



PINNACLE OF SUCCESS

At Adamjee Insurance our aspirations reflect the commitment, passion and resilience that goes into our performance for our customers. With our teamwork nothing is unreachable, no matter what the route ahead for us, we are ready to move mountains. It is the mountain that inspires us to go further, for each climb takes us closer to success.



**THE PATHWAY
TO SUCCESS**

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VISION

Our will is to explore, innovate and differentiate.

Our passion is to provide leadership to insurance industry.



CORE VALUES

- Integrity
- Humility
- Fun at the Workplace
- Corporate Social Responsibility

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 & CEO

ADVISOR

Mian Muhammad Mansha

AUDIT COMMITTEE

Muhammad Anees	Chairman
Ibrahim Shamsi	Member
Shaikh Muhammad Jawed	Member
Umer Mansha	Member

ETHICS, HUMAN RESOURCE AND REMUNERATION COMMITTEE

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

INVESTMENT COMMITTEE

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

COMPANY SECRETARY

Tameez ul Haque
F.C.A

CHIEF FINANCIAL OFFICER

Muhammad Asim Nagi
A.C.A

EXECUTIVE MANAGEMENT TEAM

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

AUDITORS

Deloitte 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 Limited
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
Bank Alfalah Limited
Abu Dhabi Commercial Bank
Allied Bank Limited
Bank Al-Habib Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Emirates Islamic Bank
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 the Nine Months Ended 30 September 2019

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 2019.

Financial Highlights:

The highlights for the period under review are as follows:

	30 September 2019	30 September 2018
	Rupees in thousand	
	(Unaudited)	(Unaudited)
Gross premium	17,841,570	15,053,244
Net premium	11,698,040	9,956,830
Underwriting results	760,907	831,527
Investment Income	808,571	1,478,271
Profit before tax	1,637,206	2,364,074
Profit after tax	1,014,174	1,510,572

	30 September 2019	30 September 2018
	Rupees	
	(Unaudited)	(Unaudited)
Earnings per share	2.90	4.32

Performance Review:

Gross premium of the Company increased by 19% and net premium increased by 17% as compared to the same period of 2018. There was a drop in profitability of 8% in underwriting results over the same period of last year. Investment income also decreased by 45% as compared to the corresponding period due to the continuing underperformance of the stock market. Consequently, profit before tax and profit after tax decreased by 31% and 33%, respectively.

Window Takaful Operations:

Written contribution and Surplus of Participants' Takaful Fund amounted to Rs. 958,841 thousands (2018: Rs. 817,443 thousands) and Rs. 94,965 thousands (2018: Rs. 51,138 thousands), respectively. Most of the growth in contribution written came from the Motor and Health line of businesses which contributed 57% and 18%, respectively to the total contribution written in first nine months of 2019. Window Takaful Operations' profit before tax increased by 28% amounting to Rs. 89,279 thousands for the nine months period ended 30 September 2019 (2018: Rs. 69,769 thousands).

Future Outlook:

Despite the growth slowdown and inflationary pressure faced by the economy, the current Government is focused on scaling these economic challenges by initiating necessary measures which include reduction in imports through protectionist measures to reduce the current account deficit and managing interest rate to ease inflation and curb aggregate demand. Moreover, China Pakistan Economic Corridor (CPEC) is expected to continue playing a part in reviving the economic growth on the premise of the major investments in power generation and infrastructure projects. The Company remains determined on strengthening customer base, diversifying its product line and meeting stakeholders' expectations in line with its brand commitment.

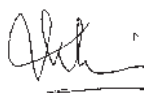
Directors' Review to the Members on Unconsolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months Ended 30 September 2019

Acknowledgements:

We thank our shareholders, valued customers, employees and development staff for their consistent support during this period for Adamjee Insurance to maintain its position as one of the Pakistan's leading insurance companies. We are also grateful to the Securities and Exchange Commission of Pakistan and the State bank of Pakistan for their continued guidance and assistance.

For and On Behalf of Board of Directors



Ibrahim Shamsi

Director



Muhammad Ali Zeb

Managing Director &
Chief Executive Officer

Lahore: 29 October 2019

غیرمجمع مختصر عبوری مالیاتی معلومات (غیر آڈٹ شدہ) پر

ممبران کوڈائز ایکٹرز کا جائزہ

بابت نو ماہی تختہ 30 ستمبر 2019ء

یورڈ کی جانب سے 30 ستمبر 2019ء کو ختم ہونے والی نو ماہی کیلئے کمپنی کی غیر آڈٹ شدہ غیرمجمع عبوری مالیاتی گوشوارے پیش کرنا ہمارے لیے باعث مسرت ہے۔

مالیاتی جھلکیاں

زیر جائزہ مدت کی جھلکیاں درج ذیل ہیں:

30 ستمبر 2018ء	30 ستمبر 2019ء
ہزار روپے میں	
(غیر آڈٹ شدہ)	(غیر آڈٹ شدہ)
15,053,244	17,841,570
9,956,830	11,698,040
831,527	760,907
1,478,271	808,571
2,364,074	1,637,206
1,510,572	1,014,174
4.32	2.90

مجموعی پریمیم
خالص پریمیم
زیرتخریر نتائج
سرمایہ کاری سے آمدنی
منافع قبل از ٹیکس
منافع بعد از ٹیکس
آمدنی فی شیئر (روپے)

کارکردگی کا جائزہ

2018ء کے اسی عرصے کے مقابلے میں کمپنی کا مجموعی پریمیم 19% تک اور خالص پریمیم 17% تک بڑھ گیا ہے۔ پچھلے سال اسی عرصے کے دوران زیرتخریر نتائج میں 8% تک کمی ہوئی تھی۔ اسٹاک مارکیٹ کی مسلسل کم کارکردگی کی وجہ سے اس مدت کے دوران انویسٹمنٹ آگم میں بھی 45% تک کمی ہوئی ہے۔ جس کے نتیجے میں، قبل از ٹیکس منافع اور بعد از ٹیکس منافع علی الترتیب 31% اور 33% تک کم ہو گیا ہے۔

وئڈو ٹیکافل آپریشنز (دریچہ برائے افعال تکافل)

30 ستمبر 2019ء کو ختم ہونے والی نو ماہی کیلئے تخریر کردہ حصہ اور تکافل فنڈ کے شرکاء کا فاضل علی الترتیب -/958,841 ہزار روپے (2018ء:-/817,443 ہزار روپے) اور -/94,965 ہزار روپے (2018ء:-/51,138 ہزار روپے) ہیں۔ تخریر کردہ حصے میں اضافہ زیادہ تر موٹروں اور ہیلتھ لائن کے کاروبار سے ہوا جس نے 2019ء کے پہلے نو مہینوں میں مجموعی تخریر کردہ حصے میں علی الترتیب 57% اور 18% کا حصہ ملایا۔ 30 ستمبر 2019ء کو ختم ہونے والی نو ماہی کیلئے وئڈو ٹیکافل آپریشنز کے قبل از ٹیکس منافع میں -/89,279 ہزار روپے کے حساب سے 28% تک اضافہ ہوا (2018ء:-/69,769 ہزار روپے)۔

توقعات مستقبل

معیشت کو درپیش معاشی سست روی اور افراط زر کے دباؤ کے باوجود، موجودہ حکومت نے معاشی چیلنجز کو مد نظر رکھتے ہوئے ضروری اقدامات مرکز کے جس میں درآمدات میں کمی کے ذریعے کرنٹ اکاؤنٹ میں خسارے کو کم کرنے اور افراط زر کو کم کرنے کیلئے شرح سود کو منظم کرنا شامل ہیں۔ پاک چین اقتصادی راہداری (سی پی ای سی) سے ہنگامی کی پیداواری اور انفراسٹرکچر پروجیکٹ پر ہونے والی بڑی سرمایہ کاری سے متعلق شرح نمو میں اضافہ بھی متوقع ہے۔ کمپنی کسٹمر بین کو مستحکم بنانے، اپنی مصنوعات کو متنوع بنانے اور اسٹیک ہولڈرز کی توقعات کو اپنے برانڈ کے عزم کے مطابق پورا کرنے کیلئے کوشاں ہے۔


اعتراف

ہم اپنے شیئر ہولڈرز، معزز صارفین، ملازمین اور ترقیاتی عملے کا اُن کی مستقل معاونت پر تہنید سے شکر ادا کرتے ہیں جنہوں نے اس عرصے کے دوران آدھی انشورنس کو پاکستان کی بڑی انشورنس کمپنیز میں سے ایک کی حیثیت کو برقرار رکھا۔ ہم کیورٹیز اینڈ ایگزیکٹو کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی مستقل کی معاونت اور فراہم کردہ رہنمائی کو بھی سراہتے ہیں۔

منجانب ویرائے یورڈ آف ڈائری



محمد علی زید
ٹیچنگ ڈائریکٹر اینڈ چیف ایگزیکٹو آفیسر



ابراہیم شمس
ڈائریکٹر

لاہور، 29 اکتوبر 2019ء

UNCONSOLIDATED

Condensed Interim
Financial Information
for the Nine Months Ended
30 September 2019
(Unaudited)



Adamjee Insurance Company Limited
Unconsolidated Condensed Interim Statement of Financial Position
As at 30 September 2019

	<i>Note</i>	<u>30 September</u> <u>2019</u>	<u>31 December</u> <u>2018</u>
----- (Rupees in thousand) -----			
		(Unaudited)	(Audited)
Assets			
Property and equipment	8	4,005,672	3,514,313
Intangible assets	9	70,059	79,185
Investment Property	10	388,612	-
Investment in Subsidiary	11	694,895	694,895
<i>Investments</i>			
Equity securities	12	16,634,912	18,685,087
Debt securities	13	740,035	378,029
Term deposits	14	5,939,612	4,356,113
Loans and other receivable	15	636,217	275,875
Insurance / reinsurance receivables	16	7,769,424	7,033,977
Reinsurance recoveries against outstanding claims		5,620,293	6,046,905
Salvage recoveries accrued		301,318	350,340
Deferred commission expense / Acquisition cost		1,174,422	788,431
Prepayments	17	3,816,784	3,048,306
Cash and bank	18	1,024,302	2,211,444
Total Assets		48,816,557	47,462,900
Total assets of Window Takaful Operations - Operator's Fund	19	452,422	382,194
		49,268,979	47,845,094
Equity And Liabilities			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital		3,500,000	3,500,000
Reserves	20	2,526,137	3,784,200
Unappropriated Profit		12,518,332	12,379,158
Total Equity		18,544,469	19,663,358
Liabilities			
Underwriting provisions			
Outstanding claims including IBNR		10,406,228	10,461,975
Unearned premium reserves		11,203,219	10,100,901
Unearned reinsurance commission		289,958	221,371
Retirement benefit obligation		230,295	198,981
Deferred taxation		372,532	944,446
Premium received in advance		326,711	407,988
Insurance / reinsurance payables		3,884,124	2,709,714
Other creditors and accruals	21	2,601,039	2,205,732
Lease liability		109,925	-
Deposits and other payables		646,202	692,086
Taxation - provision less payments		418,084	8,723
Total Liabilities		30,488,317	27,951,917
Equity and Liabilities		49,032,786	47,615,275
Total liabilities of Window Takaful Operations - Operator's Fund	19	236,193	229,819
Total Equity and Liabilities		49,268,979	47,845,094
Contingencies and commitments	22		

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


Chairman


Director


Director


Chief Financial
Officer


Managing Director &
Chief Executive
Officer

Adamjee Insurance Company Limited

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

For the Nine Months Ended 30 September 2019

	Note	Quarter ended		Nine Months ended	
		30 September 2019	30 September 2018	30 September 2019	30 September 2018
----- (Rupees in thousand) -----					
Net Insurance Premium	23	3,995,908	3,576,078	11,698,040	9,956,830
Net Insurance Claims	24	(2,526,133)	(2,242,308)	(7,261,018)	(6,073,792)
Net Commission and other acquisition costs	25	(410,309)	(351,884)	(1,192,140)	(954,525)
Insurance claims and acquisition expenses		(2,936,442)	(2,594,192)	(8,453,158)	(7,028,317)
Management expenses		(772,016)	(735,134)	(2,483,975)	(2,096,986)
Underwriting results		287,450	246,752	760,907	831,527
Investment income	26	427,049	399,751	808,571	1,478,271
Rental income		13,127	449	14,816	5,479
Other income	27	23,871	27,441	54,315	73,957
Other expenses		(31,306)	(27,820)	(84,153)	(94,929)
Results of operating activities		720,191	646,573	1,554,456	2,294,305
Finance cost		(1,871)	-	(6,529)	-
Profit from window takaful operations		31,420	25,488	89,279	69,769
Profit before tax		749,740	672,061	1,637,206	2,364,074
Income tax expense		(201,529)	(211,810)	(623,032)	(853,502)
Profit after tax		548,211	460,251	1,014,174	1,510,572
		----- (Rupees) -----		----- (Rupees) -----	
Earnings (after tax) per share	28	1.57	1.32	2.90	4.32

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



Chairman



Director



Director



Chief Financial Officer



Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited

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

For the Nine Months Ended 30 September 2019

Business Underwritten Inside Pakistan

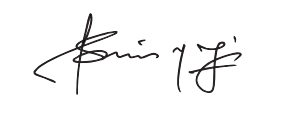
	Quarter Ended		Nine Months Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	----- (Rupees in thousand) -----			
Net Insurance Premium	1,796,220	1,899,601	5,337,289	5,408,382
Net Insurance Claims	(929,612)	(1,063,980)	(2,834,352)	(2,827,395)
Net Commission and other acquisition costs	(105,118)	(153,346)	(319,959)	(398,214)
Insurance claims and acquisition expenses	(1,034,730)	(1,217,326)	(3,154,311)	(3,225,609)
Management expenses	(507,849)	(506,555)	(1,550,885)	(1,492,779)
Underwriting results	253,641	175,720	632,093	689,994
Investment income	362,131	377,338	641,067	1,425,799
Rental income	13,127	449	14,816	5,479
Other income	13,819	18,004	38,911	50,842
Other expenses	(28,268)	(25,498)	(75,606)	(87,954)
Results of operating activities	614,450	546,013	1,251,281	2,084,160
Finance cost	(638)	-	(2,965)	-
Profit from window takaful operations	31,420	25,488	89,279	69,769
Profit before tax	645,232	571,501	1,337,595	2,153,929

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


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited

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

For the Nine Months Ended 30 September 2019

Business Underwritten Outside Pakistan

	Quarter Ended		Nine Months Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	----- (Rupees in thousand) -----			
Net Insurance Premium	2,199,688	1,676,477	6,360,751	4,548,448
Net Insurance Claims	(1,596,521)	(1,178,328)	(4,426,666)	(3,246,397)
Net Commission and other acquisition costs	(305,191)	(198,538)	(872,181)	(556,311)
Insurance claims and acquisition expenses	(1,901,712)	(1,376,866)	(5,298,847)	(3,802,708)
Management expenses	(264,167)	(228,579)	(933,090)	(604,207)
Underwriting results	33,809	71,032	128,814	141,533
Investment income	64,918	22,413	167,504	52,472
Rental income	-	-	-	-
Other income	10,052	9,437	15,404	23,115
Other expenses	(3,038)	(2,322)	(8,547)	(6,975)
Results of operating activities	105,741	100,560	303,175	210,145
Finance cost	(1,233)	-	(3,564)	-
Profit from window takaful operations	-	-	-	-
Profit before tax	104,508	100,560	299,611	210,145

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



Chairman



Director



Director



Chief Financial Officer



Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited

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

For the Nine Months Ended 30 September 2019

	Quarter Ended		Nine Months Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
----- (Rupees in thousand) -----				
Profit after tax for the period	548,211	460,251	1,014,174	1,510,572
<u>Other comprehensive income</u>				
<i>Items that may be reclassified subsequently to profit and loss:</i>				
Unrealized diminution on 'available-for-sale' investments - net of tax	(501,840)	(312,642)	(1,395,347)	(892,031)
Unrealized diminution on 'available-for-sale' investments from Window Takaful Operations - net of tax	664	595	646	153
Effect of currency translation of investment in foreign branches - net	(35,978)	16,046	136,638	66,754
Total comprehensive income / (loss) for the period	11,057	164,250	(243,889)	685,448

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




Chairman



Director



Director



Chief Financial Officer



Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)
For the Nine Months Ended 30 September 2019

	Nine Months Ended 30 September 2019	Nine Months Ended 30 September 2018
------(Rupees in thousand)-----		
<u>Cash flows from operating activities</u>		
Underwriting activities		
Insurance premiums received	17,727,794	15,214,284
Reinsurance premiums paid	(5,283,996)	(4,405,991)
Claims paid	(10,574,228)	(10,364,222)
Surrenders paid	(52,719)	(42,510)
Reinsurance and other recoveries received	3,017,455	4,133,775
Commissions paid	(1,842,612)	(1,242,338)
Commissions received	453,065	356,273
Other underwriting payments	(2,434,197)	(2,089,489)
Net cash inflow from underwriting activities	1,010,562	1,559,782
Other operating activities		
Income tax paid	(189,581)	(636,269)
Other operating payments	(42,847)	(30,185)
Loans advanced	(55,175)	(51,782)
Loans repayments received	46,214	40,555
Other operating receipts	19,201	26,937
Net cash outflow from other operating activities	(222,188)	(650,744)
Total cash inflow from all operating activities	788,374	909,038
<u>Cash flows from investing activities</u>		
Profit / return received on bank deposits	124,156	50,790
Income received from TFCs	-	4,052
Income from treasury bills	25,856	25,755
Dividends received	1,037,449	948,590
Rentals received	11,140	7,130
Payments for investments	(7,370,710)	(7,065,926)
Proceeds from disposal of investments	5,622,111	5,658,018
Fixed capital expenditure - operating fixed assets	(851,888)	(609,612)
Fixed capital expenditure - intangible assets	(2,539)	(48,230)
Proceeds from disposal of operating fixed assets	18,695	19,943
Total cash outflow from investing activities	(1,385,730)	(1,009,490)
<u>Cash flows from financing activities</u>		
Payments against lease liability	(71,504)	-
Dividends paid	(518,282)	(341,316)
Net cash outflow from financing activities	(589,786)	(341,316)
Net cash outflow from all activities	(1,187,142)	(441,768)
Cash and cash equivalent at the beginning of the period	2,211,444	2,278,614
Cash and cash equivalent at the end of the period	1,024,302	1,836,846

Nine Months Ended 30 September 2019	Nine Months Ended 30 September 2018
--	--

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

Reconciliation to profit and loss account

Operating cash flows	788,374	909,038
Depreciation expense	(176,648)	(95,898)
Provision for gratuity	(35,312)	(24,914)
Finance charge on lease liabilities	(6,529)	-
Other income - bank & term deposits	157,609	94,661
Gain on disposal of operating fixed assets	(3,195)	8,259
Provision for doubtful balances	(100,767)	-
Rental income	14,816	5,479
Increase / (decrease) in assets other than cash	1,800,861	(75,004)
(Increase) / decrease in liabilities other than running finance	(659,152)	670,921
Profit on sale of investments	7,570	451,529
Amortization expense	(17,624)	(15,547)
Increase in unearned premium	(1,102,318)	(1,252,557)
Increase in loans	8,961	11,227
Income taxes paid	189,581	636,269
Increase in tax liabilities	(623,032)	(853,502)
Provision for impairment in value of 'available-for-sale' investments	(490,685)	(71,686)
Dividend and other income	1,138,579	1,019,055
Income from treasury bills	33,806	19,691
Income from TFCs	-	3,782
Profit for the period from Window Takaful Operations	89,279	69,769

Profit after tax

1,014,174	1,510,572
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Nine Months Ended 30 September 2019	Nine Months Ended 30 September 2018
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-----**(Rupees in thousand)**-----

Cash for the purposes of the statement of cash flows consists of:

Cash and cash equivalents	7,950	7,567
Current and other accounts	1,016,352	1,829,279

Total cash and cash equivalents

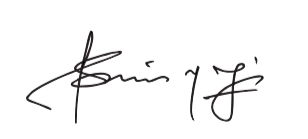
1,024,302	1,836,846
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The annexed notes 1 to 33 form an integral part of this unconsolidated condensed interim financial information.


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)
For the Nine Months Ended 30 September 2019

Business Underwritten Inside Pakistan

	Nine Months Ended 30 September 2019	Nine Months Ended 30 September 2018
------(Rupees in thousand)-----		
<u>Cash flows from operating activities</u>		
Underwriting activities		
Insurance premiums received	11,249,956	10,463,457
Reinsurance premiums paid	(5,161,083)	(4,175,585)
Claims paid	(4,608,407)	(5,560,610)
Surrenders paid	(52,719)	(42,510)
Reinsurance and other recoveries received	1,320,516	2,601,793
Commissions paid	(714,248)	(730,740)
Commissions received	446,980	350,926
Other underwriting payments	(1,493,018)	(1,801,781)
Net cash inflow from underwriting activities	987,977	1,104,950
Other operating activities		
Income tax paid	(189,581)	(636,269)
Other operating payments	(34,300)	(23,211)
Loans advanced	(40,098)	(38,542)
Loans repayments received	32,988	30,297
Other operating receipts	3,698	26,937
Net cash outflow from other operating activities	(227,293)	(640,788)
Total cash inflow from all operating activities	760,684	464,162
<u>Cash flows from investing activities</u>		
Profit / return received on bank deposits	39,391	23,161
Income received from TFCs	-	4,052
Income from treasury bills	25,856	25,755
Dividends received	988,164	948,590
Rentals received	11,140	7,130
Payments for investments	(2,949,668)	(3,495,858)
Proceeds from disposal of investments	2,038,975	3,444,063
Fixed capital expenditure - tangible assets	(839,140)	(580,057)
Fixed capital expenditure - intangible assets	(2,539)	-
Proceeds from disposal of operating fixed assets	18,453	19,302
Total cash (outflow) / inflow from investing activities	(669,368)	396,138
<u>Cash flows from financing activities</u>		
Payments against lease liability	(55,482)	-
Dividends paid	(518,282)	(341,316)
Net cash outflow from financing activities	(573,764)	(341,316)
Net cash (outflow) / inflow from all activities	(482,448)	518,984
Cash and cash equivalent at the beginning of the period	1,153,040	1,107,208
Cash and cash equivalent at the end of the period	670,592	1,626,192

Nine Months Ended 30 September 2019	Nine Months Ended 30 September 2018
--	--

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

Reconciliation to profit and loss account

Operating cash flows	760,684	464,162
Depreciation expense	(124,856)	(78,353)
Provision for gratuity	(25,231)	(15,937)
Finance charges on lease liabilities	(2,965)	-
Other income - bank & term deposits	23,887	18,553
Gain on disposal of operating fixed assets	(3,096)	8,662
Provision for doubtful balances	-	-
Rental income	14,816	5,479
Increase / (decrease) increase in assets other than cash	1,181,908	(517,180)
(Increase) / decrease in liabilities other than running finance	(248,828)	1,162,446
Profit on sale of investments	2,568	451,529
Amortization expense	(4,933)	(6,897)
Increase in unearned premium	(1,158,498)	(1,022,665)
Increase in loans	5,862	7,250
Income taxes paid	189,581	636,269
Provision for impairment in value of 'available-for-sale' investments	(490,685)	(71,686)
Dividend and other income	1,094,296	1,019,055
Income from treasury bills	33,806	19,691
Income from TFCs	-	3,782
Profit for the period from Window Takaful Operations	89,279	69,769

Profit before tax

1,337,595

2,153,929

Nine Months Ended 30 September 2019	Nine Months Ended 30 September 2018
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------(Rupees in thousand)-----

Cash for the purposes of the statement of cash flows consists of:

Cash and cash equivalents	7,286	6,916
Current and other accounts	663,306	1,619,276

Total cash and cash equivalents

670,592

1,626,192

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


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)
For the Nine Months Ended 30 September 2019

Business Underwritten Outside Pakistan

	Nine Months Ended 30 September 2019	Nine Months Ended 30 September 2018
------(Rupees in thousand)-----		
<u>Cash flows from operating activities</u>		
Underwriting activities		
Insurance premiums received	6,477,838	4,750,827
Reinsurance premiums paid	(122,913)	(230,406)
Claims paid	(5,965,821)	(4,803,612)
Surrenders paid	-	-
Reinsurance and other recoveries received	1,696,939	1,531,982
Commissions paid	(1,128,364)	(511,598)
Commissions received	6,085	5,347
Other underwriting payments	(941,179)	(287,708)
Net inflow from underwriting activities	22,585	454,832
Other operating activities		
Other operating payments	(8,547)	(6,974)
Loans advanced	(15,077)	(13,240)
Loans repayments received	13,226	10,258
Other operating receipts	15,503	-
Net cash inflow / (outflow) from other operating activities	5,105	(9,956)
Total cash inflow from all operating activities	27,690	444,876
<u>Cash flows from investing activities</u>		
Profit / return received	84,765	27,629
Income received from TFCs	-	-
Income from treasury bills	-	-
Dividends received	49,285	-
Rentals received	-	-
Payments for investments	(4,421,042)	(3,570,068)
Proceeds from disposal of investments	3,583,136	2,213,955
Fixed capital expenditure - tangible assets	(12,748)	(29,555)
Fixed capital expenditure - intangible assets	-	(48,230)
Proceeds from disposal of operating fixed assets	242	641
Total cash outflow from investing activities	(716,362)	(1,405,628)
<u>Cash flows from financing activities</u>		
Payments against lease liabilities	(16,022)	-
Net cash (outflow) from financing activities	(16,022)	-
Net cash (outflow) from all activities	(704,694)	(960,752)
Cash and cash equivalent at the beginning of the period	1,058,404	1,171,406
Cash and cash equivalent at the end of the period	353,710	210,654

Nine Months Ended 30 September 2019	Nine Months Ended 30 September 2018
--	--

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

Reconciliation to profit and loss account

Operating cash flows	27,690	444,876
Depreciation expense	(51,792)	(17,545)
Provision for gratuity	(10,081)	(8,977)
Finance charges on lease liabilities	(3,564)	-
Other income - bank & term deposits	133,722	76,108
Loss on disposal of operating fixed assets	(99)	(403)
Provision for doubtful balances	(100,767)	-
Rental income	-	-
Increase in assets other than cash	618,953	442,176
Increase in liabilities other than running finance	(410,324)	(491,525)
Profit on sale of investments	5,002	-
Amortization expense	(12,691)	(8,650)
Increase in unearned premium	56,180	(229,892)
Increase in loans	3,099	3,977
Income taxes paid	-	-
Provision for impairment in value of 'available-for-sale' investments	-	-
Dividend and other income	44,283	-
Profit before tax	299,611	210,145

Nine Months Ended 30 September 2019	Nine Months Ended 30 September 2018
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------(Rupees in thousand)-----

Cash for the purposes of the statement of cash flows consists of:


Cash and cash equivalents	664	651
Current and other accounts	353,046	210,003
Total cash and cash equivalents	353,710	210,654

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


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer


Adamjee Insurance Company Limited


Unconsolidated Condensed Interim Statement of Changes in Equity


For the Nine Months Ended 30 September 2019

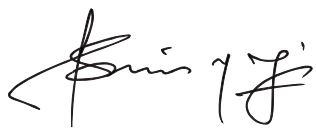
	Share capital	Capital reserve			Revenue reserve		Total	
	Issued, subscribed and paid up	Reserve for exceptional losses	Investment fluctuation reserve	Exchange translation reserve	Fair Value Reserve	General reserve		Unappropriated Profit
	Rupees in thousand							
Balance as at 31 December 2017 - (Audited)	3,500,000	22,859	3,764	467,100	3,570,278	936,500	11,863,964	20,364,465
Comprehensive income for the period ended 30 September 2018								
Profit for the period 01 January 2018 to 30 September 2018	-	-	-	-	-	-	1,510,572	1,510,572
Other comprehensive income for the period 01 January 2018 to 30 September 2018	-	-	-	66,754	(891,878)	-	-	(825,124)
Total comprehensive income for the period	-	-	-	66,754	(891,878)	-	1,510,572	685,448
Transactions with owners of the Company								
Final dividend for the year ended 31 December 2017 @ 10% (Rupee 1/- per share)	-	-	-	-	-	-	(350,000)	(350,000)
Interim dividend for the half year ended 30 June 2018 @ 10% (Rupee 1/- per share)	-	-	-	-	-	-	(350,000)	(350,000)
Balance as at 30 September 2018 - (Unaudited)	3,500,000	22,859	3,764	533,854	2,678,400	936,500	12,674,536	20,349,913
Profit for the period 01 October 2018 to 31 December 2018	-	-	-	-	-	-	(271,572)	(271,572)
Other comprehensive income for the period 01 October 2018 to 31 December 2018	-	-	-	80,208	(471,385)	-	(23,806)	(414,983)
Total comprehensive income for the period	-	-	-	80,208	(471,385)	-	(295,378)	(686,555)
Balance as at 31 December 2018 - (Audited)	3,500,000	22,859	3,764	614,062	2,207,015	936,500	12,379,158	19,663,358
Profit for the period 01 January 2019 to 30 September 2019	-	-	-	-	-	-	1,014,174	1,014,174
Other comprehensive income for the period 01 January 2019 to 30 September 2019	-	-	-	136,638	(1,394,701)	-	-	(1,258,063)
Total comprehensive income for the period	-	-	-	136,638	(1,394,701)	-	1,014,174	(243,889)
Transactions with owners of the Company								
Final dividend for the year ended 31 December 2018 @ 15% (Rupees 1.5/- per share)	-	-	-	-	-	-	(525,000)	(525,000)
Interim dividend for the half year ended 30 June 2019 @ 10% (Rupee 1/- per share)	-	-	-	-	-	-	(350,000)	(350,000)
Balance as at 30 September 2019 - (Unaudited)	3,500,000	22,859	3,764	750,700	812,314	936,500	12,518,332	18,544,469

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


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited

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

For the Nine Months Ended 30 September 2019

1 Legal status and nature of business

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

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

The Company was granted authorization on 23 December 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Takaful Window Operations in respect of general takaful products by the Securities and Exchange Commission of Pakistan (SECP) and commenced Window Takaful Operations on 01 January 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 2019 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 and the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and the Takaful Rules, 2012.

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 and the Takaful Rules, 2012 have been followed.

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 has been annexed to this financial information as per the requirements of the Takaful Rules, 2012.

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 2018. 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 2018, 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 2018.

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 2018.

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 these condensed interim financial information except the following :

IFRS 16

The Company has adopted IFRS 16 'Leases', issued in January 2016, with the date of initial application on 01 January 2019. IFRS 16 introduces significant changes to lessee accounting. It removes the distinction between operating and finance leases under IAS 17 and requires a lessee to recognize a right-of-use asset and a lease liability at lease commencement for all leases, except for short term leases and leases of low value assets.

Lease Accounting

The Company initially measures the right-of-use asset at cost (present value of the future lease payments discounted using the discount rate implicit in the lease and initial cost) and subsequently measured at cost less accumulated depreciation and impairment losses adjusted for any remeasurement of the lease liability.

The Company initially measures the lease liability at the present value of the future lease payments discounted using the discount rate implicit in the lease. Subsequently, the lease liability is adjusted for interest and lease payments, as well as the impact of lease modifications, amongst others.

The Company has elected to apply the expedient allowed by IFRS 16 on its general requirements to short-term leases (i.e. one that does not include a purchase option and has a lease term at commencement date of 12 months or less) and leases of low value assets. The Company recognizes the lease payments associated with those leases as an expense on a straight-line basis over the lease term or another systematic basis if that basis is representative of the pattern of the lessee's benefits, similar to the current accounting for operating leases.

The Company has applied IFRS 16 using the modified retrospective approach and therefore the comparative information has not been restated. The Company has assessed that the impact of IFRS 16 is not material on opening retained earnings and as of reporting date has presented right-of-use assets within 'Property and equipment' and 'Finance lease liabilities' in the condensed interim statement of financial position.

IFRS 9

The amendments introduce two approaches for entities that apply IFRS 4 to reduce the impact of deferring effective dates with IFRS 17 Insurance Contracts and IFRS 9 Financial Instruments: an overlay approach and a temporary exemption from applying IFRS 9. The Company has adopted for a temporary exemption from application of IFRS 9.

The effective date of the amendments permitting the temporary exemption is for annual periods beginning on or after 01 January 2018. The temporary exemption is available for annual reporting periods beginning before 01 January 2022 and will expire once IFRS 17 becomes effective.

5 Use of estimates and judgments

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 2018.

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 2018.

	(Unaudited) 30 September 2019	(Audited) 31 December 2018
<i>Note</i>	---- (Rupees in thousand) ----	
8 Property and equipment		
Opening balance - net book value	2,332,540	2,132,353
Additions during the period / year	1,192,750	291,109
Right to use asset - Additions	177,701	-
Book value of disposals during the period / year	(21,890)	(16,733)
Depreciation charged during the period / year	(175,662)	(126,232)
Book value of buildings transferred to Investment property	(37,566)	-
Exchange difference	48,920	52,043
	(186,198)	(90,922)
	3,516,793	2,332,540
Capital work in progress	488,879	1,181,773
	4,005,672	3,514,313
8.1 Additions during the period / year		
Land and buildings	1,104,295	170,852
Furniture and fixtures	3,235	37,242
Motor vehicles	74,690	70,594
Machinery and equipment	7,867	4,619
Computer and related accessories	2,663	7,802
	1,192,750	291,109
8.2 Written down values of property and equipment disposed off during the period / year		
Furniture and fixtures	10,189	-
Motor vehicles	7,343	16,404
Machinery and equipment	4,358	309
Computer and related accessories	-	20
	21,890	16,733
9 Intangible assets		
Opening balance - net book value	79,185	34,242
Additions during the period / year	2,539	59,285
Less:		
Amortization charged during the period / year	(17,624)	(22,983)
Exchange difference	5,959	8,641
	(11,665)	(14,342)
	70,059	79,185
10 Investment Property		
Opening balance - net book value	-	-
Book value of buildings transferred from fixed assets	37,566	-
Additions made during the period	352,032	-
Depreciation charged during the period	(986)	-
	388,612	-
11 Investment in subsidiary		
Adamjee Life Assurance Company Limited - At cost	694,895	694,895

12 Investment in equity securities

Available-for-sale

	30 September 2019 (Unaudited)			31 December 2018 (Audited)		
	Cost	Impairment / Provision	Carrying value	Cost	Impairment / Provision	Carrying value
----- Rupees in thousands -----						
Related parties						
Listed shares	8,396,663	(244,154)	8,152,509	8,396,663	(164,863)	8,231,800
Unlisted shares	550,726	-	550,726	300,726	-	300,726
	8,947,389	(244,154)	8,703,235	8,697,389	(164,863)	8,532,526
Unrealized gain			120,079			1,295,559
			8,823,314			9,828,085
Others						
Listed shares	7,362,171	(1,956,921)	5,405,250	7,274,808	(1,545,527)	5,729,281
Unlisted shares	925,360	-	925,360	925,360	-	925,360
Mutual Funds	457,736	-	457,736	389,312	-	389,312
NIT Units	161	-	161	161	-	161
	8,745,428	(1,956,921)	6,788,507	8,589,641	(1,545,527)	7,044,114
Unrealized gain			1,023,091			1,812,888
			7,811,598			8,857,002
Total	17,692,817	(2,201,075)	16,634,912	17,287,030	(1,710,390)	18,685,087

13 Investment in debt securities

Held-to-maturity

	<i>Note</i>	(Unaudited)	(Audited)
		30 September 2019	31 December 2018
----- (Rupees in thousand) -----			
Others			
Treasury Bills		740,035	378,029
		740,035	378,029

14 Investments in Term Deposits

Held to maturity

Deposits maturing within 12 months

Inside Pakistan

- related parties
- others

	6,811	6,811
	176,447	25,066
	183,258	31,877

Outside Pakistan

- related parties
- others

	1,277,166	871,396
	4,430,459	3,411,149
	5,707,625	4,282,545

Deposits maturing after 12 months

Inside Pakistan

- related parties
- others

	2,000	2,000
	46,729	39,691
	48,729	41,691

14.1

	5,939,612	4,356,113
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14.1 These include fixed deposits amounting to Rs. 4,895,803 thousands (AED 115,000 thousands) [2018: Rs. 3,780,460 thousands (AED 100,000 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. 231,987 thousands (2018: Rs. 73,568 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.

		(Unaudited) 30 September 2019	(Audited) 31 December 2018
	Note	----- (Rupees in thousand) -----	
15 Loans and other receivables			
Considered good			
Rent receivable		8,644	4,968
Receivable from related parties	15.1	26,286	16,508
Accrued investment income		196,679	62,096
Security deposits		63,632	53,759
Advances to employees and suppliers		244,214	58,542
Agent commission receivable		2,349	24,085
Loans to employees		55,122	44,913
Other receivables		39,291	11,004
		636,217	275,875

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 2019	(Audited) 31 December 2018
	Note	----- (Rupees in thousand) -----	
16 Insurance / reinsurance receivables - unsecured and considered good			
Due from insurance contract holders		7,204,068	6,820,415
Provision for impairment of receivables from insurance contract holders		(785,393)	(629,668)
		6,418,675	6,190,747
Due from other insurers / other reinsurers		1,552,051	1,044,532
Provision for impairment of due from other insurers / reinsurers		(201,302)	(201,302)
		1,350,749	843,230
		7,769,424	7,033,977
17 Prepayments			
Prepaid reinsurance premium ceded		3,630,334	2,866,980
Prepaid rent		4,816	8,367
Prepaid miscellaneous expenses		181,634	172,959
		3,816,784	3,048,306
18 Cash and Bank			
<u>Cash and cash equivalents</u>			
<i>Inside Pakistan</i>			
Cash in hand		1,039	408
Policy & revenue stamps, bond papers		6,247	5,895
		7,286	6,303
<i>Outside Pakistan</i>			
Cash in hand		664	-
		7,950	6,303
<u>Cash at bank</u>			
<i>Inside Pakistan</i>	18.1		
Current accounts		55,790	819,697
Saving accounts		607,516	327,040
		663,306	1,146,737
<i>Outside Pakistan</i>			
Current accounts		319,011	1,053,464
Savings accounts		34,035	4,940
		353,046	1,058,404
		1,024,302	2,211,444

18.1 Cash at bank includes an amount of Rs. 209,641 thousands (31 December 2018: Rs. 401,990 thousands) held with MCB Bank Limited, a related party of the Company.

(Unaudited) (Audited)
30 September 31 December
2019 2018
----- (Rupees in thousand) -----

19 Window takaful operations - operator's fund

Assets

Qard-e-Hasna	146,460	146,804
Cash and bank deposits	102,027	101,695
Investments	31,971	29,930
Current assets - others	137,746	66,947
Property and equipment	14,018	16,185
Intangible assets	20,200	20,633
Total Assets	452,422	382,194

Total liabilities

236,193 **229,819**

(Unaudited) (Unaudited)
30 September 30 September
2019 2018
----- (Rupees in thousand) -----

Wakala Fee	240,280	179,493
Commission expense	(72,312)	(44,802)
Management expense	(87,360)	(63,852)
Net Investment income	12,301	1,438
Other expenses	(3,630)	(2,508)
Profit before tax	89,279	69,769
Taxation	(26,071)	(23,109)
Profit after tax	63,208	46,660

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 2019.

(Unaudited) (Audited)
30 September 31 December
2019 2018
----- (Rupees in thousand) -----

20 Reserves

Capital reserves

Reserves for exceptional losses	22,859	22,859
Investment fluctuation reserves	3,764	3,764
Exchange translation reserves	750,700	614,062
Fair value reserve	812,314	2,207,015
	1,589,637	2,847,700

Revenue reserves

General reserves	936,500	936,500
	2,526,137	3,784,200

21 Other creditors and accruals

Agents commission payable	772,662	708,645
Federal Excise Duty / Sales Tax / VAT	156,968	200,803
Federal Insurance Fee	46,639	37,729
Workers' welfare fund	473,552	432,246
Tax deducted at source	76,266	58,052
Accrued expenses	125,959	191,541
Unpaid and Unclaimed Dividend	478,068	121,350
Payable to Employees' Provident Fund	2,960	2,449
Sundry creditors	467,965	452,917
	2,601,039	2,205,732

22 Contingencies and commitments

22.1 Contingencies

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 2018 except for the following contingency:

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. 700,000 thousands (2018: Nil).

22.2 Commitments

There has been no significant change in the status of commitments as reported in the preceding published unconsolidated annual financial statements of the Company for the year ended 31 December 2018.

	Quarter Ended		Nine Months Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
----- (Rupees in thousand) -----				
23 Net Insurance Premium				
Written Gross Premium	5,711,751	5,405,078	17,841,570	15,053,244
Unearned premium reserve opening	11,566,014	9,751,460	10,100,901	8,912,498
Unearned premium reserve closing	(11,203,219)	(10,165,055)	(11,203,219)	(10,165,055)
Currency translation effect	(125,899)	97,328	545,352	452,008
Premium earned	5,948,647	5,088,811	17,284,604	14,252,695
Reinsurance premium ceded	(2,044,051)	(1,853,436)	(6,346,478)	(4,925,360)
Prepaid reinsurance premium opening	(3,543,053)	(2,648,778)	(2,866,980)	(2,349,147)
Prepaid reinsurance premium closing	3,630,334	2,996,835	3,630,334	2,996,835
Currency translation effect	4,031	(7,354)	(3,440)	(18,193)
Reinsurance expense	(1,952,739)	(1,512,733)	(5,586,564)	(4,295,865)
	3,995,908	3,576,078	11,698,040	9,956,830
23.1 Net Insurance Premium - Business underwritten inside Pakistan				
Written Gross Premium	3,793,300	3,541,916	11,922,529	10,238,375
Unearned premium reserve opening	6,550,695	5,983,865	5,508,453	5,186,518
Unearned premium reserve closing	(6,666,950)	(6,209,183)	(6,666,950)	(6,209,183)
Premium earned	3,677,045	3,316,598	10,764,032	9,215,710
Reinsurance premium ceded	(2,000,698)	(1,762,021)	(6,188,348)	(4,694,954)
Prepaid reinsurance premium opening	(3,480,705)	(2,622,522)	(2,838,973)	(2,079,920)
Prepaid reinsurance premium closing	3,600,578	2,967,546	3,600,578	2,967,546
Reinsurance expense	(1,880,825)	(1,416,997)	(5,426,743)	(3,807,328)
	1,796,220	1,899,601	5,337,289	5,408,382
23.2 Net Insurance Premium - Business underwritten outside Pakistan				
Written Gross Premium	1,918,451	1,863,162	5,919,041	4,814,869
Unearned premium reserve opening	5,015,319	3,767,595	4,592,448	3,725,980
Unearned premium reserve closing	(4,536,269)	(3,955,872)	(4,536,269)	(3,955,872)
Currency translation effect	(125,899)	97,328	545,352	452,008
Premium earned	2,271,602	1,772,213	6,520,572	5,036,985
Reinsurance premium ceded	(43,353)	(91,415)	(158,130)	(230,406)
Prepaid reinsurance premium opening	(62,348)	(26,256)	(28,007)	(269,227)
Prepaid reinsurance premium closing	29,756	29,289	29,756	29,289
Currency translation effect	4,031	(7,354)	(3,440)	(18,193)
Reinsurance expense	(71,914)	(95,736)	(159,821)	(488,537)
	2,199,688	1,676,477	6,360,751	4,548,448

Quarter Ended		Nine Months Ended	
30 September 2019	30 September 2018	30 September 2019	30 September 2018

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

24 Net Insurance Claims Expense

Claim Paid	3,366,513	3,135,595	10,574,228	10,364,222
Outstanding claims including IBNR closing	10,406,228	10,307,408	10,406,228	10,307,408
Outstanding claims including IBNR opening	(10,669,875)	(10,636,120)	(10,461,975)	(11,485,744)
Currency translation effect	145,068	(92,200)	(655,710)	(547,185)
Claim expense	3,247,934	2,714,683	9,862,771	8,638,701
Reinsurance and other recoveries received	(950,104)	(861,648)	(3,417,280)	(4,416,050)
Reinsurance and other recoveries in respect of outstanding claims closing	(5,921,611)	(6,509,385)	(5,921,611)	(6,509,385)
Reinsurance and other recoveries in respect of outstanding claims opening	6,227,154	6,844,083	6,397,245	8,056,450
Currency translation effect	(77,240)	54,575	339,893	304,076
Reinsurance and other recoveries revenue	(721,801)	(472,375)	(2,601,753)	(2,564,909)
	2,526,133	2,242,308	7,261,018	6,073,792

24.1 Net Insurance Claims Expense - Business underwritten inside Pakistan

Claim Paid	1,136,227	1,391,185	4,608,407	5,560,610
Outstanding claims including IBNR closing	4,397,259	5,349,711	4,397,259	5,349,711
Outstanding claims including IBNR opening	(4,572,871)	(5,586,679)	(5,386,215)	(7,084,282)
Claim expense	960,615	1,154,217	3,619,451	3,826,039
Reinsurance and other recoveries received	(275,086)	(397,665)	(1,752,307)	(2,810,885)
Reinsurance and other recoveries in respect of outstanding claims closing	(2,802,450)	(3,790,571)	(2,802,450)	(3,790,571)
Reinsurance and other recoveries in respect of outstanding claims opening	3,046,533	4,097,999	3,769,658	5,602,812
Currency translation effect	(31,003)	(90,237)	(785,099)	(998,644)
Reinsurance and other recoveries revenue	929,612	1,063,980	2,834,352	2,827,395

24.2 Net Insurance Claims Expense - Business underwritten outside Pakistan

Claim Paid	2,230,286	1,744,410	5,965,821	4,803,612
Outstanding claims including IBNR closing	6,008,969	4,957,697	6,008,969	4,957,697
Outstanding claims including IBNR opening	(6,097,004)	(5,049,441)	(5,075,760)	(4,401,462)
Currency translation effect	145,068	(92,200)	(655,710)	(547,185)
Claim expense	2,287,319	1,560,466	6,243,320	4,812,662
Reinsurance and other recoveries received	(675,018)	(463,983)	(1,664,973)	(1,605,165)
Reinsurance and other recoveries in respect of outstanding claims closing	(3,119,161)	(2,718,814)	(3,119,161)	(2,718,814)
Reinsurance and other recoveries in respect of outstanding claims opening	3,180,621	2,746,084	2,627,587	2,453,638
Currency translation effect	(77,240)	54,575	339,893	304,076
Reinsurance and other recoveries revenue	(690,798)	(382,138)	(1,816,654)	(1,566,265)
	1,596,521	1,178,328	4,426,666	3,246,397

Quarter Ended		Nine Months Ended	
30 September 2019	30 September 2018	30 September 2019	30 September 2018

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

25 Net commission and other acquisition costs

Commission Paid or payable	659,351	359,560	1,890,491	1,303,343
Deferred Commission expense opening	1,075,282	855,030	788,431	733,631
Deferred Commission expense closing	(1,174,422)	(769,330)	(1,174,422)	(769,330)
Currency translation effect	(12,233)	10,397	72,485	47,456
Net Commission	547,978	455,657	1,576,985	1,315,100
Commission received or recoverable	(190,818)	(98,416)	(453,065)	(356,273)
Unearned reinsurance commission opening	(237,103)	(242,026)	(221,371)	(240,306)
Unearned reinsurance commission closing	289,958	236,964	289,958	236,964
Currency translation effect	294	(295)	(367)	(960)
Commission from reinsurance	(137,669)	(103,773)	(384,845)	(360,575)
	410,309	351,884	1,192,140	954,525

25.1 Net commission and other acquisition costs Business underwritten Inside Pakistan

Commission Paid or payable	246,017	154,707	824,897	788,455
Deferred Commission expense opening	417,247	471,649	297,403	326,325
Deferred Commission expense closing	(423,064)	(371,592)	(423,064)	(371,592)
Net Commission	240,200	254,764	699,236	743,188
Commission received or recoverable	(189,828)	(96,904)	(446,979)	(350,927)
Unearned reinsurance commission opening	(231,646)	(238,193)	(218,690)	(227,726)
Unearned reinsurance commission closing	286,392	233,679	286,392	233,679
Commission from reinsurance	(135,082)	(101,418)	(379,277)	(344,974)
	105,118	153,346	319,959	398,214

25.2 Net commission and other acquisition costs Business underwritten Outside Pakistan

Commission Paid or payable	413,334	204,853	1,065,594	514,888
Deferred Commission expense opening	658,035	383,381	491,028	407,306
Deferred Commission expense closing	(751,358)	(397,738)	(751,358)	(397,738)
Currency translation effect	(12,233)	10,397	72,485	47,456
Net Commission	307,778	200,893	877,749	571,912
Commission received or recoverable	(990)	(1,512)	(6,086)	(5,346)
Unearned reinsurance commission opening	(5,457)	(3,833)	(2,681)	(12,580)
Unearned reinsurance commission closing	3,566	3,285	3,566	3,285
Currency translation effect	294	(295)	(367)	(960)
Commission from reinsurance	(2,587)	(2,355)	(5,568)	(15,601)
	305,191	198,538	872,181	556,311

26 Investment Income

Business underwritten Inside Pakistan

Available-for-sale

Income from equity securities

Dividend income

- associated undertakings
- others

Income from debt securities - Held to maturity

Return on Term Finance Certificates

Profit on Treasury Bills

Income from term deposits

Return on term deposits

Net realized gains on investments

Realized gains on

- associated undertakings
- others

Provision of impairment in value of
'available-for-sale' investments

Business underwritten Outside Pakistan

Available-for-sale

Income from equity securities

Dividend income

- associated undertakings
- others

Net realized gains on investments

- associated undertakings
- others

Income from term deposits

Return on term deposits

Net investment income

Quarter Ended		Nine Months Ended	
30 September 2019	30 September 2018	30 September 2019	30 September 2018

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

194,676	205,591	577,294	588,210
155,559	161,734	517,002	430,845
350,235	367,325	1,094,296	1,019,055

-	1,066	-	3,782
11,896	6,924	33,806	19,691
11,896	7,990	33,806	23,473

-	-	1,082	3,428
-	-	1,082	3,428

-	-	-	-
-	2,023	2,568	451,529
-	2,023	2,568	451,529
362,131	377,338	1,131,752	1,497,485

-	-	(490,685)	(71,686)
362,131	377,338	641,067	1,425,799

-	-	-	-
15,113	-	44,283	-
15,113	-	44,283	-

-	-	-	-
5,002	-	5,002	-
5,002	-	5,002	-

44,803	22,413	118,219	52,472
44,803	22,413	118,219	52,472

64,918	22,413	167,504	52,472
427,049	399,751	808,571	1,478,271

Quarter Ended		Nine Months Ended	
30 September 2019	30 September 2018	30 September 2019	30 September 2018

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

27 Other income

Return on bank balance

Gain on sale of fixed assets

Return on loans to employee

Miscellaneous

22,231	7,378	38,308	38,761
714	3,640	(3,195)	8,259
63	84	203	263
863	16,339	18,999	26,674
23,871	27,441	54,315	73,957

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

Weighted average number of shares

Earnings (after tax) per share

548,211	460,251	1,014,174	1,510,572
----- Number of shares -----		----- Number of shares -----	
350,000,000	350,000,000	350,000,000	350,000,000
----- (Rupees) -----		----- (Rupees) -----	
1.57	1.32	2.90	4.32

29 Transactions with related parties

The Company 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 11, 12, & 14 to the unconsolidated condensed interim financial information. Other transactions with related parties are summarized as follows:

	(Unaudited) 30 September 2019	(Unaudited) 30 September 2018
	---- (Rupees in thousand) ----	
i) Transactions		
Subsidiary company		
Premiums underwritten	14,297	12,335
Premiums received	14,059	12,921
Claims paid	7,418	5,676
Claims received	3,000	2,500
Premium paid	5,153	6,071
Rent paid	2,250	750
Rent / service charges received	1,298	935
Other related parties		
Premiums underwritten	982,596	897,884
Premiums received	1,065,291	1,052,963
Claims paid	415,595	555,005
Commission Paid	59,656	31,190
Rent paid	6,646	3,311
Dividends received	586,022	573,927
Dividends paid	148,528	141,722
Income on bank deposits	21,176	20,675
Investments made	250,000	343,819
Purchases	-	20,800
Fee / service charges paid	8,662	3,194
Security deposit received	3,050	-
Charge in respect of gratuity expense	25,231	24,914
Contribution to Employees' Provident Fund	24,925	23,322
Compensation paid to Key management personnel	995,859	891,894
	(Unaudited) 30 September 2019	(Audited) 31 December 2018
	---- (Rupees in thousand) ----	
ii) Period end balances		
Subsidiary company		
Balances receivable	28,727	16,892
Balances payable	2,799	2,085
Other related parties		
Balances receivable	304,563	349,502
Balances payable	367,096	761,866
Cash and bank balances including term deposits	1,495,618	1,282,197
Payable to Staff Gratuity Fund	148,358	133,127
Payable to Employees' Provident Fund	2,960	2,449

Nine Months Ended 30 September 2019													
Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total		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		
Rupees in thousands													
Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge)	7,201,842	34,734	762,194	18,822	2,497,631	6,140,429	1,615,459	21,758	1,376,883	13,941	13,454,009	6,229,683	19,683,692
Less: Federal excise duty	(899,361)	(2,440)	(83,590)	(309)	(297,947)	(306,081)	(24,567)	(976)	(106,913)	(697)	(1,412,378)	(310,502)	(1,722,880)
Federal insurance fee	(62,023)	(97)	(6,752)	(38)	(21,947)	-	(15,820)	-	(12,560)	(5)	(119,102)	(140)	(119,242)
	6,240,458	32,197	671,852	18,475	2,177,737	5,834,348	1,575,072	20,782	1,257,410	13,239	11,922,529	5,919,041	17,841,570
Gross written premium (inclusive of administrative surcharge)	6,240,458	32,197	671,852	18,475	2,177,737	5,834,348	1,575,072	20,782	1,257,410	13,239	11,922,529	5,919,041	17,841,570
Gross direct premium	6,222,122	32,028	655,035	18,415	2,102,992	5,827,971	1,575,331	20,782	1,249,000	13,170	11,804,480	5,912,366	17,716,846
Facultative inward premium	3,234	-	1,091	-	-	-	-	-	-	-	4,325	-	4,325
Administrative surcharge	15,102	169	15,726	60	74,745	6,377	(259)	-	8,410	69	113,724	6,675	120,399
	6,240,458	32,197	671,852	18,475	2,177,737	5,834,348	1,575,072	20,782	1,257,410	13,239	11,922,529	5,919,041	17,841,570
Insurance premium earned	5,252,621	31,823	675,779	25,250	2,150,191	6,423,722	1,310,883	27,712	1,374,558	12,065	10,764,032	6,520,572	17,284,604
Insurance premium ceded to reinsurers	(4,628,113)	(21,896)	(126,678)	-	(39,081)	(112,915)	-	(19,750)	(632,871)	(5,260)	(5,426,743)	(159,821)	(5,586,564)
Net insurance premium	624,508	9,927	549,101	25,250	2,111,110	6,310,807	1,310,883	7,962	741,687	6,805	5,337,289	6,360,751	11,698,040
Commission income	283,098	4,091	481	-	2,930	-	-	-	92,768	1,477	379,277	5,568	384,845
Net underwriting income	907,606	14,018	549,582	25,250	2,114,040	6,310,807	1,310,883	7,962	834,455	8,282	5,716,566	6,366,319	12,082,885
Insurance claims	(727,935)	(18,947)	(334,579)	(8,410)	(1,039,626)	(6,178,791)	(1,095,650)	(32,194)	(421,661)	(4,978)	(3,619,451)	(6,243,320)	(9,862,771)
Insurance claim recoveries from reinsurer	586,005	22,840	44,006	-	14,182	1,763,545	-	26,437	140,906	3,832	785,099	1,816,654	2,601,753
Net claims	(141,930)	3,893	(290,573)	(8,410)	(1,025,444)	(4,415,246)	(1,095,650)	(5,757)	(280,755)	(1,146)	(2,834,352)	(4,426,666)	(7,261,018)
Commission expense	(328,157)	(4,374)	(91,611)	(4,262)	(140,286)	(867,218)	(42,453)	(1,142)	(96,729)	(753)	(699,236)	(877,749)	(1,576,985)
Management expense	(275,678)	(1,047)	(193,877)	(8,146)	(769,700)	(913,429)	(101,695)	(9,877)	(209,935)	(591)	(1,550,885)	(933,090)	(2,483,975)
Net insurance claims and expenses	(745,765)	(1,528)	(576,061)	(20,818)	(1,935,430)	(6,195,893)	(1,239,798)	(16,776)	(587,419)	(2,490)	(5,084,473)	(6,237,505)	(11,321,978)
Underwriting result	161,841	12,490	(26,479)	4,432	178,610	114,914	71,085	(8,814)	247,036	5,792	632,093	128,814	760,907
Net investment income											641,067	167,504	808,571
Rental income											14,816	-	14,816
Other income											38,911	15,404	54,315
Other expenses											(75,606)	(8,547)	(84,153)
Finance cost											(2,965)	(3,564)	(6,529)
Profit from Window Takaful Operations											89,279	-	89,279
Profit before tax											1,337,595	299,611	1,637,206

30 September 2019													
Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total		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		
Rupees in thousands													
Segment Assets	8,257,841	97,990	534,331	7,142	1,288,948	5,602,458	795,072	56,322	1,837,938	17,739	12,714,130	5,781,651	18,495,781
Unallocated assets											23,741,383	7,031,815	30,773,198
											36,455,513	12,813,466	49,268,979
Segment Liabilities	8,063,007	112,952	662,092	25,292	2,739,991	10,479,974	1,712,294	63,354	2,230,740	20,543	15,408,124	10,702,115	26,110,239
Unallocated Liabilities											3,972,689	641,582	4,614,271
											19,380,813	11,343,697	30,724,510

30.1 Segment Information

Nine Month Ended 30 September 2018													
Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total		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		
Rupees in thousands													
Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge)	5,714,758	30,087	782,068	22,304	2,513,450	4,966,778	1,407,060	25,961	1,128,125	9,913	11,545,461	5,055,043	16,600,504
Less: Federal excise duty	(735,231)	(1,566)	(87,942)	(285)	(300,002)	(236,514)	-	(1,237)	(81,485)	(509)	(1,204,660)	(240,111)	(1,444,771)
Federal insurance fee	(49,353)	(41)	(6,908)	(18)	(21,920)	-	(13,898)	-	(10,347)	(4)	(102,426)	(63)	(102,489)
	4,930,174	28,480	687,218	22,001	2,191,528	4,730,264	1,393,162	24,724	1,036,293	9,400	10,238,375	4,814,869	15,053,244
Gross written premium (inclusive of administrative surcharge)	4,930,174	28,480	687,218	22,001	2,191,528	4,730,264	1,393,162	24,724	1,036,293	9,400	10,238,375	4,814,869	15,053,244
Gross direct premium	4,899,128	28,399	671,464	21,921	2,120,366	4,728,727	1,392,652	24,724	1,000,775	9,357	10,084,385	4,813,128	14,897,513
Facultative inward premium	16,532	-	65	-	-	-	-	-	25,388	-	41,985	-	41,985
Administrative surcharge	14,514	81	15,689	80	71,162	1,537	510	-	10,130	43	112,005	1,741	113,746
	4,930,174	28,480	687,218	22,001	2,191,528	4,730,264	1,393,162	24,724	1,036,293	9,400	10,238,375	4,814,869	15,053,244
Insurance premium earned	3,809,075	30,473	686,050	24,412	2,056,569	4,959,389	1,419,773	13,690	1,244,243	9,021	9,215,710	5,036,985	14,252,695
Insurance premium ceded to reinsurers	(3,178,565)	(18,440)	(87,700)	-	(29,976)	(454,166)	-	(7,000)	(511,087)	(8,931)	(3,807,328)	(488,537)	(4,295,865)
Net insurance premium	630,510	12,033	598,350	24,412	2,026,593	4,505,223	1,419,773	6,690	733,156	90	5,408,382	4,548,448	9,956,830
Commission income	252,282	4,891	493	-	11	8,989	-	-	92,188	1,721	344,974	15,601	360,575
Net underwriting income	882,792	16,924	598,843	24,412	2,026,604	4,514,212	1,419,773	6,690	825,344	1,811	5,753,356	4,564,049	10,317,405
Insurance claims	(972,740)	349	(225,012)	(607)	(999,899)	(4,803,804)	(1,224,960)	(8,342)	(403,428)	(258)	(3,826,039)	(4,812,662)	(8,638,701)
Insurance claim recoveries from reinsurer	795,906	(2,287)	(7,670)	-	51,582	1,560,994	-	7,251	158,826	307	998,644	1,566,265	2,564,909
Net claims	(176,834)	(1,938)	(232,682)	(607)	(948,317)	(3,242,810)	(1,224,960)	(1,091)	(244,602)	49	(2,827,395)	(3,246,397)	(6,073,792)
Commission expense	(325,521)	(3,847)	(95,862)	(3,587)	(162,157)	(561,264)	(44,746)	(2,256)	(114,902)	(958)	(743,188)	(571,912)	(1,315,100)
Management expense	(279,253)	(993)	(187,338)	(5,559)	(739,370)	(585,662)	(101,507)	(6,989)	(185,311)	(5,004)	(1,492,779)	(604,207)	(2,096,986)
Net insurance claims and expenses	(781,608)	(6,778)	(515,882)	(9,753)	(1,849,844)	(4,389,736)	(1,371,213)	(10,336)	(544,815)	(5,913)	(5,063,362)	(4,422,516)	(9,485,878)
Underwriting result	101,184	10,146	82,961	14,659	176,760	124,476	48,560	(3,646)	280,529	(4,102)	689,994	141,533	831,527
Net investment income											1,425,799	52,472	1,478,271
Rental income											5,479	-	5,479
Other income											50,842	23,115	73,957
Other expenses											(87,954)	(6,975)	(94,929)
Finance cost											-	-	-
Profit from Window Takaful Operations											69,769	-	69,769
Profit before tax											2,153,929	210,145	2,364,074

31 December 2018													
Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total		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		
Rupees in thousands													
Segment Assets	7,344,826	70,585	652,691	12,632	1,210,746	5,236,105	596,098	43,884	1,906,664	12,403	11,711,025	5,375,609	17,086,634
Unallocated assets											24,802,217	5,956,243	30,758,460
											36,513,242	11,331,852	47,845,094
Segment Liabilities	7,287,011	89,828	695,068	21,940	2,592,722	9,514,021	1,341,301	46,326	2,301,540	12,191	14,217,642	9,684,306	23,901,948
Unallocated Liabilities											3,547,687	732,101	4,279,788
											17,765,329	10,416,407	28,181,736

31 Fair value measurement of financial instruments

The following table shows the carrying amounts and fair value of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value.

		30 September 2019									
		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
<i>Note</i>		----- (Rupees in thousand) -----									
<i>Financial assets - measured at fair value</i>											
<i>Investment</i>											
	12	14,157,302	-	-	-	-	14,157,302	14,157,302	-	-	14,157,302
	12	3,172,505	-	-	-	-	3,172,505	-	-	3,172,505	3,172,505
	13	-	740,035	-	-	-	740,035	-	740,035	-	740,035
	19	31,971	-	-	-	-	31,971	31,971	-	-	31,971
<i>Financial assets - not measured at fair value</i>											
	15	-	-	636,217	-	-	636,217	-	-	-	-
	14	-	5,939,612	-	-	-	5,939,612	-	-	-	-
	16	-	-	7,769,424	-	-	7,769,424	-	-	-	-
		-	-	5,620,293	-	-	5,620,293	-	-	-	-
		-	-	301,318	-	-	301,318	-	-	-	-
	17	-	-	3,816,784	-	-	3,816,784	-	-	-	-
	18	-	-	-	1,024,302	-	1,024,302	-	-	-	-
	19	-	-	318,424	102,027	-	420,451	-	-	-	-
		17,361,778	6,679,647	18,462,460	1,126,329	-	43,630,214	14,189,273	740,035	3,172,505	18,101,813
<i>Financial liabilities - not measured at fair value</i>											
<i>Underwriting provisions:</i>											
	24	-	-	-	-	10,406,228	10,406,228	-	-	-	-
		-	-	-	-	3,884,124	3,884,124	-	-	-	-
	21	-	-	-	-	2,570,082	2,570,082	-	-	-	-
	19	-	-	-	-	236,193	236,193	-	-	-	-
		-	-	-	-	17,096,627	17,096,627	-	-	-	-

* 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

The following table shows the carrying amounts and fair value of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value.

		31 December 2018										
	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		
Note	----- (Rupees in thousand) -----											
<i>Financial assets - measured at fair value</i>												
<i>Investment</i>												
	Equity securities- quoted	12	16,457,477	-	-	-	-	16,457,477	-	-	16,457,477	
	Equity securities- unquoted	12	2,922,505	-	-	-	-	-	2,922,505	2,922,505	2,922,505	
	Debt securities	13	-	378,029	-	-	-	378,029	-	378,029	378,029	
	Investments of Window Takaful Operations - Operator's Fund	19	29,930	-	-	-	-	29,930	-	-	29,930	
<i>Financial assets - not measured at fair value</i>												
	Loans and other receivables *	15	-	-	275,875	-	-	275,875	-	-	-	
	Investment - Term deposits*	14	-	4,356,113	-	-	-	4,356,113	-	-	-	
	Insurance / reinsurance receivables											
	- unsecured and considered good *	16	-	-	7,033,977	-	-	7,033,977	-	-	-	
	Reinsurance recoveries against outstanding claims *				6,046,905	-	-	6,046,905	-	-	-	
	Salvage recoveries accrued *				350,340	-	-	350,340	-	-	-	
	Prepayments *	17	-	-	3,048,306	-	-	3,048,306	-	-	-	
	Cash and bank *	18	-	-	-	2,211,444	-	2,211,444	-	-	-	
	Other Assets of Window Takaful Operations - Operator's Fund*	19	-	-	250,569	101,695	-	352,264	-	-	-	
								-				
			19,409,912	4,734,142	17,005,972	2,313,139	-	43,463,165	16,487,407	378,029	2,922,505	19,787,941
<i>Financial liabilities - not measured at fair value</i>												
<i>Underwriting provisions:</i>												
	Outstanding claims (including IBNR)*	24	-	-	-	-	10,461,975	10,461,975	-	-	-	
	Insurance / reinsurance payables *						2,709,714	2,709,714	-	-	-	
	Other creditors and accruals*	21	-	-	-	-	2,227,040	2,227,040	-	-	-	
	Total liabilities of Window Takaful Operations- Operator's Fund*	19	-	-	-	-	229,819	229,819	-	-	-	
								-				
			-	-	-	-	15,628,548	15,628,548	-	-	-	

* 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 29 October, 2019 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.



Chairman



Director



Director



**Chief Financial
Officer**



**Managing Director & Chief
Executive Officer**

CONSOLIDATED

Condensed Interim
Financial Information
for the Nine Months Ended
30 September 2019
(Unaudited)



Adamjee Insurance Company Limited
Consolidated Condensed Interim Statement of Financial Position
As at 30 September 2019

	Note	30 September 2019	31 December 2018
----- (Rupees in thousand) -----			
		(Unaudited)	(Audited)
ASSETS			
Property and equipment	8	4,329,424	3,673,804
Intangible assets	9	132,775	160,602
Investment property		1,265,006	855,394
Investments			
Equity securities	10	28,629,933	32,359,408
Debt securities	11	5,839,187	4,416,804
Term deposits	12	15,734,612	15,426,113
Loan secured against life insurance policies		42,125	34,556
Loans and other receivables	13	959,134	552,070
Insurance / reinsurance receivables	14	7,804,997	7,162,077
Reinsurance recoveries against outstanding claims		5,620,293	6,046,905
Salvage recoveries accrued		301,318	350,340
Deferred commission expense / acquisition cost		1,174,422	788,431
Taxation - payment less provisions		-	172,124
Prepayments	15	3,851,229	3,116,455
Cash and bank	16	6,830,602	5,523,097
		82,515,057	80,638,180
Total assets of Window Takaful Operations			
- Operator's Fund (Holding Company)	17	452,422	382,194
TOTAL ASSETS		82,967,479	81,020,374
EQUITY AND LIABILITIES			
Capital and reserves attributable to the Company's equity holders			
Ordinary share capital		3,500,000	3,500,000
Reserves	18	2,528,709	3,781,282
Unappropriated Profit		12,730,871	12,521,272
Equity attributable to equity holders of the parent		18,759,580	19,802,554
Non-controlling interest		315,083	288,797
Total Equity		19,074,663	20,091,351
Liabilities			
Insurance liabilities		32,356,194	31,730,169
Underwriting provisions:			
Outstanding claims including IBNR		10,406,228	10,461,975
Unearned premium reserve		11,203,219	10,100,901
Unearned reinsurance commission		289,958	221,371
Retirement benefits obligations		230,295	184,560
Deferred taxation		456,323	985,157
Premium received in advance		636,287	801,168
Insurance / reinsurance payables		4,001,805	2,709,714
Other creditors and accruals	19	3,002,707	2,812,103
Lease liability		260,085	-
Deposits and other payables		646,202	692,086
Taxation - payment less provisions		167,320	-
		31,300,429	28,969,035
Total liabilities of Window Takaful Operations			
- Operator's Fund (Holding Company)	17	236,193	229,819
TOTAL EQUITY AND LIABILITIES		82,967,479	81,020,374
Contingencies and commitments	20		

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



Chairman



Director



Director



Chief Financial
Officer



Managing Director &
Chief Executive
Officer

Adamjee Insurance Company Limited
Consolidated Condensed Interim Profit and Loss Account (Un-audited)
For the Nine Months Ended 30 September 2019

	Note	Quarter ended		Nine Months ended	
		30 September 2019	30 September 2018	30 September 2019	30 September 2018
----- (Rupees in thousand) -----					
		<i>Restated</i>		<i>Restated</i>	
Net insurance premium	21	6,718,891	6,704,225	19,551,861	18,872,622
Net insurance claims	22	(4,060,535)	(3,617,937)	(11,750,867)	(10,323,661)
Net commission and other acquisition costs	23	(1,077,631)	(816,134)	(3,033,277)	(2,340,564)
Insurance claims and acquisition expenses		(5,138,166)	(4,434,071)	(14,784,144)	(12,664,225)
Management expenses		(976,186)	(955,533)	(3,184,680)	(2,713,133)
Net change in insurance liabilities (other than outstanding claims)		(647,648)	(1,205,763)	(915,137)	(3,725,052)
Underwriting results		(43,109)	108,858	667,900	(229,788)
Investment income	24	1,021,277	596,087	2,787,262	3,150,146
Net fair value loss on financial assets at fair value through profit or loss		(367,372)	(73,551)	(1,998,902)	(640,358)
Net unrealized gains on investment property		-	73,487	21,000	120,506
Rental income		13,877	1,199	17,066	6,229
Other income		145,092	55,948	319,133	145,092
Other expenses		(40,583)	(34,992)	(114,078)	(119,267)
Results of operating activities		729,182	727,036	1,699,381	2,432,560
Finance cost		(3,479)	-	(16,366)	-
Profit from 'Window Takaful Operations'		31,420	25,488	89,279	69,769
Profit before tax		757,123	752,524	1,772,294	2,502,329
Income tax expense		(198,116)	(207,828)	(663,310)	(848,889)
Profit after tax		559,007	544,696	1,108,984	1,653,440
Profit attributable to:					
Equity holders of the parent		556,230	522,976	1,084,599	1,616,694
Non-controlling interest		2,777	21,720	24,385	36,746
		559,007	544,696	1,108,984	1,653,440
		----- (Rupees) -----		----- (Rupees) -----	
		<i>Restated</i>		<i>Restated</i>	
Earnings (after tax) per share	25	1.59	1.49	3.10	4.62

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

Chairman

Director

Director

Chief Financial Officer

Managing Director &
Chief Executive Officer

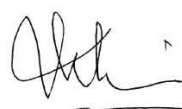
Adamjee Insurance Company Limited
Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited)
For the Nine Months Ended 30 September 2019

	Quarter Ended		Nine Months Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
----- (Rupees in thousand) -----				
	<i>Restated</i>		<i>Restated</i>	
Profit after tax	559,007	544,696	1,108,984	1,653,440
Other comprehensive income				
Items that may be reclassified subsequently to profit and loss:				
Unrealized diminution on 'available for sale' - net of tax	(496,024)	(309,030)	(1,387,956)	(891,307)
Unrealized appreciation on 'available for sale' of window takaful operations - net of tax	664	595	646	153
Effect of currency translation of investment in foreign branches - net	(35,978)	16,046	136,638	66,754
Total comprehensive income / (loss) for the period	27,669	252,307	(141,688)	829,040
Total comprehensive (loss) / income attributable to:				
Equity holders of the parent	(958,457)	(756,060)	(167,974)	792,108
Non-controlling interest	6,978	5,066	26,286	36,932
	(951,479)	(750,994)	(141,688)	829,040

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



Chairman



Director



Director



Chief Financial Officer



Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
Consolidated Condensed Interim Cash Flow Statement (Un-audited)
For the Nine Months Ended 30 September 2019

	Nine Months Ended 30 September 2019	Nine Months Ended 30 September 2018
	------(Rupees in thousand)-----	
		<i>Restated</i>
<u>Cash flows from operating activities</u>		
Underwriting activities		
Insurance premium received	25,974,110	24,694,822
Reinsurance premiums paid	(5,298,415)	(4,418,105)
Claims paid	(15,594,179)	(14,997,221)
Surrenders paid	(52,719)	(42,510)
Reinsurance and other recoveries received	3,017,455	4,133,775
Commissions paid	(3,527,974)	(2,621,070)
Commissions received	453,065	356,273
Other underwriting payments	(3,309,567)	(2,557,549)
Net cash flow from underwriting activities	1,661,776	4,548,415
Other operating activities		
Income tax paid	(254,068)	(723,207)
Other operating payments	(42,847)	(30,185)
Loans advanced	(55,175)	(51,782)
Loans repayments received	46,214	40,555
Other operating receipts	19,201	26,937
Net cash used in other operating activities	(286,675)	(737,682)
Total cash flow from all operating activities	1,375,101	3,810,733
<u>Cash flows from investing activities</u>		
Profit / return received on bank deposits and debt securities	1,764,526	975,209
Dividends received	1,352,555	1,201,153
Rentals received	13,390	7,130
Payment for investments/ investment properties	(176,153,631)	(41,107,410)
Proceeds from investments/ investment properties	173,210,622	26,860,439
Loan (paid to) / received from policy holder	(4,848)	5,875
Fixed capital expenditure - operating fixed assets	(902,665)	(676,084)
Fixed capital expenditure - intangible assets	(2,539)	(48,230)
Proceeds from disposal of operating fixed assets	19,780	24,728
Total cash used in investing activities	(702,810)	(12,757,190)
<u>Cash flows from financing activities</u>		
Payments against lease liabilities	(71,504)	-
Dividends paid	(518,282)	(341,316)
Total cash used in financing activities	(589,786)	(341,316)
Net cash inflow / (outflow) from all activities	82,505	(9,287,773)
Cash and cash equivalents at beginning of period	16,543,097	12,740,248
Cash and cash equivalents at end of period	16,625,602	3,452,475

Nine Months Ended 30 September 2019	Nine Months Ended 30 September 2018
----- (Rupees in thousand) -----	

Restated

Reconciliation to profit and loss account

Operating cash flows	1,375,101	3,810,732
Depreciation expense	(257,212)	(151,474)
Provision for gratuity	(35,312)	(24,914)
Finance charge on lease liabilities	(19,018)	-
Other (loss) / income - bank deposits, term deposits and debt securities	(175,086)	538,580
(Loss) / gain on disposal of operating fixed assets	(4,983)	11,141
Provision for doubtful balances	(100,767)	-
Rental income	17,066	5,479
Increase in assets other than cash	1,786,169	41,447
Increase in liabilities other than running finance	(1,314,193)	(3,427,445)
Profit on disposal of investments	231,751	1,035,404
Amortization expense	(17,624)	(15,547)
Increase in unearned premium	(1,102,318)	(1,252,557)
Increase in loans and other receivables	8,961	11,227
Income taxes paid	189,581	636,269
Increase in tax liabilities	(623,032)	(853,502)
Provision for impairment in value of 'available-for-sale' investments	(490,685)	(71,686)
Dividend income	1,539,116	1,290,857
Capital contribution received from / (paid to) SHF	4,800	(1,064)
Revaluation of investment	7,390	724
Profit from Window Takaful Operations	89,279	69,769
Profit after tax	1,108,984	1,653,440


Cash for the purposes of the cash flows statement consists of:

Cash and other equivalents	17,170	17,640
Current and other accounts	6,813,432	3,434,835
Term deposits	9,795,000	-
Total cash and cash equivalents	16,625,602	3,452,475

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


Chairman


Director


Director


Chief Financial Officer



Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited

Consolidated Condensed Interim Statement of Changes in Equity (Un-audited)


For the Nine Months Ended 30 September 2019

	Share capital	Capital reserve			Revenue reserve		Equity attributable to equity holders of the parent	Non-controlling interest	Total	
	Issued, subscribed and paid up	Reserve for exceptional losses	Investment fluctuation reserve	Exchange translation reserve	Fair Value Reserve	General reserve				Retained earnings
Rupees in thousand										
Balance as at 31 December 2017 - (Audited)	3,500,000	22,859	3,764	467,100	3,573,724	936,500	11,955,927	20,459,874	273,635	20,733,509
Profit for the period 01 January 2018 to 30 September 2018	-	-	-	-	-	-	1,616,694	1,616,694	36,746	1,653,440
Other comprehensive income for the period 01 January 2018 to 30 September 2018	-	-	-	66,754	(891,340)	-	-	(824,586)	186	(824,400)
Total comprehensive income for the period	-	-	-	66,754	(891,340)	-	1,616,694	792,108	36,932	829,040
Transactions with owners of the Company										
Final dividend for the year ended 31 December 2017 @ 10% (Rupee 1/- per share)	-	-	-	-	-	-	(350,000)	(350,000)	-	(350,000)
Interim dividend for the half year ended 30 June 2018 @ 10% (Rupee 1/- per share)	-	-	-	-	-	-	(350,000)	(350,000)	-	(350,000)
Balance as at 30 September 2018 - (Unaudited) - Restated	3,500,000	22,859	3,764	533,854	2,682,384	936,500	12,872,621	20,551,982	310,567	20,862,549
Profit for the period 01 October 2018 to 31 December 2018	-	-	-	-	-	-	(336,032)	(336,032)	(22,320)	(358,352)
Other comprehensive income for the period 01 October 2018 to 31 December 2018	-	-	-	80,208	(478,287)	-	(15,317)	(413,396)	550	(412,846)
Total comprehensive income for the period	-	-	-	80,208	(478,287)	-	(351,349)	(749,428)	(21,770)	(771,198)
Balance as at 31 December 2018 - (Audited)	3,500,000	22,859	3,764	614,062	2,204,097	936,500	12,521,272	19,802,554	288,797	20,091,351
Profit for the period 01 January 2019 to 30 September 2019	-	-	-	-	-	-	1,084,599	1,084,599	24,385	1,108,984
Other comprehensive income for the period 01 January 2019 to 30 September 2019	-	-	-	136,638	(1,389,211)	-	-	(1,252,573)	1,901	(1,250,672)
Total comprehensive income for the period	-	-	-	136,638	(1,389,211)	-	1,084,599	(167,974)	26,286	(141,688)
Transactions with owners of the Company										
Final dividend for the year ended 31 December 2018 @ 15% (Rupees 1.5/- per share)	-	-	-	-	-	-	(525,000)	(525,000)	-	(525,000)
Interim dividend for the half year ended 30 June 2019 @ 10% (Rupee 1/- per share)	-	-	-	-	-	-	(350,000)	(350,000)	-	(350,000)
Balance as at 30 September 2019 - (Unaudited)	3,500,000	22,859	3,764	750,700	814,886	936,500	12,730,871	18,759,580	315,083	19,074,663

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


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
Notes to the Consolidated Condensed Interim Financial Information (Un-audited)
For the Nine Months Ended 30 September 2019

1 The group and its operations:

1.1 The group comprises of:

	2019	2018
	(Holding percentage)	
<i>Holding Company</i>		
Adamjee Insurance Company Limited	100%	100%
<i>Subsidiary Company</i>		
Adamjee Life Assurance Company Limited	74.28%	74.28%

Adamjee Insurance Company Limited (Holding Company)

Adamjee Insurance Company Limited is a public limited company incorporated in Pakistan on 28 September 1960 under the Companies Act, 1913 (now the Companies Act, 2017). The Holding Company is listed on Pakistan Stock Exchange and is engaged in the general insurance business. The registered office of the Holding Company is situated at Tanveer Building, 27-C-III, MM Alam Road, Gulberg III, Lahore.

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

The Holding 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)

Adamjee Life Assurance Company Limited was incorporated in Pakistan on 4 August 2008 as a public unlisted company under the Companies Act, 2017. The Subsidiary Company started its operations from 24 April 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 3rd Floor, The Forum, Khayaban-e-Jami, Clifton, Karachi. Adamjee Life Assurance Company Limited is a subsidiary of Adamjee Insurance Company Limited and an associate of IVM Intersurer B.V, each having a holding of 74.28% and 25.72% (2018: 74.28% and 25.72%) respectively in the share capital of the Subsidiary Company. IVM Intersurer B.V. has nominated Hollard Life Assurance Company Limited ("HLA"), an associate company of IVM Intersurer B.V. to act on its behalf in respect of matters relating to the Subsidiary Company. HLA is South Africa's largest private sector insurance company.

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 assurance business:

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

The Subsidiary Company was granted authorization on 4 May 2016 under Rule 6 of Takaful Rules, 2012 to undertake Takaful Window Operations in respect of family takaful products by the Securities and Exchange Commission of Pakistan (SECP) and subsequently the Subsidiary Company commenced Window Takaful Operations from 14 July 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 22 December 2015 under a Waqf deed executed by the Subsidiary Company with the cede amount of Rs. 500,000. The cede 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 policyholders for the management of Takaful operations, investment of policyholders' funds and shareholders' funds as approved by the Shariah Advisor appointed by the Subsidiary Company.

IVM Intersurer B.V is in the process of selling its holding in the Subsidiary company to Holding Company after relevant legal formalities.

2 Basis of preparation and statement of compliance

This consolidated condensed interim financial information of the Group for the period ended 30 September 2019 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 and the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and the Takaful Rules, 2012.

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 and the Takaful Rules, 2012 have been followed.

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 Holding Company have been presented as a single line item in the statement of financial position and profit and loss account of the Holding Company respectively. A separate set of condensed interim financial information of the Window Takaful operations has been annexed to this financial information as per the requirements of the Takaful Rules, 2012.

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 2018. Comparative figures for consolidated condensed interim statement of financial position are stated from annual audited financial statements of the Group for the year ended 31 December 2018, 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 consolidated condensed interim financial information of the Group for the nine months ended 30 September 2018.

This consolidated 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 consolidated 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 consolidated condensed interim financial information are same as those applied in the preparation of annual audited financial statements for the year ended 31 December 2018.

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 these condensed interim financial information except the following:

IFRS 16

The Group has adopted IFRS 16 'Leases', issued in January 2016, with the date of initial application on 01 January 2019. IFRS 16 introduces significant changes to lessee accounting. It removes the distinction between operating and finance leases under IAS 17 and requires a lessee to recognize a right-of-use asset and a lease liability at lease commencement for all leases, except for short term leases and leases of low value assets.

Lease Accounting

The Group initially measures the right-of-use asset at cost (present value of the future lease payments discounted using the discount rate implicit in the lease and initial cost) and subsequently measured at cost less accumulated depreciation and impairment losses adjusted for any remeasurement of the lease liability.

The Group initially measures the lease liability at the present value of the future lease payments discounted using the discount rate implicit in the lease. Subsequently, the lease liability is adjusted for interest and lease payments, as well as the impact of lease modifications, amongst others.

The Group has elected to apply the expedient allowed by IFRS 16 on its general requirements to short-term leases (i.e. one that does not include a purchase option and has a lease term at commencement date of 12 months or less) and leases of low value assets. The Group recognizes the lease payments associated with those leases as an expense on a straight-line basis over the lease term or another systematic basis if that basis is representative of the pattern of the lessee's benefits, similar to the current accounting for operating leases.

The Group has applied IFRS 16 using the modified retrospective approach and therefore the comparative information has not been restated. The Group has assessed that the impact of IFRS 16 is not material on opening retained earnings and as of reporting date has presented right-of-use assets within 'Property and equipment' and 'Finance lease liabilities' in the condensed interim statement of financial position.

IFRS 9

The amendments introduce two approaches for entities that apply IFRS 4 to reduce the impact of deferring effective dates with IFRS 17 Insurance Contracts and IFRS 9 Financial Instruments: an overlay approach and a temporary exemption from applying IFRS 9. The Group has adopted for a temporary exemption from application of IFRS 9.

The effective date of the amendments permitting the temporary exemption is for annual periods beginning on or after 01 January 2018. The temporary exemption is available for annual reporting periods beginning before 01 January 2022 and will expire once IFRS 17 becomes effective.

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 2018.

6 Functional and presentation currency

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

7 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 2018.

	(Unaudited) 30 September 2019	(Audited) 31 December 2018
<i>Note</i>	---- (Rupees in thousand) ----	
8 Property and equipment		
Opening balance - net book value	2,481,588	2,273,084
Additions during the period / year	8.1 1,240,012	348,751
Right -of- use assets	355,923	-
Less:		
Book value of disposals during the period / year	8.2 (24,763)	(18,654)
Depreciation charged during the period / year	(237,526)	(173,636)
Book value of buildings transferred to Investment property	(37,566)	-
Exchange gain	48,920	52,043
	(250,935)	(140,247)
	3,826,588	2,481,588
Capital work in progress	502,836	1,192,216
	4,329,424	3,673,804
8.1 Additions during the period / year - cost		
Land and buildings	1,104,295	170,852
Furniture and fixtures	16,198	38,889
Motor vehicles	81,977	70,594
Machinery and equipment	12,679	6,171
Computer and related accessories	4,176	59,474
Leasehold Improvements	20,687	2,771
	1,240,012	348,751
8.2 Written down values of property and equipment disposed off during the period / year		
Furniture and fixtures	10,577	39
Motor vehicles	9,828	18,060
Machinery and equipment	4,358	371
Computer and related accessories	-	184
	24,763	18,654
9 Intangible assets		
Opening balance - net book value	160,602	97,760
Additions during the year	2,539	95,327
Less:		
Amortization charged during the period / year	(36,325)	(41,126)
Exchange gain	5,959	8,641
	(30,366)	(32,485)
	132,775	160,602

10 Investment in equity securities

Available-for-sale

	30 September 2019 (Unaudited)			31 December 2018 (Audited)		
	Cost	Impairment / Provision	Carrying value	Cost	Impairment / Provision	Carrying value
----- Rupees in thousands -----						
Related parties						
Listed shares	8,859,290	(261,128)	8,598,162	8,423,580	(164,863)	8,258,717
Unlisted shares	550,726	-	550,726	300,726	-	300,726
	9,410,016	(261,128)	9,148,888	8,724,306	(164,863)	8,559,443
Unrealized gain			198,633			1,294,754
			9,347,521			9,854,197
Others						
Listed shares	6,921,206	(1,939,947)	4,981,259	7,268,843	(1,545,527)	5,723,316
Unlisted shared	925,360	-	925,360	925,360	-	925,360
NIT Units	161	-	161	161	-	161
Mutual Funds	457,736	-	457,736	389,312	-	389,312
	8,304,463	(1,939,947)	6,364,516	8,583,676	(1,545,527)	7,038,149
Unrealized gain			940,594			1,813,201
			7,305,110			8,851,350
Total - available for sale	17,714,479	(2,201,075)	16,652,631	17,307,982	(1,710,390)	18,705,547
Fair value through profit and loss						
Related parties						
Listed shares	1,740,327	-	1,740,327	1,250,208	-	1,250,208
Mutual Funds	4,182,896	-	4,182,896	3,651,823	-	3,651,823
	5,923,223	-	5,923,223	4,902,031	-	4,902,031
Unrealized loss			(676,787)			(374,786)
			5,246,436			4,527,245
Others						
Listed shares	9,513,147	-	9,513,147	10,864,063	-	10,864,063
Mutual Funds	883,542	-	883,542	286,805	-	286,805
	10,396,689	-	10,396,689	11,150,868	-	11,150,868
Unrealized loss			(3,665,823)			(2,024,252)
			6,730,866			9,126,616
Total - fair value through profit and loss	16,319,912	-	11,977,302	16,052,899	-	13,653,861
Grand Total	34,034,391	(2,201,075)	28,629,933	33,360,881	(1,710,390)	32,359,408

	(Unaudited) 30 September 2019	(Audited) 31 December 2018
<i>Note</i>	---- (Rupees in thousand) ----	
11 Investments in debt securities		
Held to maturity		
Treasury Bills	740,035	378,029
	<u>740,035</u>	<u>378,029</u>
Available for sale		
Treasury Bills	266,521	189,911
Pakistan Investment Bonds	151,393	244,884
	417,914	434,795
Deficit on revaluation	-	(7,535)
	<u>417,914</u>	<u>427,260</u>
Fair value through profit and loss		
Advance against purchase of term finance certificate	-	350,000
Term Finance Certificate	1,656,898	1,441,778
Corporate sukuks	1,307,704	1,032,170
Ijarah sukuks	-	32,053
Treasury Bills	1,543,980	411,254
Pakistan Investment Bonds	172,656	352,204
	4,681,238	3,619,459
Deficit on revaluation	-	(7,944)
	<u>4,681,238</u>	<u>3,611,515</u>
	<u><u>5,839,187</u></u>	<u><u>4,416,804</u></u>
12 Investments in Term Deposits		
Held to maturity		
Deposits maturing within 12 months		
Inside Pakistan		
- related parties	6,811	366,811
- others	9,971,447	10,735,066
	9,978,258	11,101,877
Outside Pakistan		
- related parties	1,277,166	871,396
- others	4,430,459	3,411,149
	5,707,625	4,282,545
Deposits maturing after 12 months	15,685,883	15,384,422
Inside Pakistan		
- related parties	2,000	2,000
- others	46,729	39,691
	48,729	41,691
Outside Pakistan		
- related parties	-	-
- others	-	-
	-	-
	<u>48,729</u>	<u>41,691</u>
12.1	<u><u>15,734,612</u></u>	<u><u>15,426,113</u></u>

12.1 These include fixed deposits amounting to Rs. 4,895,803 thousands (AED 115,000 thousands) [2018: Rs. 3,780,460 thousands (AED 100,000 thousands)] kept in accordance with the requirements of Insurance Regulations applicable to the UAE branches of the Holding Company for the purpose of carrying on business in United Arab Emirates. These also include liens against cash deposits of Rs. 231,987 thousands (2018: Rs. 73,568 thousands) with banks in Pakistan essentially in respect of guarantees issued by the banks on behalf of the Holding Company for claims under litigation filed against the Holding 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.

	(Unaudited) 30 September 2019	(Audited) 31 December 2018
<i>Note</i>	---- (Rupees in thousand) ----	
13 Loans and other receivables - considered good		
Rent receivable	8,644	4,968
Receivable from related parties	5	2,500
Accrued investment income	345,464	205,130
Security deposits	87,855	79,222
Advances to employees and suppliers	304,116	70,835
Agent commission receivable	2,349	24,085
Loans to employees	62,556	55,724
Receivable against the sale of investment	17,764	98,754
Other receivables	130,381	10,852
	<u>959,134</u>	<u>552,070</u>
14 Insurance / reinsurance receivables - unsecured and considered good		
Due from insurance contract holders	7,239,641	6,854,237
Provision for impairment of receivables from insurance contract holders	(785,393)	(629,668)
	6,454,248	6,224,569
Due from other insurers / other reinsurers	1,552,051	1,138,810
Provision for impairment of due from other insurers / reinsurers	(201,302)	(201,302)
	1,350,749	937,508
	<u>7,804,997</u>	<u>7,162,077</u>
15 Prepayments		
Prepaid reinsurance premium ceded	3,630,334	2,866,980
Prepaid rent	13,195	56,540
Prepaid miscellaneous expenses	207,700	192,935
	<u>3,851,229</u>	<u>3,116,455</u>
16 Cash and bank		
Cash and cash equivalents		
Inside Pakistan		
Cash in hand	1,356	693
Policy & Revenue stamps, Bond papers	15,150	15,713
	16,506	16,406
Outside Pakistan		
Cash in hand	664	-
	17,170	16,406
Cash at bank		
Inside Pakistan		
Current accounts	108,568	929,837
Savings accounts	6,351,818	3,518,450
	6,460,386	4,448,287
Outside Pakistan		
Current accounts	319,011	1,053,464
Savings accounts	34,035	4,940
	353,046	1,058,404
	6,813,432	5,506,691
	<u>6,830,602</u>	<u>5,523,097</u>
16.1		

16.1 Cash at bank includes an amount of Rs. 3,013,353 thousands (31 December 2018: Rs. 2,203,566 thousands) held with MCB Bank Limited, a related party of the Group.

	(Unaudited) 30 September 2019	(Audited) 31 December 2018
	---- (Rupees in thousand) ----	
17 Window takaful operations - operator's fund (Holding Company)		
Assets		
Qard-e-Hasna	146,460	146,804
Cash and bank deposits	102,027	101,695
Investments	31,971	29,930
Current assets - others	137,746	66,947
Property and equipment	14,018	16,185
Intangible assets	20,200	20,633
Total Assets	452,422	382,194
Total Liabilities	236,193	229,819
	(Unaudited) 30 September 2019	(Unaudited) 30 September 2018
	---- (Rupees in thousand) ----	
Wakala Fee	240,280	179,493
Commission expense	(72,312)	(44,802)
Management expense	(87,360)	(63,852)
Net Investment income	12,301	1,438
Other expenses	(3,630)	(2,508)
Profit before tax	89,279	69,769
Taxation	(26,071)	(23,109)
Profit from Window Takaful Operations	63,208	46,660
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 2019.		
	(Unaudited) 30 September 2019	(Audited) 31 December 2018
	---- (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	750,700	614,062
Fair value reserve	814,886	2,204,097
	1,592,209	2,844,782
Revenue reserves		
General reserves	936,500	936,500
	2,528,709	3,781,282
19 Other creditors and accruals		
Agents commission payable	1,027,121	1,066,503
Payable against the purchase of investment	1,315	138,863
Federal Excise Duty / Sales Tax / VAT	156,968	200,803
Federal Insurance Fee	46,639	37,729
Workers' welfare fund	473,552	432,246
Tax deducted at source	86,277	66,492
Accrued expenses	253,621	283,375
Unpaid and Unclaimed Dividend	478,068	121,350
Payable to Employees' Provident Fund	2,960	2,449
Payable to related parties	8,008	6,833
Sundry creditors	468,178	455,460
	3,002,707	2,812,103

20 Contingencies and commitments

Holding Company

Contingencies

There has been no significant change in the status of contingencies as reported in the preceding published annual financial statements of the Holding Company for the year ended 31 December 2018 except for the following contingency:

The Holding 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. 700,000 thousands (2018: Nil).

Commitments

There has been no significant change in the status of commitments as reported in the preceding published annual financial statements of the Holding Company for the year ended 31 December 2018.

Subsidiary Company

(Unaudited)	(Audited)
30 September	31 December
2019	2018
---- (Rupees in thousand) ----	

Contingencies

Claims against the Subsidiary Company not acknowledged as debt

<u>57,315</u>	<u>26,014</u>
---------------	---------------

Number of cases

<u>40</u>	<u>43</u>
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This represents various cases initiated against the Subsidiary Company concerning policyholder claims referred to Court, Federal Insurance Mohtasib and Small Dispute Resolution Committee rejected by the Subsidiary Company on different grounds. However, the management believes that no significant liability is likely to occur in these cases.

The exemption from the Sindh sales tax on life insurance premium has expired on 30 June 2019 and subsequently the sales tax has become applicable on the life insurance premium from 1 July 2019. However, the matter for renewal of the exemption has been taken up at the collective level of Insurance Association of Pakistan with the SRB through its consultants. In view of the fact that the matter is still under review, the Subsidiary Company and other life insurance companies have not yet billed their customers for SST for the period commencing from 1 July 2019 on the Premium of life insurance coverage. Further, there is an ambiguity in the Sindh Sales Tax on Services Act, 2011 and the Rules thereunder about whether the Sales tax is intended to be charged on the total gross premium or on the premium charged on the actual risk covered.

Commitments

Commitments in respect of Ijarah rentals payable in future period as at 30 September, 2019 amounted to Rs. 79.03 million (31 Dec 2018: Rs. 40.61 million) for vehicles.

(Unaudited)	(Audited)
30 September	31 December
2019	2018
---- (Rupees in thousand) ----	

Not later than one year

20,985	12,071
---------------	--------

Later than one year and not later than five years

58,045	28,542
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<u>79,030</u>	<u>40,613</u>
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21 Net insurance premium

Holding Company

Note	Quarter Ended		Nine Months Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	----- (Rupees in thousand) -----			
Written gross premium	5,711,751	5,405,078	17,841,570	15,053,244
Unearned premium reserve opening	11,566,014	9,751,460	10,100,901	8,912,498
Unearned premium reserve closing	(11,203,219)	(10,165,055)	(11,203,219)	(10,165,055)
Currency translation effect	(125,899)	97,328	545,352	452,008
Premium earned	5,948,647	5,088,811	17,284,604	14,252,695
Reinsurance premium ceded	(2,044,051)	(1,853,436)	(6,346,478)	(4,925,360)
Prepaid reinsurance premium opening	(3,543,053)	(2,648,778)	(2,866,980)	(2,349,147)
Prepaid reinsurance premium closing	3,630,334	2,996,835	3,630,334	2,996,835
Currency translation effect	4,031	(7,354)	(3,440)	(18,193)
Reinsurance expense	(1,952,739)	(1,512,733)	(5,586,564)	(4,295,865)
21.1 & 21.2	3,995,908	3,576,078	11,698,040	9,956,830

Subsidiary Company

Regular premium / contributions individual policies

- first year	21.3	890,243	678,011	2,436,820	1,837,148
- second year renewal		465,825	411,264	1,417,113	1,278,893
- subsequent years renewal		1,101,625	945,839	3,221,343	2,609,158
Single premium / contributions individual policies	21.3	226,742	1,029,426	732,928	3,079,046
Group policies without cash values		278,065	289,056	525,533	532,622
		2,962,500	3,353,596	8,333,737	9,336,867

Less: reinsurance premiums / retakaful contributions ceded

On individual life first year business	(8,518)	(10,360)	(31,900)	(30,827)
On individual life second year business	(7,267)	(6,956)	(35,654)	(31,487)
On individual life subsequent renewal business	(18,000)	(22,194)	(88,267)	(66,824)
On single premium individual policies	-	-	-	-
On group policies	(205,732)	(185,939)	(324,095)	(291,937)
	(239,517)	(225,449)	(479,916)	(421,075)
	2,722,983	3,128,147	7,853,821	8,915,792
	6,718,891	6,704,225	19,551,861	18,872,622

21.1 Net insurance premium - Business underwritten inside Pakistan

Written gross premium	3,793,300	3,541,916	11,922,529	10,238,375
Unearned premium reserve opening	6,550,695	5,983,865	5,508,453	5,186,518
Unearned premium reserve closing	(6,666,950)	(6,209,183)	(6,666,950)	(6,209,183)
Premium earned	3,677,045	3,316,598	10,764,032	9,215,710
Reinsurance premium ceded	(2,000,698)	(1,762,021)	(6,188,348)	(4,694,954)
Prepaid reinsurance premium opening	(3,480,705)	(2,622,522)	(2,838,973)	(2,079,920)
Prepaid reinsurance premium closing	3,600,578	2,967,546	3,600,578	2,967,546
Reinsurance expense	(1,880,825)	(1,416,997)	(5,426,743)	(3,807,328)
	1,796,220	1,899,601	5,337,289	5,408,382

21.2 Net insurance premium - Business underwritten outside Pakistan

Written gross premium	1,918,451	1,863,162	5,919,041	4,814,869
Unearned premium reserve opening	5,015,319	3,767,595	4,592,448	3,725,980
Unearned premium reserve closing	(4,536,269)	(3,955,872)	(4,536,269)	(3,955,872)
Currency translation effect	(125,899)	97,328	545,352	452,008
Premium earned	2,271,602	1,772,213	6,520,572	5,036,985
Reinsurance premium ceded	(43,353)	(91,415)	(158,130)	(230,406)
Prepaid reinsurance premium opening	(62,348)	(26,256)	(28,007)	(269,227)
Prepaid reinsurance premium closing	29,756	29,289	29,756	29,289
Currency translation effect	4,031	(7,354)	(3,440)	(18,193)
Reinsurance expense	(71,914)	(95,736)	(159,821)	(488,537)
	2,199,688	1,676,477	6,360,751	4,548,448

21.3 Individual policies are those underwritten on an individual basis.

Note	Quarter Ended		Nine Months Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	----- (Rupees in thousand) -----			
	<i>Restated</i>		<i>Restated</i>	
22 Net insurance claims expense				
Holding Company				
Claims paid	3,366,513	3,135,595	10,574,228	10,364,222
Outstanding claims including IBNR closing	10,406,228	10,307,408	10,406,228	10,307,408
Outstanding claims including IBNR opening	(10,669,875)	(10,636,120)	(10,461,975)	(11,485,744)
Currency translation effect	145,068	(92,200)	(655,710)	(547,185)
Claims expense	3,247,934	2,714,683	9,862,771	8,638,701
Reinsurance and other recoveries received	(950,104)	(861,648)	(3,417,280)	(4,416,050)
Reinsurance and other recoveries in respect of outstanding claims closing	(5,921,611)	(6,509,385)	(5,921,611)	(6,509,385)
Reinsurance and other recoveries in respect of outstanding claims opening	6,227,154	6,844,083	6,397,245	8,056,450
Currency translation effect	(77,240)	54,575	339,893	304,076
Reinsurance and other recoveries revenue	(721,801)	(472,375)	(2,601,753)	(2,564,909)
	2,526,133	2,242,308	7,261,018	6,073,792
22.1 & 22.2				
Subsidiary Company				
Gross claims				
Claims under individual policies				
- by death	93,644	54,422	227,119	178,711
- by insured event other than death	(4,725)	-	1,550	900
- by maturity	130,222	326,545	553,745	874,380
- by surrender	1,242,454	906,355	3,580,656	3,030,348
Total gross individual policy claims	1,461,595	1,287,322	4,363,070	4,084,339
Claims under group policies				
- by death	132,678	137,805	365,502	393,870
- by insured event other than death	1,534	1,275	(21,137)	26,576
- experience refund	17,358	66,799	27,850	71,090
Total gross group policy claims	151,570	205,879	372,215	491,536
Claim investigation fees	1,448	1,242	5,333	7,656
Total gross claims	1,614,613	1,494,443	4,740,618	4,583,531
Less: Reinsurance recoveries				
- on individual claims	18,620	(2,705)	38,742	33,352
- on group claims	61,591	121,519	212,027	300,310
	80,211	118,814	250,769	333,662
	1,534,402	1,375,629	4,489,849	4,249,869
	4,060,535	3,617,937	11,750,867	10,323,661
22.1 Net insurance claims expense - Business underwritten inside Pakistan				
Claim paid	1,136,227	1,391,185	4,608,407	5,560,610
Outstanding claims including IBNR closing	4,397,259	5,349,711	4,397,259	5,349,711
Outstanding claims including IBNR opening	(4,572,871)	(5,586,679)	(5,386,215)	(7,084,282)
Claim expense	960,615	1,154,217	3,619,451	3,826,039
Reinsurance and other recoveries received	(275,086)	(397,665)	(1,752,307)	(2,810,885)
Reinsurance and other recoveries in respect of outstanding claims closing	(2,802,450)	(3,790,571)	(2,802,450)	(3,790,571)
Reinsurance and other recoveries in respect of outstanding claims opening	3,046,533	4,097,999	3,769,658	5,602,812
Reinsurance and other recoveries revenue	(31,003)	(90,237)	(785,099)	(998,644)
	929,612	1,063,980	2,834,352	2,827,395
22.2 Net insurance claims expense - Business underwritten outside Pakistan				
Claim Paid	2,230,286	1,744,410	5,965,821	4,803,612
Outstanding claims including IBNR closing	6,008,969	4,957,697	6,008,969	4,957,697
Outstanding claims including IBNR opening	(6,097,004)	(5,049,441)	(5,075,760)	(4,401,462)
Currency translation effect	145,068	(92,200)	(655,710)	(547,185)
Claim expense	2,287,319	1,560,466	6,243,320	4,812,662
Reinsurance and other recoveries received	(675,018)	(463,983)	(1,664,973)	(1,605,165)
Reinsurance and other recoveries in respect of outstanding claims closing	(3,119,161)	(2,718,814)	(3,119,161)	(2,718,814)
Reinsurance and other recoveries in respect of outstanding claims opening	3,180,621	2,746,084	2,627,587	2,453,638
Currency translation effect	(77,240)	54,575	339,893	304,076
Reinsurance and other recoveries revenue	(690,798)	(382,138)	(1,816,654)	(1,566,265)
	1,596,521	1,178,328	4,426,666	3,246,397

Note	Quarter Ended		Nine Months Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	----- (Rupees in thousand) -----			
	<i>Restated</i>		<i>Restated</i>	
23 Net commission and other acquisition costs				
 Holding Company				
Commission paid or payable	659,351	359,560	1,890,491	1,303,343
Deferred commission expense opening	1,075,282	855,030	788,431	733,631
Deferred commission expense closing	(1,174,422)	(769,330)	(1,174,422)	(769,330)
Currency translation effect	(12,233)	10,397	72,485	47,456
Net commission	547,978	455,657	1,576,985	1,315,100
Commission received or recoverable	(190,818)	(98,416)	(453,065)	(356,273)
Unearned reinsurance commission opening	(237,103)	(242,026)	(221,371)	(240,306)
Unearned reinsurance commission closing	289,958	236,964	289,958	236,964
Currency translation effect	294	(295)	(367)	(960)
Commission from reinsurance	(137,669)	(103,773)	(384,845)	(360,575)
	410,309	351,884	1,192,140	954,525
	<i>23.1 & 23.2</i>			
 Subsidiary Company				
Remuneration to insurance / takaful intermediaries on individual policies:				
- Commission on first year contribution / premium	408,573	300,582	1,104,203	823,258
- Commission on second year contribution / premium	24,500	22,435	80,853	67,746
- Commission on subsequent years renewal contribution / premium	23,032	22,644	78,207	60,834
- Commission on single contribution / premium	4,268	23,912	15,436	66,890
- Other benefits to insurance intermediaries	99,624	(38,660)	257,806	98,902
	559,997	330,913	1,536,505	1,117,630
Remuneration to insurance intermediaries on group policies:				
- Commission	5,758	11,461	23,410	27,507
- Other benefits to insurance intermediaries	708	(751)	3,381	3,153
	6,466	10,710	26,791	30,660
Other acquisition costs	100,859	122,627	277,841	237,749
	667,322	464,250	1,841,137	1,386,039
	1,077,631	816,134	3,033,277	2,340,564
23.1 Net commission and other acquisition costs - Business underwritten inside Pakistan				
Commission paid or payable	246,017	154,707	824,897	788,455
Deferred commission expense opening	417,247	471,649	297,403	326,325
Deferred commission expense closing	(423,064)	(371,592)	(423,064)	(371,592)
Net commission	240,200	254,764	699,236	743,188
Commission received or recoverable	(189,828)	(96,904)	(446,979)	(350,927)
Unearned reinsurance commission opening	(231,646)	(238,193)	(218,690)	(227,726)
Unearned reinsurance commission closing	286,392	233,679	286,392	233,679
Commission from reinsurance	(135,082)	(101,418)	(379,277)	(344,974)
	105,118	153,346	319,959	398,214
23.2 Net commission and other acquisition costs - Business underwritten outside Pakistan				
Commission paid or payable	413,334	204,853	1,065,594	514,888
Deferred commission expense opening	658,035	383,381	491,028	407,306
Deferred commission expense closing	(751,358)	(397,738)	(751,358)	(397,738)
Currency translation effect	(12,233)	10,397	72,485	47,456
Net commission	307,778	200,893	877,749	571,912
Commission received or recoverable	(990)	(1,512)	(6,086)	(5,346)
Unearned reinsurance commission opening	(5,457)	(3,833)	(2,681)	(12,580)
Unearned reinsurance commission closing	3,566	3,285	3,566	3,285
Currency translation effect	294	(295)	(367)	(960)
Commission from reinsurance	(2,587)	(2,355)	(5,568)	(15,601)
	305,191	198,538	872,181	556,311

24 **Investment Income**

Holding Company

Business underwritten Inside Pakistan

Available-for-sale

Income from equity securities

Dividend income

- associated undertakings

- others

	30 September 2019	30 September 2018	30 September 2019	30 September 2018
- associated undertakings	194,676	205,591	577,294	588,210
- others	155,559	161,734	517,002	430,845
	350,235	367,325	1,094,296	1,019,055

Income from debt securities - Held to maturity

Return on Term Finance Certificates

Return on Pakistan Investment Bonds

Profit on Treasury Bills

Return on Term Finance Certificates	-	1,066	-	3,782
Return on Pakistan Investment Bonds	-	-	-	-
Profit on Treasury Bills	11,896	6,924	33,806	19,691
	11,896	7,990	33,806	23,473

Income from term deposits

Return on term deposits

Return on term deposits	-	-	1,082	3,428
	-	-	1,082	3,428

Net realized gains on investments

Realized gains on

- associated undertakings

- others

- associated undertakings	-	-	-	-
- others	-	2,023	2,568	451,529
	-	2,023	2,568	451,529

Provision of impairment in value of
'available-for-sale' investments

Provision of impairment in value of 'available-for-sale' investments	-	-	(490,685)	(71,686)
	362,131	377,338	1,131,752	1,497,485
	362,131	377,338	641,067	1,425,799

Business underwritten Outside Pakistan

Available-for-sale

Income from equity securities

Dividend income

- associated undertakings

- others

- associated undertakings	-	-	-	-
- others	15,113	-	44,283	-
	15,113	-	44,283	-

Net realized gains on investments

- associated undertakings

- others

- associated undertakings	-	-	-	-
- others	5,002	-	5,002	-
	5,002	-	5,002	-

Income from term deposits

Return on term deposits

Return on term deposits	44,803	22,413	118,219	52,472
	44,803	22,413	118,219	52,472
	64,918	22,413	167,504	52,472

Investment income - Holding Company

	427,049	399,751	808,571	1,478,271
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Subsidiary Company

Income from equity securities

Dividend income

- Available for sale

- Held for trading

- Available for sale	220	-	586	499
- Held for trading	115,544	108,087	399,951	271,303
	115,764	108,087	400,537	271,802

Tax on dividend under final tax regime

Tax on dividend under final tax regime	(1,874)	(5,824)	(37,654)	(38,862)
	113,890	102,263	362,883	232,940

	Quarter Ended		Nine Months Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	----- (Rupees in thousand) -----			
	<i>Restated</i>		<i>Restated</i>	
Income from debt securities				
Return on other fixed income securities				
- Fair value through profit & loss	104,553	55,177	275,722	130,891
	104,553	55,177	275,722	130,891
Income from government securities				
- Available for sale	13,163	5,342	24,066	16,914
- Held for trading	245,158	118,541	568,115	353,802
	258,321	123,883	592,181	370,716
Income from term deposits				
- Held to maturity	175,341	136,214	523,724	347,286
	175,341	136,214	523,724	347,286
Net realised fair value gain / (loss) on investments				
Available for sale				
- Mutual funds	-	-	-	4,563
- Listed equities	-	-	-	1,622
- Government securities	(2,564)	-	81	(19)
	(2,564)	-	81	6,166
Held for trading				
- Mutual funds	597	10,160	(23,520)	23,312
- Listed equities	(194,401)	(228,890)	135,114	565,020
- Fixed income securities	-	(460)	-	372
- Government securities	138,491	(2,011)	112,506	(4,828)
	(55,313)	(221,201)	224,100	583,876
Investment income - Subsidiary Company	594,228	196,336	1,978,691	1,671,875
Net investment income	1,021,277	596,087	2,787,262	3,150,146

	Quarter Ended		Nine Months Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	Rupees in thousand			
25 Earnings per share - basic and diluted		<i>Restated</i>		<i>Restated</i>
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	556,230	522,976	1,084,599	1,616,694
	Number of shares	Number of shares		
Weighted average number of ordinary shares outstanding	350,000,000	350,000,000	350,000,000	350,000,000
	Rupees	Rupees		
Earnings per share - basic and diluted	1.59	<i>Restated</i> 1.49	3.10	<i>Restated</i> 4.62

26 Transactions with related parties

The Group has related party relationships with its associates, 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:

	(Unaudited) 30 September 2019	(Unaudited) 30 September 2018
	---- (Rupees in thousand) ----	
Holding Company		
i) Transactions		
Premiums underwritten	982,596	897,884
Premiums received	1,065,291	1,052,963
Claims paid	415,595	555,005
Commission Paid	59,656	31,190
Rent paid	6,646	3,311
Dividends received	586,022	573,927
Dividends paid	148,528	141,722
Income on bank deposits	21,176	20,675
Investments made	250,000	343,819
Purchases	-	20,800
Fee / service charges paid	8,662	3,194
Security deposit received	3,050	-
Charge in respect of gratuity expense	25,231	24,914
Contribution to Employees' Provident Fund	24,925	23,322
Compensation paid to Key management personnel	995,859	891,894
	(Unaudited) 30 September 2019	(Audited) 31 December 2018
	---- (Rupees in thousand) ----	
ii) Period end balances		
Balances receivable	304,563	349,502
Balances payable	367,096	761,866
Cash and bank balances including term deposits	1,495,618	1,282,197
Payable to Staff Gratuity Fund	148,358	133,127
Payable to Employees' Provident Fund	2,960	2,449
	(Unaudited) 30 September 2019	(Unaudited) 30 September 2018
	---- (Rupees in thousand) ----	
Subsidiary Company		
i) Transactions		
Associated undertakings		
Premium written	212,041	158,575
Claims expense	50,936	99,893
Commission and other incentives in respect of Bancassurance	1,200,732	856,203
Profit on bank deposits	96,495	42,920
Bank charges	1,077	1,205
Investments purchased	3,614,507	2,669,508
Investments sold	2,848,376	2,243,440
Dividend income	149,994	31,131
Reinsurance claim recoveries	9,933	10,204
Reinsurance premium ceded	1,872	9,217
Other related parties		
Premium written	5,135	8,413
Claims expense	159	14,120
Investment advisor fee	14,351	11,882
Trustee fee	7,263	8,062

	(Unaudited) 30 September 2019	(Unaudited) 30 September 2018
	---- (Rupees in thousand) ----	
Transactions with key management personnel		
Sale Proceeds from sale of fixed assets	749	4,237
(Loss)/ Gain on sale of fixed assets	(98)	2,459
Salary and other short term benefits- key management personnel		
Executives *	208,240	159,824
	(Unaudited) 30 September 2019	(Audited) 31 December 2018
	---- (Rupees in thousand) ----	
ii) Period end balances		
Associated undertakings		
Premium due but unpaid	5,429	3,870
Premium received in advance	6,291	1,035
Bank deposits	2,833,140	957,766
Investments held	5,247,366	4,448,849
Dividend receivables	42,881	-
Accrued Income	9	148
Commission payable	203,543	150,377
Claims payable	16,115	7,283
Reinsurance Expense Payable	1,212	987
Other related parties		
Premium due but unpaid	1,283	201
Premium received in advance	108	1,063
Claims payable	200	1,019
Remuneration payable for the management of discretionary investment portofolio	4,878	50
Remuneration payable to Trustee	1,272	897
Other Receivables	(35)	2,461
Staff Retirement Benefit Plan (Gratuity Fund)		
Charge for the period	(16,328)	24,981
(Payable to)/ Receivable from Gratuity fund	(681)	(26,487)

* *The chief executive does not draw any remuneration*

27 Segment Information

Nine Months Ended 30 September 2019															
General Insurance													Life Insurance	Aggregate	
Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total		Aggregate General Insurance			
Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan				
Rupees in thousands															
Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge)	7,201,842	34,734	762,194	18,822	2,497,631	6,140,429	1,615,459	21,758	1,376,883	13,941	13,454,009	6,229,683	19,683,692	8,333,737	28,017,429
Less: Federal excise duty	(899,361)	(2,440)	(83,590)	(309)	(297,947)	(306,081)	(24,567)	(976)	(106,913)	(697)	(1,412,378)	(310,502)	(1,722,880)	-	(1,722,880)
Federal insurance fee	(62,023)	(97)	(6,752)	(38)	(21,947)	-	(15,820)	-	(12,560)	(5)	(119,102)	(140)	(119,242)	-	(119,242)
	6,240,458	32,197	671,852	18,475	2,177,737	5,834,348	1,575,072	20,782	1,257,410	13,239	11,922,529	5,919,041	17,841,570	8,333,737	26,175,307
Gross written premium (inclusive of administrative surcharge)	6,240,458	32,197	671,852	18,475	2,177,737	5,834,348	1,575,072	20,782	1,257,410	13,239	11,922,529	5,919,041	17,841,570	8,333,737	26,175,307
Gross direct premium	6,222,122	32,028	655,035	18,415	2,102,992	5,827,971	1,575,331	20,782	1,249,000	13,170	11,804,480	5,912,366	17,716,846	8,333,737	26,050,583
Facultative inward premium	3,234	-	1,091	-	-	-	-	-	-	-	4,325	-	4,325	-	4,325
Administrative surcharge	15,102	169	15,726	60	74,745	6,377	(259)	-	8,410	69	113,724	6,675	120,399	-	120,399
	6,240,458	32,197	671,852	18,475	2,177,737	5,834,348	1,575,072	20,782	1,257,410	13,239	11,922,529	5,919,041	17,841,570	8,333,737	26,175,307
Insurance premium earned	5,252,621	31,823	675,779	25,250	2,150,191	6,423,722	1,310,883	27,712	1,374,558	12,065	10,764,032	6,520,572	17,284,604	8,333,737	25,618,341
Insurance premium ceded to reinsurers	(4,628,113)	(21,896)	(126,678)	-	(39,081)	(112,915)	-	(19,750)	(632,871)	(5,260)	(5,426,743)	(159,821)	(5,586,564)	(479,916)	(6,066,480)
Net insurance premium	624,508	9,927	549,101	25,250	2,111,110	6,310,807	1,310,883	7,962	741,687	6,805	5,337,289	6,360,751	11,698,040	7,853,821	19,551,861
Commission income	283,098	4,091	481	-	2,930	-	-	-	92,768	1,477	379,277	5,568	384,845	-	384,845
Net underwriting income	907,606	14,018	549,582	25,250	2,114,040	6,310,807	1,310,883	7,962	834,455	8,282	5,716,566	6,366,319	12,082,885	7,853,821	19,936,706
Insurance claims	(727,935)	(18,947)	(334,579)	(8,410)	(1,039,626)	(6,178,791)	(1,095,650)	(32,194)	(421,661)	(4,978)	(3,619,451)	(6,243,320)	(9,862,771)	(4,740,618)	(14,603,389)
Insurance claim recoveries from reinsurer	586,005	22,840	44,006	-	14,182	1,763,545	-	26,437	140,906	3,832	785,099	1,816,654	2,601,753	250,769	2,852,522
Net claims	(141,930)	3,893	(290,573)	(8,410)	(1,025,444)	(4,415,246)	(1,095,650)	(5,757)	(280,755)	(1,146)	(2,834,352)	(4,426,666)	(7,261,018)	(4,489,849)	(11,750,867)
Commission expense	(328,157)	(4,374)	(91,611)	(4,262)	(140,286)	(867,218)	(42,453)	(1,142)	(96,729)	(753)	(699,236)	(877,749)	(1,576,985)	(1,841,137)	(3,418,122)
Management expense	(275,678)	(1,047)	(193,877)	(8,146)	(769,700)	(913,429)	(101,695)	(9,877)	(209,935)	(591)	(1,550,885)	(933,090)	(2,483,975)	(700,705)	(3,184,680)
Premium deficiency expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net change in insurance liabilities (other than outstanding claims)	-	-	-	-	-	-	-	-	-	-	-	-	-	(915,137)	(915,137)
Net insurance claims and expenses	(745,765)	(1,528)	(576,061)	(20,818)	(1,935,430)	(6,195,893)	(1,239,798)	(16,776)	(587,419)	(2,490)	(5,084,473)	(6,237,505)	(11,321,978)	(7,946,828)	(19,268,806)
Underwriting result	161,841	12,490	(26,479)	4,432	178,610	114,914	71,085	(8,814)	247,036	5,792	632,093	128,814	760,907	(93,007)	667,900
Net investment income											641,067	167,504	808,571	1,978,691	2,787,262
Net fair value loss on financial assets at fair value through profit or loss											-	-	-	(1,998,902)	(1,998,902)
Net unrealized gains on investment property											-	-	-	21,000	21,000
Rental income											14,816	-	14,816	2,250	17,066
Other income											38,911	15,404	54,315	264,818	319,133
Other expenses											(75,606)	(8,547)	(84,153)	(29,925)	(114,078)
Finance cost											(2,965)	(3,564)	(6,529)	(9,837)	(16,366)
Profit from Window Takaful Operations											89,279	-	89,279	-	89,279
Profit before tax											1,337,595	299,611	1,637,206	135,088	1,772,294

30 September 2019

General Insurance													Aggregate Life Insurance	Aggregate	
Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total		Aggregate General Insurance			
Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan				
Rupees in thousands															
Segment Assets	8,257,841	97,990	534,331	7,142	1,288,948	5,602,458	795,072	56,322	1,837,938	17,739	12,714,130	5,781,651	18,495,781	34,422,122	52,917,904
Unallocated assets											23,017,760	7,031,815	30,049,575	-	30,049,575
											35,731,890	12,813,466	48,545,356	34,422,122	82,967,479
Segment Liabilities	8,063,007	112,952	662,092	25,292	2,739,991	10,479,974	1,712,294	63,354	2,230,740	20,543	15,408,124	10,702,115	26,110,239	33,171,105	59,281,345
Unallocated Liabilities											3,969,889	641,582	4,611,471	-	4,611,471
											19,378,013	11,343,697	30,721,710	33,171,105	63,892,816

27.1 Segment Information

Nine Months Ended 30 September 2018 - Restated															
General Insurance													Life Insurance	Aggregate	
Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total		Aggregate General Insurance			
Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan				
Rupees in thousands															
Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge)	5,714,758	30,087	782,068	22,304	2,513,450	4,966,778	1,407,060	25,961	1,128,125	9,913	11,545,461	5,055,043	16,600,504	9,336,867	25,937,371
Less: Federal excise duty	(735,231)	(1,566)	(87,942)	(285)	(300,002)	(236,514)	-	(1,237)	(81,485)	(509)	(1,204,660)	(240,111)	(1,444,771)	-	(1,444,771)
Federal insurance fee	(49,353)	(41)	(6,908)	(18)	(21,920)	-	(13,898)	-	(10,347)	(4)	(102,426)	(63)	(102,489)	-	(102,489)
	4,930,174	28,480	687,218	22,001	2,191,528	4,730,264	1,393,162	24,724	1,036,293	9,400	10,238,375	4,814,869	15,053,244	9,336,867	24,390,111
Gross written premium (inclusive of administrative surcharge)	4,930,174	28,480	687,218	22,001	2,191,528	4,730,264	1,393,162	24,724	1,036,293	9,400	10,238,375	4,814,869	15,053,244	9,336,867	24,390,111
Gross direct premium	4,899,128	28,399	671,464	21,921	2,120,366	4,728,727	1,392,652	24,724	1,000,775	9,357	10,084,385	4,813,128	14,897,513	9,336,867	24,234,380
Facultative inward premium	16,532	-	65	-	-	-	-	-	25,388	-	41,985	-	41,985	-	41,985
Administrative surcharge	14,514	81	15,689	80	71,162	1,537	510	-	10,130	43	112,005	1,741	113,746	-	113,746
	4,930,174	28,480	687,218	22,001	2,191,528	4,730,264	1,393,162	24,724	1,036,293	9,400	10,238,375	4,814,869	15,053,244	9,336,867	24,390,111
Insurance premium earned	3,809,075	30,473	686,050	24,412	2,056,569	4,959,389	1,419,773	13,690	1,244,243	9,021	9,215,710	5,036,985	14,252,695	9,336,867	23,589,562
Insurance premium ceded to reinsurers	(3,178,565)	(18,440)	(87,700)	-	(29,976)	(454,166)	-	(7,000)	(511,087)	(8,931)	(3,807,328)	(488,537)	(4,295,865)	(421,075)	(4,716,940)
Net insurance premium	630,510	12,033	598,350	24,412	2,026,593	4,505,223	1,419,773	6,690	733,156	90	5,408,382	4,548,448	9,956,830	8,915,792	18,872,622
Commission income	252,282	4,891	493	-	11	8,989	-	-	92,188	1,721	344,974	15,601	360,575	-	360,575
Net underwriting income	882,792	16,924	598,843	24,412	2,026,604	4,514,212	1,419,773	6,690	825,344	1,811	5,753,356	4,564,049	10,317,405	8,915,792	19,233,197
Insurance claims	(972,740)	349	(225,012)	(607)	(999,899)	(4,803,804)	(1,224,960)	(8,342)	(403,428)	(258)	(3,826,039)	(4,812,662)	(8,638,701)	(4,583,531)	(13,222,232)
Insurance claim recoveries from reinsurer	795,906	(2,287)	(7,670)	-	51,582	1,560,994	-	7,251	158,826	307	998,644	1,566,265	2,564,909	333,662	2,898,571
Net claims	(176,834)	(1,938)	(232,682)	(607)	(948,317)	(3,242,810)	(1,224,960)	(1,091)	(244,602)	49	(2,827,395)	(3,246,397)	(6,073,792)	(4,249,869)	(10,323,661)
Commission expense	(325,521)	(3,847)	(95,862)	(3,587)	(162,157)	(561,264)	(44,746)	(2,256)	(114,902)	(958)	(743,188)	(571,912)	(1,315,100)	(1,386,039)	(2,701,139)
Management expense	(279,253)	(993)	(187,338)	(5,559)	(739,370)	(585,662)	(101,507)	(6,989)	(185,311)	(5,004)	(1,492,779)	(604,207)	(2,096,986)	(616,147)	(2,713,133)
Premium deficiency expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net change in insurance liabilities (other than outstanding claims)	-	-	-	-	-	-	-	-	-	-	-	-	-	(3,725,052)	(3,725,052)
Net insurance claims and expenses	(781,608)	(6,778)	(515,882)	(9,753)	(1,849,844)	(4,389,736)	(1,371,213)	(10,336)	(544,815)	(5,913)	(5,063,362)	(4,422,516)	(9,485,878)	(9,977,107)	(19,462,985)
Underwriting result	101,184	10,146	82,961	14,659	176,760	124,476	48,560	(3,646)	280,529	(4,102)	689,994	141,533	831,527	(1,061,315)	(229,788)
Net investment income											1,425,799	52,472	1,478,271	1,671,875	3,150,146
Net fair value loss on financial assets at fair value through profit or loss											-	-	-	(640,358)	(640,358)
Net unrealized gains on investment property											-	-	-	120,506	120,506
Rental income											5,479	-	5,479	750	6,229
Other income											50,842	23,115	73,957	71,135	145,092
Other expenses											(87,954)	(6,975)	(94,929)	(24,338)	(119,267)
Finance cost											-	-	-	-	-
Profit from Window Takaful Operations											69,769	-	69,769	-	69,769
Profit before tax											2,153,929	210,145	2,364,074	138,255	2,502,329

31 December 2018

31 December 2018															
General Insurance													Life Insurance	Aggregate	
Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total		Aggregate General Insurance			
Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan				
Rupees in thousands															
Segment Assets	7,344,826	70,585	652,691	12,632	1,210,746	5,236,105	596,098	43,884	1,906,664	12,403	11,711,025	5,375,609	17,086,634	33,895,786	50,982,420
Unallocated assets											24,081,711	5,956,243	30,037,954	-	30,037,954
											35,792,736	11,331,852	47,124,588	33,895,786	81,020,374
Segment Liabilities	7,287,011	89,828	695,068	21,940	2,592,722	9,514,021	1,341,301	46,326	2,301,540	12,191	14,217,642	9,684,306	23,901,948	32,758,090	56,660,038
Unallocated Liabilities											3,536,884	732,101	4,268,985	-	4,268,985
											17,754,526	10,416,407	28,170,933	32,758,090	60,929,023

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 Group 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 Group 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 or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- 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 2019										
		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		Rupees in thousand										
<u>Financial assets - measured at fair value</u>												
<i>Investment</i>												
	10	14,175,021	-	11,977,302	-	-	-	26,152,323	26,152,323	-	-	26,152,323
	10	2,477,610	-	-	-	-	-	2,477,610	-	-	2,477,610	2,477,610
	11	-	5,839,187	-	-	-	-	5,839,187	-	5,839,187	-	5,839,187
	17	31,971	-	-	-	-	-	31,971	-	-	-	-
<u>Financial assets - not measured at fair value</u>												
	13	-	-	-	959,134	-	-	959,134	-	-	-	-
		-	-	-	42,125	-	-	42,125	-	-	-	-
	12	-	15,734,612	-	-	-	-	15,734,612	-	-	-	-
	14	-	-	-	7,804,997	-	-	7,804,997	-	-	-	-
		-	-	-	5,620,293	-	-	5,620,293	-	-	-	-
		-	-	-	301,318	-	-	301,318	-	-	-	-
	15	-	-	-	3,851,229	-	-	3,851,229	-	-	-	-
	16	-	-	-	-	6,830,602	-	6,830,602	-	-	-	-
	17	-	-	-	318,424	102,027	-	420,451	-	-	-	-
		16,684,602	21,573,799	11,977,302	18,897,520	6,932,629	-	76,065,852	26,152,323	5,839,187	2,477,610	34,469,120
<u>Financial liabilities - not measured at fair value</u>												
<i>Underwriting provisions:</i>												
	22	-	-	-	-	-	10,406,228	10,406,228	-	-	-	-
		-	-	-	-	-	4,001,805	4,001,805	-	-	-	-
	19	-	-	-	-	-	2,962,427	2,962,427	-	-	-	-
	17	-	-	-	-	-	236,193	236,193	-	-	-	-
		-	-	-	-	-	17,606,653	17,606,653	-	-	-	-

* 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 Group 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 Group 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 or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- 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 2018										
		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		Rupees in thousand										
<u>Financial assets - measured at fair value</u>												
<i>Investment</i>												
	10	16,477,936	-	13,653,862	-	-	-	30,131,798	30,131,798	-	-	30,131,798
	10	2,227,610	-	-	-	-	-	2,227,610	-	-	2,227,610	2,227,610
	11	-	4,416,804	-	-	-	-	4,416,804	-	4,416,804	-	4,416,804
	17	29,930	-	-	-	-	-	29,930	-	-	-	-
<u>Financial assets - not measured at fair value</u>												
	13	-	-	-	552,070	-	-	552,070	-	-	-	-
		-	-	-	34,556	-	-	34,556	-	-	-	-
	12	-	15,426,113	-	-	-	-	15,426,113	-	-	-	-
	14	-	-	-	7,162,077	-	-	7,162,077	-	-	-	-
		-	-	-	6,046,905	-	-	6,046,905	-	-	-	-
		-	-	-	350,340	-	-	350,340	-	-	-	-
	15	-	-	-	3,116,455	-	-	3,116,455	-	-	-	-
	16	-	-	-	-	5,523,097	-	5,523,097	-	-	-	-
	17	-	-	-	250,569	101,695	-	352,264	-	-	-	-
		18,735,476	19,842,917	13,653,862	17,512,972	5,624,792	-	75,370,019	30,131,798	4,416,804	2,227,610	36,776,212
<u>Financial liabilities - not measured at fair value</u>												
<i>Underwriting provisions:</i>												
	22	-	-	-	-	-	10,461,975	10,461,975	-	-	-	-
		-	-	-	-	-	2,709,714	2,709,714	-	-	-	-
	19	-	-	-	-	-	2,687,715	2,687,715	-	-	-	-
	17	-	-	-	-	-	229,819	229,819	-	-	-	-
		-	-	-	-	-	16,089,223	16,089,223	-	-	-	-

* 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 29th October, 2019 by the Board of Directors of the 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.


Chairman


Director


Director


Chief Financial
Officer


Managing Director & Chief
Executive Officer

WINDOW TAKAFUL OPERATIONS

Condensed Interim
Financial Information
for the Nine Months Ended
30 September 2019
(Unaudited)



Adamjee Insurance Company Limited
Window Takaful Operations
Condensed Interim Statement of Financial Position
As at 30 September 2019

	Note	30 September 2019			31 December 2018
		Operator's Fund	Participants' Takaful Fund	Aggregate	Aggregate
Rupees in thousand					
			(Unaudited)	(Audited)	
ASSETS					
Qard-e-Hasna to Participants' Takaful Fund					
		146,460	-	146,460	146,460
Property and equipment	7	14,018	-	14,018	12,506
Intangible assets	8	20,200	-	20,200	24,312
Investments					
Equity Securities	9	31,971	-	31,971	29,930
Debt Securities	10	-	125,000	125,000	-
Loans and other receivables	11	2,306	22,366	24,672	13,008
Takaful / re-takaful receivables	12	-	374,536	374,536	230,423
Re-takaful recoveries against outstanding claims		-	70,799	70,799	46,654
Salvage recoveries accrued		-	20,284	20,284	15,881
Wakala and mudarib fee receivable		87,592	-	87,592	23,342
Deferred wakala fee	20	-	154,404	154,404	134,721
Deferred commission expense	22	48,119	-	48,119	39,148
Prepayments	13	444	131,934	132,378	83,260
Cash & Bank	14	102,027	355,171	457,198	534,528
		306,677	1,254,494	1,561,171	1,187,713
TOTAL ASSETS		453,137	1,254,494	1,707,631	1,334,173
FUNDS AND LIABILITIES					
Operator's Fund					
Statutory fund		50,000	-	50,000	50,000
Reserves		664	-	664	18
Unappropriated profit		165,565	-	165,565	102,357
		216,229	-	216,229	152,375
Waqf / Participants' Takaful Fund					
Ceded money		-	500	500	500
Accumulated deficit / (surplus)		-	66,116	66,116	(28,849)
		-	66,616	66,616	(28,349)
Qard-e-Hasna from Operator's Fund		-	146,460	146,460	146,460
Liabilities					
Underwriting provisions					
Outstanding claims (including IBNR)	19	-	244,678	244,678	220,606
Unearned contribution reserve	18	-	572,453	572,453	500,111
Unearned retakaful rebate	21	-	20,851	20,851	12,735
Contribution deficiency reserve		-	28,396	28,396	24,103
Retirement benefit obligations		1,883	-	1,883	1,883
Deferred taxation		742	-	742	530
Contribution received in advance		-	10,622	10,622	10,158
Takaful / re-takaful payables	15	-	57,788	57,788	24,303
Wakala and mudarib fee payable		-	87,592	87,592	23,342
Unearned wakala fee	20	154,404	-	154,404	134,721
Other creditors and accruals	16	55,287	19,038	74,325	111,195
Taxation - provision less payments		24,592	-	24,592	-
Total Liabilities		236,908	1,041,418	1,278,326	1,063,687
TOTAL FUND AND LIABILITIES		453,137	1,254,494	1,707,631	1,334,173
Contingencies and commitments	17				

The annexed notes from 1 to 31 form an integral part of this condensed interim financial information.


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer


Adamjee Insurance Company Limited
Window Takaful Operations
Condensed Interim Profit and Loss Account (Unaudited)
For Nine Months Period Ended 30 September 2019

	Note	Quarter Ended		Nine Months Period Ended	
		30 September 2019	30 September 2018	30 September 2019	30 September 2018
		Rupees in thousand		Rupees in thousand	
Participant Takaful Fund- Revenue Account					
Net Contribution revenue	18	236,041	179,684	705,373	468,723
Net claims	19	(134,146)	(78,329)	(384,228)	(245,524)
Wakala expense	20	(84,285)	(66,776)	(240,280)	(179,493)
Direct expenses		(15,042)	(9,375)	(40,362)	(30,119)
Retakaful Rebate Earned	21	10,689	10,950	31,130	27,810
Contribution deficiency reserve		-	-	(4,294)	-
Takaful claims and acquisition expenses		(222,784)	(143,530)	(638,034)	(427,326)
Underwriting surplus		13,257	36,154	67,339	41,397
Other Income	23	8,512	4,320	23,550	9,741
Investment income	24	1,601	-	4,076	-
Surplus for the period		23,370	40,474	94,965	51,138
Operator Takaful Fund - Revenue Account					
Wakala Income	20	84,285	66,776	240,280	179,493
Commission expense	22	(25,591)	(19,100)	(72,312)	(44,802)
Management expense		(27,966)	(20,920)	(87,360)	(63,852)
		30,728	26,756	80,608	70,839
Other Income	23	2,593	870	10,956	2,640
Investment Income	24	-	(1,368)	1,345	(1,202)
Other Expenses		(1,901)	(770)	(3,630)	(2,508)
Profit before tax		31,420	25,488	89,279	69,769
Less: Provision for Taxation		(9,286)	(7,747)	(26,071)	(23,109)
Profit after tax		22,134	17,741	63,208	46,660

The annexed notes from 1 to 31 form an integral part of this condensed interim financial information.


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
 Window Takaful Operations
 Condensed Interim Statement of Comprehensive Income (Unaudited)
 For Nine Months Period Ended 30 September 2019

	Quarter Ended		Nine Months Period Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	Rupees in thousand		Rupees in thousand	
PARTICIPANT TAKAFUL FUND				
Surplus for the period	23,370	40,474	94,965	51,138
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	23,370	40,474	94,965	51,138
OPERATOR`S FUND				
Profit/ (loss) after tax	22,134	17,741	63,208	46,660
Other comprehensive income for the period	-	-	-	-
Unrealized gains on available-for-sale investment- Net of tax	665	595	646	153
Total comprehensive income for the period	22,799	18,336	63,854	46,813

The annexed notes from 1 to 31 form an integral part of this condensed interim financial information.


 Chairman


 Director


 Director


 Chief Financial Officer


 Managing Director &
 Chief Executive Officer

Adamjee Insurance Company Limited
Window Takaful Operations
Condensed Interim Cash Flow Statement (Unaudited)
For Nine Months Period Ended 30 September 2019

	30 September 2019			30 September 2018		
	Operator's Fund	Participants' Takaful Fund	Aggregate	Operator's Fund	Participants' Takaful Fund	Aggregate
Operating cash flows						
Rupees in thousand						
(a) Takaful activities						
Contributions received	-	874,951	874,951	-	701,939	701,939
Wakala fee received / (paid)	195,713	(195,713)	-	201,469	(201,469)	-
Retakaful / co-takaful payments made	-	(161,164)	(161,164)	-	(186,418)	(186,418)
Claims paid	-	(478,315)	(478,315)	-	(273,145)	(273,145)
Retakaful and other recoveries received	-	-	-	-	18,743	18,743
Commissions paid	(70,771)	-	(70,771)	(60,820)	-	(60,820)
Commissions received	-	39,246	39,246	-	36,501	36,501
Other underwriting payments	-	(41,345)	(41,345)	-	(33,397)	(33,397)
Net cash inflows / (outflows) from takaful activities	124,942	37,660	162,602	140,649	62,754	203,403
(b) Other operating activities						
Income tax paid	(1,519)	-	(1,519)	(312)	(895)	(1,207)
General, administration and management expenses paid	(131,350)	-	(131,350)	(55,190)	-	(55,190)
Ceded money to participants' takaful fund	-	-	-	-	-	-
Other Receipts/(Payments)	-	(16,244)	(16,244)	-	-	-
Other operating receipts - net	-	-	-	-	(1,064)	(1,064)
Net cash inflows / (outflows) from other operating activities	(132,869)	(16,244)	(149,113)	(55,502)	(1,959)	(57,461)
Total cash inflows / (outflows) from operating activities	(7,927)	21,416	13,489	85,147	60,795	145,942
Investment activities						
Profit received on bank deposits and investments	13,052	26,266	39,318	2,564	8,894	11,458
Qard-e-Hasna paid to Participants' Takaful Fund	-	-	-	(5,000)	-	(5,000)
Payment for investments	(1,144)	(125,000)	(126,144)	(59,394)	-	(59,394)
Proceeds from disposal of investments	-	-	-	59,394	-	59,394
Fixed capital expenditures	(3,993)	-	(3,993)	(12,122)	-	(12,122)
Total cash inflows / (outflows) from investing activities	7,915	(98,734)	(90,819)	(14,558)	8,894	(5,664)
Financing activities						
Contribution to Operator's fund	-	-	-	-	-	-
Qard-e-Hasna paid from Operator's Fund	-	-	-	-	5,000	5,000
Ceded money	-	-	-	-	-	-
Total cash inflows from financing activities	-	-	-	-	5,000	5,000
Net Cash inflows / (outflows) from all activities	(12)	(77,318)	(77,330)	70,589	74,689	145,278
Cash and cash equivalent at the beginning of the period	102,039	432,489	534,528	41,119	230,872	271,991
Cash and cash equivalent at the end of the period	102,027	355,171	457,198	111,708	305,561	417,269
Reconciliation to profit and loss account						
Operating cash flows	(7,927)	21,416	13,489	85,147	60,795	145,942
Depreciation	(6,593)	-	(6,593)	(1,835)	-	(1,835)
Provision for gratuity	-	-	-	-	-	-
provision for impairment in value of 'available-for-sale' investment	-	-	-	-	-	-
Increase in assets other than cash	72,265	253,009	325,274	37,913	208,884	246,797
Increase in liabilities other than cash	(6,838)	(207,086)	(213,924)	(52,894)	(228,282)	(281,176)
Investment income	1,345	-	1,345	(1,202)	-	(1,202)
Return on bank deposits	10,956	27,626	38,582	2,640	9,741	12,381
Net profit / Surplus for the period	63,208	94,965	158,173	69,769	51,138	120,907

Definition of cash


Cash comprises of cash in hand, policy stamps, bond papers, bank balances and other deposits which are readily convertible to cash in hand and which are used in cash management function on a day-to-day basis.


	30 September 2019			30 September 2018		
	Operator's Fund	Participants' Takaful Fund	Aggregate	Operator's Fund	Participants' Takaful Fund	Aggregate
Cash for the purposes of the statement of cash flows consists of:						
Rupees in thousand						
Cash and cash equivalents	154	-	154	155	-	155
Current and other accounts	101,873	355,171	457,044	111,553	305,561	417,114
Total cash and cash equivalents	102,027	355,171	457,198	111,708	305,561	417,269

The annexed notes from 1 to 31 form an integral part of this condensed interim financial information.


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
Window Takaful Operations
Condensed Interim Statement of Changes in Funds (Unaudited)
For Nine Months Period Ended 30 September 2019

	Operator's Fund			Total
	Statutory Fund	Unappropriated Profit / (Loss)	Fair value Reserve	
Rupees in thousand				
Balance as at 31 December 2017 - (Audited) - restated	50,000	49,809	90	99,899
Profit for the period 01 Jan 2018 to 30 September 2018	-	46,660	-	46,660
Other comprehensive income for the period 01 Jan 2018 to 30 September 2018	-	-	153	153
Total comprehensive income for the period	-	46,660	153	46,813
Balance as at 30 September 2018 - (Unaudited)	50,000	96,469	243	146,712
Profit for the period 01 October 2018 to 31 December 2018	-	5,888	-	5,888
Other comprehensive loss for the period 01 October 2018 to 31 December 2018	-	-	(225)	(225)
Total comprehensive income/(loss) for the period	-	5,888	(225)	5,663
Balance as at 31 December 2018 - (Audited)	50,000	102,357	18	152,375
Profit for the period 01 Jan 2019 to 30 September 2019	-	63,208	-	63,208
Other comprehensive income for the period 01 Jan 2019 to 30 September 2019	-	-	646	646
Total comprehensive income for the period	-	63,208	646	63,854
Balance as at 30 September 2019 - (Unaudited)	50,000	165,565	664	216,229

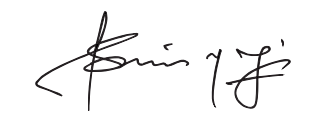
	Participants' Takaful Fund			Total
	Ceded Money	Accumulated Surplus / (Deficit)	Fair value Reserve	
Rupees in thousand				
Balance as at 31 December 2017 - (Audited)	500	(36,179)	-	(35,679)
Deficit for the period 01 Jan 2018 to 30 September 2018	-	10,664	-	10,664
Other comprehensive surplus/ (deficit) for the period 01 Jan 2018 to 30 September 2018	-	-	-	-
Total comprehensive deficit for the period	-	10,664	-	10,664
Balance as at 30 September 2018 - (Unaudited)	500	(25,515)	-	(25,015)
Surplus for the period 01 Oct 2018 to 31 December 2018	-	(3,334)	-	(3,334)
Other comprehensive surplus/ (deficit) for the period 01 Oct 2018 to 31 December 2018	-	-	-	-
Total comprehensive surplus for the period	-	(3,334)	-	(3,334)
Balance as at 31 December 2018 - (Audited)	500	(28,849)	-	(28,349)
Surplus for the period 01 Jan 2019 to 30 September 2019	-	94,965	-	94,965
Other comprehensive surplus/ (deficit) for the period 01 Jan 2019 to 30 September 2019	-	-	-	-
Total comprehensive surplus for the period	-	94,965	-	94,965
Balance as at 30 September 2019 - (Unaudited)	500	66,116	-	66,616

The annexed notes from 1 to 31 form an integral part of this condensed interim financial information.


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
Window Takaful Operations
Notes to the Condensed Interim Financial Information (Unaudited)
For Nine Months Period Ended 30 September 2019

1 Legal status and nature of business

Adamjee Insurance Company Limited ("the Operator") is a public limited company incorporated in Pakistan on 28 September 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, motor, accident and 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 June 2019 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 and the Takaful Rules, 2012. 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 and the Takaful Rules, 2012.

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 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 for the year ended 31 December 2018. Comparative condensed interim statement of financial position is stated from annual audited financial statements as of 31 December 2018, 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 for the nine months period ended 30 September 2019.

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 2018.

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 01 January 2019, as mentioned in the financial statement for the year ended 31 December 2018. 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 2018.

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 2018.

	Note	30 September 2019			31 December 2018		
		Operator's Fund	Participants' Takaful Fund	Aggregate	Operator's Fund	Participants' Takaful Fund	Aggregate
		Rupees in thousand (Unaudited)			Rupees in thousand (Audited)		
7 Property and equipment							
Opening balance- net book value		12,506	-	12,506	12,182	-	12,182
Addition during the period	7.1	3,372	-	3,372	2,365	-	2,365
Book value of disposal during the period		-	-	-	-	-	-
Depreciation charged during the period		(1,860)	-	(1,860)	(2,041)	-	(2,041)
		14,018	-	14,018	12,506	-	12,506
7.1 Additions during the period							
Furniture and fixture		534	-	534	202	-	202
Motor vehicles		2,445	-	2,445	1,743	-	1,743
Office equipment		260	-	260	22	-	22
Computer and related accessories		133	-	133	398	-	398
		3,372	-	3,372	2,365	-	2,365
8 Intangible assets							
Operating Assets-Intangible	8.1	18,900	-	18,900	20,633	-	20,633
Capital work-in-progress	8.2	1,300	-	1,300	3,679	-	3,679
		20,200	-	20,200	24,312	-	24,312
8.1 Operating Assets-Intangible							
Opening balance- net book value		20,633	-	20,633	-	-	-
Transfer from Capital work-in-progress		750	-	750	22,000	-	22,000
Addition during the period		2,250	-	2,250	-	-	-
Less:							
Book value of disposal during the period		-	-	-	-	-	-
Amortization charged during the period		(4,733)	-	(4,733)	(1,367)	-	(1,367)
		18,900	-	18,900	20,633	-	20,633
8.2							
This includes as advance of Rs. 1.30 million for the development of web portal for takaful operations.							
		30 September 2019			31 December 2018		
		Cost	Impairment/ provision	Carrying value	Cost	Impairment/ provision	Carrying value
		Rupees in thousand (Unaudited)			Rupees in thousand (Audited)		
9 Investments in equity securities							
Available-for-sale-Mutual Fund							
Meezan Islamic Income Fund [604,139 units (2018: 563,675 units)]		31,048	-	31,048	29,904	-	29,904
Unrealized gain on revaluation				923			26
				31,971			29,930
		No. of Certificates			Face Value	Value of Certificates	
		30 September 2019	31 December 2018			30 September 2019	31 December 2018
		Rupees in thousand				Rupees in thousand	
10 Investments in debt securities							
Held-to-maturity							
Sukuk certificates [Engro Polymer & Chemicals Limited]			500	-	100,000	50,000	-
Sukuk certificates [The Hub Power Company Limited (HUBCO)]			750	-	100,000	75,000	-
						125,000	-
							-
		30 September 2019			31 December 2018		
		Operator's Fund	Participants' Takaful Fund	Aggregate	Operator's Fund	Participants' Takaful Fund	Aggregate
		Rupees in thousand (Unaudited)			Rupees in thousand (Audited)		
11 Loans and other receivables - Considered good							
Sales tax recoverable		-	-	-	658	-	658
Federal excise duty		-	1,176	1,176	-	-	-
Accrued income		865	3,871	4,736	1,616	2,511	4,127
Loan to employees		871	-	871	505	-	505
Security deposits		525	-	525	1,125	-	1,125
Bid money for tenders		-	17,319	17,319	-	6,040	6,040
Advances		45	-	45	553	-	553
		2,306	22,366	24,672	4,457	8,551	13,008
		30 September 2019			31 December 2018		
		Rupees in thousand (Unaudited)			Rupees in thousand (Audited)		
12 Takaful/ Re-takaful receivables- Unsecured and considered good							
Contribution due but unpaid					292,742		208,389
Less: provision for impairment of contribution due but unpaid					-		-
					292,742		208,389
Amount due from other takaful/ re-takaful operators					81,794		22,034
Less: provision for impairment of due from other takaful/ re-takaful operators					-		-
					81,794		22,034
					374,536		230,423

Note	30 September 2019			31 December 2018		
	Operator's Fund	Participants' Takaful Fund	Aggregate	Operator's Fund	Participants' Takaful Fund	Aggregate
	Rupees in thousand (Unaudited)			Rupees in thousand (Audited)		
13 Prepayments						
Prepaid retakaful contribution ceded	-	107,868	107,868	-	64,493	64,493
Prepaid monitoring charges (Tracking device)	-	24,066	24,066	-	18,767	18,767
Others	444	-	444	-	-	-
	444	131,934	132,378	-	83,260	83,260

Note	30 September 2019			31 December 2018		
	Operator's Fund	Participants' Takaful Fund	Aggregate	Operator's Fund	Participants' Takaful Fund	Aggregate
	Rupees in thousand (Unaudited)			Rupees in thousand (Audited)		
14 Cash and Bank						
<i>Cash and cash equivalents:</i>						
Cash in hand	154	-	154	154	-	154
<i>Current and other accounts:</i>						
Profit or loss accounts	101,873	355,171	457,044	101,885	432,489	534,374
	102,027	355,171	457,198	102,039	432,489	534,528

14.1 Saving accounts carry expected profit rates ranging from 5% to 11% (2018: 3.5% to 7%)

Note	30 September 2019			31 December 2018		
	Operator's Fund	Participants' Takaful Fund	Aggregate	Operator's Fund	Participants' Takaful Fund	Aggregate
	Rupees in thousand (Unaudited)			Rupees in thousand (Audited)		
15 Takaful / retakaful payables						
Due to takaful contract holders	-	1,708	1,708	-	263	263
Due to other takaful / retakaful operators	-	56,079	56,079	-	24,040	24,040
	-	57,787	57,787	-	24,303	24,303

Note	30 September 2019			31 December 2018		
	Operator's Fund	Participants' Takaful Fund	Aggregate	Operator's Fund	Participants' Takaful Fund	Aggregate
	Rupees in thousand (Unaudited)			Rupees in thousand (Audited)		
16 Other Creditors and Accruals						
Agents Commission payable	36,412	-	36,412	25,901	-	25,901
Federal excise duty	-	-	-	-	5,145	5,145
Federal insurance fee	-	3,236	3,236	-	2,845	2,845
Sales tax Payables	715	-	715	-	-	-
Income tax deducted at source	4,789	10,549	15,338	2,423	9,583	12,006
Accrued expenses	1,442	-	1,442	5,341	-	5,341
Others	11,929	5,253	17,182	59,020	938	59,958
	55,287	19,038	74,325	92,685	18,511	111,196

17 Contingencies and commitments

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

	Quarter Ended		Nine Months Period Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	Rupees in thousand		Rupees in thousand	
18 Net contribution revenue				
Gross contribution written	322,115	271,162	958,841	817,443
Opening: Unearned contribution revenue	552,757	450,655	500,111	284,406
Closing: Unearned contribution revenue	(572,453)	(484,274)	(572,453)	(484,274)
Contribution earned	302,419	237,543	886,499	617,575
Less: Re-takaful contribution ceded	99,996	83,051	224,500	191,715
Add: Prepaid re-takaful contribution ceded opening	74,250	69,915	64,494	52,244
Less: Prepaid re-takaful contribution ceded closing	(107,868)	(95,107)	(107,868)	(95,107)
Re-takaful expense	66,378	57,859	181,126	148,852
	236,041	179,684	705,373	468,723

19 Net Claims

	Quarter Ended		Nine Months Period Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	Rupees in thousand		Rupees in thousand	
Claims Paid	164,249	79,981	478,315	273,145
Add: Outstanding claims including IBNR closing	244,678	195,657	244,678	195,657
Less: Outstanding claims including IBNR opening	(217,448)	(167,547)	(220,606)	(153,116)
Claim expense	191,479	108,091	502,387	315,686
Less: Re-takaful and other recoveries received	41,587	13,521	89,611	40,930
Add: Re-takaful and other recoveries in respect of	91,082	70,243	91,082	70,243
Less: Re-takaful and other recoveries in respect of	(75,336)	(54,002)	(62,534)	(41,011)
Re-takaful and other recoveries revenue	57,333	29,762	118,159	70,162
Net claim expense	134,146	78,329	384,228	245,524

20 Wakala Income

	Quarter Ended		Nine Months Period Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	Rupees in thousand		Rupees in thousand	
Gross Wakala fee	87,594	73,505	259,963	221,211
Add: Unearned Wakala fee Opening	151,095	124,441	134,721	89,452
Less: Unearned Wakala fee Closing	(154,404)	(131,170)	(154,404)	(131,170)
Net Wakala Income	84,285	66,776	240,280	179,493

21 Re-takaful rebate

	Quarter Ended		Nine Months Period Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	Rupees in thousand		Rupees in thousand	
Re-takaful rebate received	17,340	15,823	39,246	36,501
Add: re-takaful rebate opening	14,200	13,974	12,735	10,156
Less: re-takaful rebate closing	(20,851)	(18,847)	(20,851)	(18,847)
Net re-takaful rebate	10,689	10,950	31,130	27,810

22 Commission Expense

	Quarter Ended		Nine Months Period Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	Rupees in thousand		Rupees in thousand	
Commission paid or payable	32,901	30,885	81,283	61,007
Add: Deferred commission opening	40,809	24,633	39,148	20,213
Less: Deferred commission closing	(48,119)	(36,418)	(48,119)	(36,418)
Net commission	25,591	19,100	72,312	44,802

23 Other income

	30 September 2019			30 September 2018		
	Operator's Fund	Participants' Takaful Fund	Aggregate	Operator's Fund	Participants' Takaful Fund	Aggregate
	Rupees in thousand			Rupees in thousand		
Profit on bank deposits	10,951	23,550	34,501	2,640	9,741	12,381
Other Income	5	-	5	-	-	-
	10,956	23,550	34,506	2,640	9,741	12,381

24 Investment income

	30 September 2019			30 September 2018		
	Operator's Fund	Participants' Takaful Fund	Aggregate	Operator's Fund	Participants' Takaful Fund	Aggregate
	Rupees in thousand			Rupees in thousand		
Profit on mutual funds	-	-	-	(1,202)	-	(1,202)
Profit on Sukuks	-	4,076	4,076	-	-	-
profit on mutual funds-dividend income	1,345	-	1,345	-	-	-
	1,345	4,076	5,421	(1,202)	-	(1,202)

25 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					Total
	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	
	30 September 2019 (Unaudited)					
	Rupees in thousand					
Participants' Takaful Fund						
Contribution receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	173,133	25,198	636,449	196,451	88,087	1,119,318
Less : Federal Excise Duty	(23,677)	(3,446)	(87,036)	(26,865)	(12,046)	(153,070)
Federal Insurance Fee	(1,480)	(215)	(5,440)	(1,679)	(753)	(9,567)
Gross Direct Written Contribution (inclusive of Administrative Surcharge)	147,976	21,537	543,973	167,907	75,288	956,681
Facultative inward contribution	1,624	116	-	-	420	2,160
Gross Contribution Written	149,600	21,653	543,973	167,907	75,708	958,841
Contribution earned	115,234	21,756	520,952	169,752	58,805	886,499
Retakaful expense	(94,525)	(16,921)	(17,831)	-	(51,849)	(181,126)
Net contribution revenue	20,709	4,835	503,121	169,752	6,956	705,373
Net rebate on re-takaful	18,824	3,605	-	-	8,701	31,130
Net underwriting income	39,533	8,440	503,121	169,752	15,657	736,503
Takaful claims	(62,310)	(7,923)	(267,164)	(147,863)	(17,127)	(502,387)
Re-takaful and other recoveries	55,340	6,344	40,969	-	15,506	118,159
Net claims	(6,970)	(1,579)	(226,195)	(147,863)	(1,621)	(384,228)
Wakala fee	(32,265)	(7,614)	(143,262)	(42,438)	(14,701)	(240,280)
Direct expense	(465)	(76)	(38,993)	(506)	(322)	(40,362)
Contribution deficiency reserve	-	-	-	(4,294)	-	(4,294)
Net takaful claims and expenses	(39,700)	(9,269)	(408,450)	(195,101)	(16,644)	(669,164)
Underwriting results	(167)	(829)	94,671	(25,349)	(987)	67,339
Other Income						23,550
Investment income						4,076
Surplus for the period						94,965
Segment assets	200,489	12,812	326,774	91,369	96,447	727,891
Unallocated assets	-	-	-	-	-	526,603
Total assets	200,489	12,812	326,774	91,369	96,447	1,254,494
Segment liabilities	179,032	8,689	551,692	200,979	81,988	1,022,380
Unallocated liabilities	-	-	-	-	-	165,498
Total liabilities	179,032	8,689	551,692	200,979	81,988	1,187,878

	30 September 2018 (Unaudited)					
	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Total
	Rupees in thousand					
Participants' Takaful Fund						
Contribution receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	139,700	18,530	546,391	160,400	90,999	956,020
Less : Federal Excise Duty	(19,104)	(2,534)	(74,721)	(21,935)	(12,444)	(130,738)
Federal Insurance Fee	(1,194)	(158)	(4,670)	(1,371)	(778)	(8,171)
Gross Direct Written Contribution (inclusive of Administrative Surcharge)	119,402	15,838	467,000	137,094	77,777	817,111
Facultative inward contribution	259	-	73	-	-	332
Gross Contribution Written	119,661	15,838	467,074	137,094	77,777	817,443
Contribution earned	86,295	15,688	356,145	95,444	64,003	617,575
Retakaful expense	(70,522)	(11,900)	(9,544)	-	(56,886)	(148,852)
Net contribution revenue	15,773	3,788	346,601	95,444	7,117	468,723
Net rebate on re-takaful	14,174	2,549	-	-	11,087	27,810
Net underwriting income	29,947	6,337	346,601	95,444	18,204	496,533
Takaful claims	(18,775)	(4,504)	(178,791)	(81,559)	(32,057)	(315,686)
Re-takaful and other recoveries	16,011	3,656	21,296	-	29,199	70,162
Net claims	(2,764)	(848)	(157,495)	(81,559)	(2,858)	(245,524)
Wakala fee	(25,716)	(5,491)	(106,208)	(24,949)	(17,129)	(179,493)
Direct expense	63	(7)	(30,084)	(24)	(67)	(30,119)
Contribution deficiency reserve	-	-	-	-	-	-
Net takaful claims and expenses	(28,417)	(6,346)	(293,787)	(106,532)	(20,054)	(455,136)
Underwriting results	1,530	(9)	52,814	(11,088)	(1,850)	41,397
Other Income						9,741
Investment income						
Surplus for the period						51,138

	31 December 2018 (Audited)					
	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Total
	Rupees in thousand					
Assets						
Segment assets	107,033	8,886	236,843	68,175	69,368	490,305
Unallocated assets	-	-	-	-	-	461,674
Total assets	107,033	8,886	236,843	68,175	69,368	951,979
Liabilities						
Segment liabilities	91,054	5,907	488,533	170,589	59,356	815,439
Unallocated liabilities	-	-	-	-	-	164,889
Total liabilities	91,054	5,907	488,533	170,589	59,356	980,328

Operator's Fund						
30 September 2019 (Unaudited)						
Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Total	
Rupees in thousand						
Operator's Fund						
Wakala fee income	32,265	7,614	143,262	42,438	14,701	240,280
Less : Commission expense	(16,418)	(3,471)	(37,553)	(9,704)	(5,166)	(72,312)
Management expenses	(19,834)	(4,194)	(45,368)	(11,723)	(6,241)	(87,360)
	(3,987)	(51)	60,341	21,011	3,294	80,608
Other Income						10,956
Investment income						1,345
Other expenses						(3,630)
Profit before tax						89,279
Segment assets	27,287	2,083	73,993	21,039	11,309	135,711
Unallocated assets	-	-	-	-	-	317,426
Total assets	27,287	2,083	73,993	21,039	11,309	453,137
Segment liabilities	24,926	302	93,867	25,783	9,526	154,404
Unallocated liabilities	-	-	-	-	-	82,504
Total liabilities	24,926	302	93,867	25,783	9,526	236,908
30 September 2018 (Unaudited)						
Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Total	
Rupees in thousand						
Operator's Fund						
Wakala fee income	25,716	5,491	106,208	24,949	17,129	179,493
Less : Commission expense	(11,788)	(2,208)	(22,141)	(5,165)	(3,500)	(44,802)
Management expenses	(17,460)	(3,270)	(32,795)	(7,651)	(5,184)	(66,360)
	(3,532)	13	51,272	12,133	8,445	68,331
Other Income						2,640
Investment income						(1,202)
Profit before tax						69,769
31 December 2018 (Audited)						
Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Total	
Rupees in thousand						
Segment assets	10,478	663	37,012	9,690	4,647	62,490
Unallocated assets	-	-	-	-	-	319,704
Total assets	10,478	663	37,012	9,690	4,647	382,194
Segment liabilities	15,303	338	87,536	26,244	5,300	134,721
Unallocated liabilities	-	-	-	-	-	95,098
Total liabilities	15,303	338	87,536	26,244	5,300	229,819

		Participants' Takaful Fund								
		31 December 2018 (Audited)								
		Carrying amount				Fair value				
		Available-for-sale	Loans and receivables	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
Note		Rupees in thousand								
Financial assets not measured at fair value										
Investments - Debt Securities	10	-	-	-	-	-	-	-	-	-
Loan and other receivables	11	-	8,551	-	-	8,551	-	-	-	-
Takaful / re-takaful receivables	12	-	230,423	-	-	230,423	-	-	-	-
Retakaful recoveries against outstanding claims		-	46,654	-	-	46,654	-	-	-	-
Salvage recoveries accrued		-	15,881	-	-	15,881	-	-	-	-
Cash and bank deposits	14	-	-	432,489	-	432,489	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	301,509	432,489	-	733,998	-	-	-	-
Financial liabilities not measured at fair value										
Outstanding claims including IBNR	19	-	-	-	220,606	220,606	-	-	-	-
Takaful / retakaful payables		-	-	-	24,303	24,303	-	-	-	-
Wakala and mudarib fee payable		-	-	-	23,342	23,342	-	-	-	-
Other creditors and accruals	16	-	-	-	937	937	-	-	-	-
		-	-	-	269,188	269,188	-	-	-	-

		Operator's Takaful Fund								
		30 September 2019 (Unaudited)								
		Carrying amount				Fair value				
	Note	Available-for-sale	Loans and receivables	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
		Rupees in thousand								
Financial assets measured at fair value										
Investments - Equity Securities	9	31,971	-	-	-	31,971	31,971	-	-	31,971
Financial assets not measured at fair value										
Loan and other receivables	11	-	2,261	-	-	2,261	-	-	-	-
Wakala and mudarib fee receivable		-	87,592	-	-	87,592	-	-	-	-
Cash and bank deposits	14	-	-	102,027	-	102,027	-	-	-	-
		<u>31,971</u>	<u>89,853</u>	<u>102,027</u>	<u>-</u>	<u>223,851</u>	<u>31,971</u>	<u>-</u>	<u>-</u>	<u>31,971</u>
Financial liabilities not measured at fair value										
Other creditors and accruals	16	-	-	-	49,783	49,783	-	-	-	-
		<u>-</u>	<u>-</u>	<u>-</u>	<u>49,783</u>	<u>49,783</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

		Operator's Takaful Fund								
		31 December 2018 (Audited)								
		Carrying amount				Fair value				
	Note	Available-for-sale	Loans and receivables	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
		Rupees in thousand								
Financial assets measured at fair value										
Investments - Equity Securities	9	29,930	-	-	-	29,930	29,930	-	-	29,930
Financial assets not measured at fair value										
Loan and other receivables	11	-	3,246	-	-	3,246	-	-	-	-
Wakala and mudarib fee receivable		-	23,342	-	-	23,342	-	-	-	-
Cash and bank deposits	14	-	-	102,039	-	102,039	-	-	-	-
		<u>29,930</u>	<u>26,588</u>	<u>102,039</u>	<u>-</u>	<u>158,557</u>	<u>29,930</u>	<u>-</u>	<u>-</u>	<u>29,930</u>
Financial liabilities not measured at fair value										
Other creditors and accruals	16	-	-	-	90,262	90,262	-	-	-	-
		<u>-</u>	<u>-</u>	<u>-</u>	<u>90,262</u>	<u>90,262</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

	<u>30 September 2019</u>	<u>31 December 2018</u>
	<u>Rupees in thousand</u>	
	(Unaudited)	(Audited)
27 Movement in Investment - Available for sale		
Opening balance	29,930	30,343
Additions	1,144	119,195
Disposals (sales and redemptions)	-	(119,506)
Fair value on gains (excluding net realized gain)	897	(102)
Impairment / (reversal of losses)	-	-
Closing balance	<u>31,971</u>	<u>29,930</u>

28 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 statements.

	<u>30 September 2019</u>	<u>30 September 2018</u>
	<u>Rupees in thousand</u>	
i) Transactions		
Subsidiary Company		
Contribution underwritten	1,181	135
Contribution received	1,260	135
Claims paid	198	-
Other related parties		
Contribution underwritten	123,434	79,875
Contribution received	106,059	64,202
Claims paid	37,480	13,253
Income on bank deposits	1,983	1,056
ii) Period end balances		
Subsidiary Company		
Balances payable	29	-
Balances receivable	9	-
Contribution received in advance	-	-
Other related parties		
Balances receivable	41,120	45,279
Balances payable	19,542	3,565
Contribution received in advance	301	-
Cash and bank balances	43,785	70,843

29 Subsequent events - non adjusting event

There are no significant events that need to be disclosed for the period ended 30 September 2019.

30 Date of authorization for issue

This condensed financial information was authorized for issue on 29 October 2019 by the Board of Directors of the Operator.


31 General


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

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


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer

