurance Fee | (1,865) | (443) | (6,515) | (1,611) | (591) | (11,025) | | | |
| Gross Direct Written Contribution | | | | | | | | | |
| (inclusive of Administrative Surcharge) | 185,353 | 44,325 | 650,468 | 161,048 | 59,072 | 1,100,266 | | | |
| Facultative inward contribution | 1,924 | 30 | - | - | 7,050 | 9,004 | | | |
| Gross Contribution Written | 187,277 | 44,355 | 650,468 | 161,048 | 66,122 | 1,109,270 | | | |
| Wakala fee | (52,440) | (15,524) | (211,402) | (40,262) | (16,530) | (336,158) | | | |
| Contribution net of wakala fee | 134,837 | 28,831 | 439,066 | 120,786 | 49,592 | 773,112 | | | |
| Contribution earned | 107,227 | 29,156 | 416,626 | 133,037 | 39,357 | 725,403 | | | |
| Takaful contribution ceded to retakaful | (122,445) | (36,414) | (32,175) | - | (47,046) | (238,080) | | | |
| Net takaful contribution | (15,218) | (7,258) | 384,451 | 133,037 | (7,689) | 487,323 | | | |
| Re-takaful rebate | 27,923 | 7,713 | 135 | - | 6,821 | 42,592 | | | |
| Net underwriting income | 12,705 | 455 | 384,586 | 133,037 | (868) | 529,915 | | | |
| Takaful claims | (64,422) | (23,975) | (290,821) | (151,111) | (26,200) | (556,529) | | | |
| Re - takaful and other recoveries | 52,168 | 16,373 | 14,074 | - | 23,599 | 106,214 | | | |
| Net claims | (12,254) | (7,602) | (276,747) | (151,111) | (2,601) | (450,315) | | | |
| Contribution deficiency reserve | | | | (18,943) | (1,319) | (20,262) | | | |
| Direct expense | (1,673) | (203) | (42,358) | (1,049) | (202) | (45,485) | | | |
| Net takaful claims and expenses | (13,927) | (7,805) | (319,105) | (171,103) | (4,122) | (516,062) | | | |
| (Deficit) / surplus before investment income | (1,222) | (7,350) | 65,481 | (38,066) | (4,990) | 13,853 | | | |
| Other income | | | | | | 11,240 | | | |
| Investment income | | | | | | 18,556 | | | |
| Mudarib fee | | | | | | (2,087) | | | |
| Surplus transferred to Balance of PTF | | | | | _ | 41,562 | | | |
| Corporate segment assets | 295,098 | 40,245 | 379,852 | 77,721 | 89,137 | 882,053 | | | |
| Corporate unallocated assets | | | - | | | 663,460 | | | |
| Total assets | 295,098 | 40,245 | 379,852 | 77,720 | 89,137 | 1,545,513 | | | |
| Corporate segment liabilities | 272,680 | 31,779 | 560,735 | 187,975 | 77,248 | 1,130,417 | | | |
| Corporate unallocated liabilities | | - | - | - | - | 199,675 | | | |
| Total liabilities | 272,680 | 31,779 | 560,734 | 187,975 | 77,248 | 1,330,092 | | | |
| | | | | | | | | | |

| | | | 30 September 2 | 020 (Unaudited) | | |
|---|---------------------------|---------------------------------|----------------|-------------------|---------------|-----------|
| | Fire & Property Damage | Marine, Aviation & Transport | Motor | Accident & Health | Miscellaneous | Total |
| | | · | Rupees in | n thousand | | |
| Contribution receivable (inclusive of Federal | | | | | | |
| Excise Duty, Federal Insurance Fee and | | | | | | |
| Administrative Surcharge) | 194,787 | 37,740 | 568,592 | 412,166 | 78,819 | 1,292,104 |
| Less : Federal Excise Duty | (24,703) | (4,814) | (68,606) | (1,791) | (9,871) | (109,785) |
| Federal Insurance Fee | (1,685) | (327) | (4,551) | (4,063) | (682) | (11,308) |
| Gross Direct Written Contribution | | | | | | |
| (inclusive of Administrative Surcharge) | 168,399 | 32,599 | 495,435 | 406,312 | 68,266 | 1,171,011 |
| Facultative inward contribution | 1.295 | 42 | - | - | 5,922 | 7,259 |
| Gross Contribution Written | 169,694 | 32,641 | 495,435 | 406,312 | 74,188 | 1,178,270 |
| Wakala fee | (47,514) | (11,425) | (161,017) | (101,578) | (18,547) | (340,081) |
| Contribution net of wakala fee | 122,180 | 21,216 | 334,418 | 304,734 | 55,641 | 838,189 |
| Contribution earned | 95,935 | 21,937 | 353,013 | 243,125 | 52,247 | 766,257 |
| Retakaful expense | (108,462) | (26,268) | (19,304) | - | (54,529) | (208,563) |
| Net contribution revenue | (12,527) | (4,331) | 333,709 | 243,125 | (2,282) | 557,694 |
| Net rebate on re - takaful | 21,610 | 5,593 | - | - | 11,093 | 38,296 |
| Net underwriting income | 9,083 | 1,262 | 333,709 | 243,125 | 8,811 | 595,990 |
| Takaful claims | (390,717) | (864) | (251,170) | (297,763) | (3,232) | (943,746) |
| Re - takaful and other recoveries | 365.972 | 997 | 37,854 | - | 3,032 | 407,855 |
| Net claims | (24,745) | 133 | (213,316) | (297,763) | (200) | (535,891) |
| Contribution deficiency reserve | (,) | | (,) | (25,716) | () | (25,716) |
| Direct expense | (1,211) | (194) | (41,089) | (2,229) | (613) | (45,336) |
| Net takaful claims and expenses | (25,956) | (61) | (254,405) | (325,708) | (813) | (606,943) |
| Surplus / (deficit) before investment income | (16,873) | 1,201 | 79,304 | (82,583) | 7,998 | (10,953) |
| Other income | | | | | | 26,124 |
| Investment income | | | | | | 13,719 |
| Mudarib fee | | | | | | (2,744) |
| Surplus transferred to Balance of PTF | | | | | | 26,146 |
| | | | 21 December | 2020 (Audited) | | |
| | Fire & Property | Marine, Aviation | | 2020 (Audited) | | |
| | Damage | & Transport | Motor | Accident & Health | Miscellaneous | Total |

| | Damage | & Transport | | | | |
|-----------------------------------|---------|-------------|-----------|----------|--------|-----------|
| | | | Rupees in | thousand | | |
| Corporate segment assets | 363,536 | 23,880 | 229,113 | 115,706 | 51,162 | 783,397 |
| Corporate unallocated assets | - | - | - | - | - | 776,377 |
| Total assets | 363,536 | 23,880 | 229,113 | 115,706 | 51,162 | 1,559,774 |
| Corporate segment liabilities | 388,928 | 20,481 | 501,097 | 253,059 | 40,405 | 1,203,970 |
| Corporate unallocated liabilities | | - | - | | - | 182,288 |
| Total liabilities | 388,928 | 20,481 | 501,097 | 253,059 | 40,405 | 1,386,258 |
| | | | | | | |

| | | | | Takaful Fund | | | | | |
|--|-----------------------------|-----------------------------------|----------------|--------------------|---------------|-------------------|--|--|--|
| | Fire & Property | Marine, Aviation | 30 September 2 | 021 (Unaudited) | · | | | | |
| | Damage | & Transport | Motor | Accident & Health | Miscellaneous | Total | | | |
| | | | Rupees in | n thousand | | | | | |
| Wakala fee income | 41,703 | 15,700 | 196,138 | 44,345 | 13,118 | 311,004 | | | |
| Less : Commission expense | (22,058) | (6,893) | (53,723) | (13,983) | (4,886) | (101,543) | | | |
| Management expenses | (27,429) | (8,571) | (66,805) | (17,388) | (6,076) | (126,269) | | | |
| | (7,784) | 236 | 75,610 | 12,974 | 2,156 | 83,192 | | | |
| Mudarib's share of PTF investment income | | | | | | 2,087 | | | |
| Investment income | | | | | | 2,317 | | | |
| Direct expenses | | | | | | (2,310) | | | |
| Other income | | | | | _ | 12,275 | | | |
| Profit before tax | | | | | _ | 97,561 | | | |
| Corporate segment assets | 39,564 | 5,024 | 102,448 | 19,316 | 9,981 | 176,333 | | | |
| Corporate unallocated assets | | | - | | | 517,104 | | | |
| Total assets | 39,564 | 5,024 | 102,448 | 19,316 | 9,981 | 693,437 | | | |
| Corporate segment liabilities | 34,301 | 438 | 138,017 | 24,152 | 7,012 | 203,920 | | | |
| Corporate unallocated liabilities | | | - | | | 82,634 | | | |
| Total liabilities | 34,301 | 438 | 138,017 | 24,152 | 7,012 | 286,554 | | | |
| | | | | | | | | | |
| | | 30 September 2020 (Unaudited) | | | | | | | |
| | Fire and Property | Marine, Aviation | Motor | Accident & Health | Miscellaneous | Total | | | |
| | Damage | and Transport | motor | Accident & ficulti | miscenaricous | rotur | | | |
| | | | Rupees in | n thousand | | | | | |
| Wakala fee income | 37,308 | 11,813 | 153,387 | 81,042 | 17,415 | 300,965 | | | |
| Less : Commission expense | (19,979) | (4,906) | (37,848) | (16,930) | (7,941) | (87,604) | | | |
| Management expenses | (23,218) | (5,702) | (43,984) | (19,675) | (9,228) | (101,807) | | | |
| | (5,889) | 1,205 | 71,555 | 44,437 | 246 | 111,554 | | | |
| Mudarib's share of PTF investment income | (-)) | , | , | , - | | 2,744 | | | |
| Investment income | | | | | | 3,584 | | | |
| Other expenses | | | | | | (2,494) | | | |
| Other income | | | | | | 9,579 | | | |
| Profit before tax | | | | | = | 124,967 | | | |
| | | | 31 December | 2020 (Audited) | | | | | |
| | Fire and Property Damage | Marine, Aviation and Transport | Motor | Accident & Health | Miscellaneous | Total | | | |
| | | | Runees i | n thousand | | | | | |
| Correcte comment accete | | 4,132 | 77,960 | | 8,158 | 156,744 | | | |
| Corporate segment assets Corporate unallocated assets | 27,126 | 4,132 | 77,960 | 39,368 | 8,158 | 432,404 | | | |
| Total assets | 27,126 | 4,132 | 77,960 | 39,368 | | 589,148 | | | |
| | | | | | | · · · · · · | | | |
| Corporate segment liabilities | 23,564 | 614 | 122,753 | 28,235 | 3,600 | 178,766 | | | |
| Corporate unallocated liabilities Total liabilities | - 23,564 | 614 | - 122,753 | - 28,235 | 3.600 | 64,031 242,797 | | | |
| i otal havintido | 23,304 | | 122,705 | 20,233 | 3,000 | 242,191 | | | |

28 Fair values of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants' at the measurement date.

Underlying the definition of fair value is the presumption that the company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices) (Level 2)
- Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3)

Transfer between levels of the fair value hierarchy are recognised at the end of the reporting period during which the changes have occurred.

| | | | | | | cipants' Takaful Fund | | | | |
|---|------|--------------------|--------------------------|----------------------------------|--------------------------------|-----------------------|---------|----------|---------|--------|
| | | | | | 30 Septe | mber 2021 (Unaudite | ed) | | • | |
| | | | Loans and | Carrying amount Cash and cash | Other financial | | | Fair va | alue | |
| | | Available-for-sale | receivables | equivalents | liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| | Note | | recervables | equivalento | | pees in thousand | | | | |
| Financial assets not measured at fair value | | | | | | | | | | |
| Investments - Debt securities | 10 | 125,000 | | _ | - | 125,000 | - | | | _ |
| Investments - Equity securities | 10 | 52,911 | - | - | - | 52,911 | 52,911 | - | - | 52,911 |
| Loan and other receivables | 11 | - | 58,739 | - | - | 58,739 | - | - | - | - |
| Takaful / re - takaful receivables | 12 | - | 535,326 | - | - | 535,326 | - | - | - | - |
| Re - takaful recoveries against outstanding claim | าร | - | 158,478 | - | - | 158,478 | - | - | - | - |
| Salvage recoveries accrued | | - | 58,815 | - | - | 58,815 | - | - | - | - |
| Cash and bank deposits | 14 | - | - | 411,264 | - | 411,264 | - | - | - | - |
| | | 177,911 | 811,358 | 411,264 | - | 1,400,533 | 52,911 | - | - | 52,911 |
| Financial liabilities not measured at fair value | 9 | | | | | | | | | - |
| Outstanding claims including IBNR | 20 | - | - | - | 382,806 | 382,806 | - | - | | - |
| Takaful / re - takaful payables | | - | - | - | 76,684 | 76,684 | - | - | - | - |
| Wakala and mudarib fee payable | | - | - | - | 120,548 | 120,548 | - | - | - | - |
| Other creditors and accruals | 16 | - | - | - | 19,536 | 19,536 | - | - | - | - |
| | | - | - | - | 599,574 | 599,574 | - | - | - | - |
| | | | | | Partic | cipants' Takaful Fund | 1 | | | |
| | | | | | 31 Dec | cember 2020 (Audited | d) | | | |
| | | | | Carrying amount | | | | Fair va | alue | |
| | | Available-for-sale | Loans and receivables | Cash and cash equivalents | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| | Note | | | | | upees in thousand | | | | |
| Financial assets not measured at fair value | | | | | | | | | | |
| Investments - Debt securities | 10 | 125,000 | - | - | - | 125,000 | | - | - | - |
| Investments - Equity securities | | 50,614 | - | - | - | 50,614 | 50,614 | - | - | 50,614 |
| Loan and other receivables | 11 | - | 27,650 | - | - | 27,650 | - | - | - | - |
| Takaful / re - takaful receivables | 12 | - | 384,445 | - | - | 384,445 | - | - | - | - |
| Retakaful recoveries against outstanding claims | | - | 279,132 | - | - | 279,132 | - | - | - | - |
| Salvage recoveries accrued | | - | 35,986 | - | - | 35,986 | - | - | - | |
| Cash and bank deposits | 14 | - | - | 552,900 | - | 552,900 | - | - | - | - |
| | | 175,614 | 727,213 | 552,900 | <u> </u> | 1,455,727 | 50,614 | <u> </u> | | 50,614 |
| Financial liabilities not measured at fair value | | | | | | | | | | |
| Outstanding claims including IBNR | 20 | - | - | - | 558,082 | 558,082 | - | - | - | - |
| Takaful / retakaful payables | | - | - | - | 79,436 | 79,436 | - | - | - | - |
| Wakala and mudarib fee payable | | - | - | - | 116,783 | 116,783 | | - | - | - |
| | | | | | | | | | | |
| Other creditors and accruals | 16 | - | - | - | 10,417 | 10,417 | - | - | - | - |

| | | | | | Op | erator's Takaful Fund | | | | |
|---|---------------------|--------------------|----------------------------|---|---|--|----------------------------------|--------------------|-----------------|--------------|
| | | | | | | ember 2021 (Unaudite | d) | | | |
| | | | | Carrying amount | Others Conservated | | | Fair va | alue | |
| | | Available-for-sale | Loans and receivables | Cash and cash equivalents | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| | Note | | | • | R | Rupees in thousand | | | | |
| Financial assets measured at fair value | | | | | | | | | | |
| Investments - Equity securities | 9 | 37,723 | - | - | - | 37,723 | 37,723 | - | - | 37,723 |
| Financial assets not measured at fair value | | | | | | | | | | |
| Loan and other receivables | 11 | - | 5,139 | - | - | 5,139 | - | - | - | - |
| Wakala and mudarib fee receivable | | - | 120,548 | - | - | 120,548 | - | - | - | - |
| Cash and bank deposits | 14 | - | - | 289,016 | - | 289,016 | - | - | - | - |
| | | 37,723 | 125,687 | 289,016 | - | 452,426 | 37,723 | | - | 37,723 |
| Financial liabilities not measured at fair val | ue | | | | | | | | | |
| Other creditors and accruals | 16 | - | - | - | 53,933 | 53,933 | - | - | - | - |
| | | | | | 53,933 | 53,933 | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | erator's Takaful Fund | • | | | |
| | | | | Carrying amount | | erator's Takaful Fund ecember 2020 (Audited | 1) | Fair va | alue | |
| | | Available-for-sale | Loans and | Carrying amount | 31 De | | l) Level 1 | Fair va Level 2 | alue Level 3 | Total |
| | Note | Available-for-sale | Loans and receivables | | 31 De Other financial liabilities | ecember 2020 (Audited Total | • | | | Total |
| Financial assots measured at fair value | Note | Available-for-sale | | Cash and cash | 31 De Other financial liabilities | ecember 2020 (Audited | • | | | Total |
| Financial assets measured at fair value | Note | | | Cash and cash | 31 De Other financial liabilities | ecember 2020 (Auditec ———————————————————————————————————— | Level 1 | | | |
| Financial assets measured at fair value Investments - Equity securities | Note 9 | Available-for-sale | | Cash and cash | 31 De Other financial liabilities | ecember 2020 (Audited Total | • | | | Total 35,873 |
| | 9 | | | Cash and cash | 31 De Other financial liabilities | ecember 2020 (Auditec ———————————————————————————————————— | Level 1 | | | |
| Investments - Equity securities | 9 | | - 2,865 | Cash and cash | 31 De Other financial liabilities | Comber 2020 (Auditec Total Rupees in thousand 35,873 2,865 | Level 1 | | | |
| Investments - Equity securities Financial assets not measured at fair value Loan and other receivables Wakala and mudarib fee receivable | 9 11 | | - 2,865 116,783 | Cash and cash equivalents - - | 31 De Other financial liabilities | 2.865 116,783 | Level 1 | | | |
| Investments - Equity securities Financial assets not measured at fair value Loan and other receivables | 9 | | - 2,865 | Cash and cash equivalents - | 31 De Other financial liabilities | Comber 2020 (Auditec Total Rupees in thousand 35,873 2,865 | Level 1 | | | |
| Investments - Equity securities Financial assets not measured at fair value Loan and other receivables Wakala and mudarib fee receivable | 9 11 | | - 2,865 116,783 | Cash and cash equivalents - - 209,446 | 31 De Other financial liabilities | 2.865 116,783 | Level 1 | | | |
| Investments - Equity securities Financial assets not measured at fair value Loan and other receivables Wakala and mudarib fee receivable | 9 11 14 | 35,873 | - 2,865 116,783 - | Cash and cash equivalents - - 209,446 | 31 De Other financial liabilities R - - - - - - - | 2.865 116,783 209,446 | Level 1 35,873 - - - | | | 35,873 |
| Investments - Equity securities Financial assets not measured at fair value Loan and other receivables Wakala and mudarib fee receivable Cash and bank deposits | 9 11 14 | 35,873 | - 2,865 116,783 - | Cash and cash equivalents - - 209,446 | 31 De Other financial liabilities R - - - - - - - | 2.865 116,783 209,446 | Level 1 35,873 - - - | | | 35,873 |
| Investments - Equity securities Financial assets not measured at fair value Loan and other receivables Wakala and mudarib fee receivable Cash and bank deposits Financial liabilities not measured at fair val | 9 11 14 ue | 35,873 | - 2,865 116,783 - | Cash and cash equivalents - - 209,446 | 31 De Other financial liabilities R - - - - - - - - - - - - - | 2.865 116,783 209,446 364,967 | Level 1 35,873 - - - | | | 35,873 |

| | | Operator's Takaful Fund | Participants' | Takaful Fund | |
|----|---|----------------------------|--------------------|------------------|--|
| | | Available for sale | Available for sale | Held to Maturity | |
| | | | Rupees in thousand | | |
| 29 | Movement in Investment - Available for sale | | | | |
| | At the beginning of previous year | 32,958 | - | - | |
| | Additions | 34,627 | 50,000 | 125,000 | |
| | Disposals | (31,048) | - | - | |
| | Fair value on gains | | - | | |
| | (excluding net realized gain) | (665) | 614 | | |
| | At the beginning of current period | 35,873 | 50,614 | 125,000 | |
| | Additions | 36,942 | 1,814 | - | |
| | Disposals | (34,627) | - | - | |
| | Fair value on gains | | | | |
| | (excluding net realized gain) | (465) | 483 | - | |
| | At the end of current period | 37,723 | 52,911 | 125,000 | |
| | | | | | |

30 Subsequent events - non adjusting event

There are no significant events that need to be disclosed for the three months period ended 30 September 2021.

31 Date of authorization for issue

This condensed financial information was authorized for issue on 28 October 2021 by the Board of Directors of the Operator.

32 General

32.1 Corresponding figures have been rearranged and reclassified for better presentation, where considered necessary.

32.2 Figures have been rounded off to the nearest thousand rupees unless other wise stated.

Ime monsha

Chief Financial Officer

Managing Director & Chief Executive Officer

Chairman

Director

Director



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