

Travel



Health



Marine



Engineering



Motor



Fire



Agriculture



Livestock



Condensed Interim
Financial Statements
for the 1st Quarter Ended
March 31, 2020
(Un-audited)



asiaINSURANCE

We've got You covered company Ltd.

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COMPANY INFORMATION

| | |
|--|---|
| Chairman | Mr. Khalid Rashid (Over 40 Year Experience in Insurance Industry) |
| Chief Executive | Mr. Ihtsham ul Haq Qureshi (Prince Henrik Medal of Honour by Royal Kingdom of Denmark) |
| Directors | Mr. Khawaja Suhail Iftikhar (Former General Manager of PIA) Mr. Ihtsham ul Haq Qureshi (Prince Henrik Medal of Honour by Royal Kingdom of Denmark) Mrs. Nosheen Ihtsham Qureshi (Tamgha-e-Imtiaz by Government of Pakistan) Mr. Zain ul Haq Qureshi Mr. Khalid Rashid (Over 40 Year Experience in Insurance Industry) Mr. Hassan Ahmed Khan Mr. Thibaud Ponchon (Nominee Director of InsuResilience Investment Fund SICAV RAIF, Luxembourg) |
| Audit Committee | Mr. Hassan Ahmed Khan (Chairman) Mr. Khalid Rashid (Member) Mr. Khawaja Suhail Iftikhar (Member) Mr. Thibaud Ponchon (Member) Mr. Iftikhar Ahmed (Secretary) |
| Legal Advisor | Barister Munawar-us-Salam Cornelius, Lane & Mufti, Advocates and Solicitors, Nawa-e-Waqt Building, 4-Shahra-e-Fatima Jinnah, Lahore. |
| Sharia Advisor | Mufti Muhammad Akhlaq |
| Share Registrar | Corplink (Pvt.) Limited, Wings Arcade, 1-K, Model Town, Lahore. |
| CFO | Mr. Muhammad Ali Raza (ACA) |
| Company Secretary/ Compliance Officer | Ms. Shazia Hafeez (B.Sc.) (LL.B.) |
| Internal Auditor | Mr. Iftikhar Ahmed (CICA) (CAF) |
| Auditors | BDO Ebrahim & Company Chartered Accountants. |
| Actuary | Anwar Associates |

MANAGEMENT

| | |
|-----------------------------------|--|
| Mr. Ihtsham ul Haq Qureshi | Chief Executive Officer |
| Mr. Zain ul Haq Qureshi | Executive Director |
| Mr. Muhammad Ali Raza | Chief Financial Officer |
| Ms. Shazia Hafeez | Company Secretary & Compliance Officer |
| Mr. Riaz Hussain Shah | Deputy Managing Director |
| Mr. Shahbaz Hameed | Assistant General Manager HR/Admin & Legal |
| Mr. Gulfaraz Anis | Assistant General Manager MIS |
| Mr. M. Amjad Rao | Controller of Branches |
| Mr. Abdul Hamid | Head of Takaful |
| Mr. M. Imran Qureshi | Agri & Corporate Head |
| Dr. Asrar Hussain Ch. | VP Live Stock Projects. |
| Mr. Muhammad Ahmad Chauhan | Head of Corporate Health |
| Mr. Iftikhar Ahmad | Head of Internal Audit |
| Mr. Omer Yousaf | Senior Manager Accounts |
| Mr. Mustjab Ahmed | Manager Underwriting |
| Mr. Muhammad Masood | Manager Reinsurance |
| Mr. Asif Ali Mughal | Manager Claims |
| Mr. Amjad Hussain | Manager Travel & Recovery |
| Mr. Asif Masood Bhatti | General Manager South |

Registered & Head Office: Asia House, 19 C/D Block-L, Gulberg III, Main Ferozpur Road, Lahore, Pakistan.

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DIRECTORS' REVIEW REPORT For the Quarter ended March 31, 2020

Your directors are pleased to present a concise review of the Company's operational and financial performance accompanied with the unaudited condensed interim financial statements for the quarter ended March 31, 2020.

State of Company's affairs and Business Overview

During the period under review, when COVID-19 continues to spread rapidly around the world which led to a volatile economy all over the world. Investors fear the spread of the coronavirus will destroy the economic growth and that government action may not be enough to stop the decline. Like many other sectors of the economy, coronavirus is also hitting the insurance industry with the subsectors of life, group, health, travel, logistics, crop and marine etc. coming under stress. The Company has also considerable economic impact due to this crisis in the first quarter of the year 2020. With reference business volumes, the overall claim expense and management expense ratios are at satisfactory level. The Company posted a healthy profit before tax of Rs. 30.67 Million.

SUMMARY OF OPERATIONAL AND FINANCIAL HIGHLIGHTS

Your company has underwritten premium of Rs. 110.88 million and contribution of Rs. 15.35 million for Window Takaful Operations (WTO) during the period ended March 31, 2020 of current year. Department wise break up of which is as under:

Amount in Rupees

| Particular | Fire | Marine | Motor | Health | Agri | Misc. |
|--------------|------------|------------|------------|-----------|-----------|------------|
| Conventional | 52,909,414 | 18,212,980 | 23,474,561 | (491,761) | 2,458,326 | 14,315,388 |
| Takaful | 7,160,561 | 3,426,093 | 3,894,434 | - | - | 871,246 |

An overview of the financial statement reveals that the company has earned net premium revenue of Rs. 121.77 million and net contribution revenue was Rs. 6.07 million, and there has been a growth of 11% in net premium revenue and 65% in net contribution revenue, respectively. The Company has declared an after tax profit of Rs. 22.58 million for the period ended March 31, 2020.

Dividend

No dividend issued in the period under review.

Earnings per Share

Earnings per Share is Rs. 0.37 per share.

FUTURE OUTLOOK

Pakistan's economy received multiple jolts during fiscal year 2019 and almost all economic indicators worsened.

However, the issue is that the worst time has yet to come. The economy is faced with new and bigger challenges in fiscal year 2020. The World Bank states that Pakistan's inflation is expected to rise in fiscal year 2020. A crisis such as Covid-19 affects all business sectors - but it especially puts a spotlight on insurers who can expect to be inundated with general inquiries and claims across multiple different lines, whether that be for health or non-life cover.

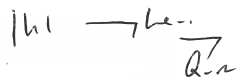
Insurance industry plays an important role in the overall development of the economy by managing and indemnifying financial risk and by serving as a major institutional investor for the capital and money market instruments. The demand for insurance mainly depends on the real disposable income, individual preference for financial security and insurance premium rates. Moreover, economic environment of a country, interest rates, inflation, cultural and religious beliefs, level of awareness about insurance and individual ability to plan for future also play a crucial role in creating demand for insurance. Your company is well positioned to face new challenges and take advantage, whenever the developments may take place in the economy.

We would like to thank our valued customers for their continued patronage and support and to Pakistan Reinsurance Company Limited, Securities and Exchange Commission of Pakistan and State Bank of Pakistan for their guidance and assistance.

It is a matter of deep gratification for your Directors to place on record their appreciation of the efforts made by officers, field force and staff who had contributed to the growth of the Company and the continued success of its operations.



Chairman



Chief Executive



Director



Director

عالمی بینک کے مطابق پاکستان میں افراط زر کی شرح مالی سال 2020ء میں بڑھنے کا اندیشہ ہے اور مالی سال 2020ء تک یہ بڑھتی رہے گی۔ COVID-19 جیسے بہران تمام کاروباری حلقوں کو متاثر کرتا ہے، یہ خاص طور پر انشورنس انڈسٹری کو متاثر کرتا ہے، خواہ وہ عام پوچھ گچھ ہو یا مختلف اقسام کے کلیم خصوصاً صحت ہو یا غیر زندگی ہو۔

انشورنس انڈسٹری ملک کی مجموعی معاشی صورتحال میں مالیاتی مسائل کے انتظام اور ازالہ نقصان کی صورت میں بڑے سرمایہ داروں اور منی مارکیٹ انسٹرومینٹس کو خدمات فراہم کرتی ہے۔ انشورنس کی طلب عموماً حقیقی قابل استعمال آمدنی، مالی تحفظ کے لئے انفرادی ترجیح اور انشورنس پریمیم کی شرح پر منحصر ہوتی ہے۔ مزید برآں، کسی ملک کا معاشی ماحول، شرح سود، افراط زر، ثقافتی اور مذہبی اعتقادات، انشورنس سے متعلق آگاہی کی سطح اور مستقبل کی منصوبہ بندی کی انفرادی صلاحیت بھی انشورنس کی طلب پیدا کرنے میں اہم کردار ادا کرتی ہیں۔ جونہی، معیشت میں بہتری واقع ہو گی تو آپ کی کمپنی لئے چیلنجز سے نبرد آزما ہونے اور آمدنی بڑھانے کے لئے مکمل طور پر تیار ہے۔

ہم اپنے معزز صارفین کی مسلسل معاونت اور حمایت اور پاکستان ری انشورنس کمپنی لمیٹڈ، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور بینک دولت پاکستان کی رہنمائی اور تعاون کے تہہ دل سے شکریہ ادا کرنا چاہتے ہیں۔

ہمارے ڈائریکٹرز کے لئے باعث مسرت معاملہ ہے کہ وہ کمپنی کی ترقی اور اس کے آپریشنز کی مسلسل کامیابی میں اہم کردار ادا کرنے والے اپنے افسران، فیلڈ فورس اور عملہ کی کاوشوں کو قدر کی نگاہ سے دیکھتے ہیں۔

محمد رفیق

چیف ایگزیکٹو آفیسر

Nosheen Eltsham

ڈائریکٹر

Z. Q. R.

ڈائریکٹر

U. R. N.

چيئر مين

ڈائریکٹرز کی جائزہ رپورٹ 31 مارچ 2020ء کو اختتام پذیر سے ماہی کے لئے

31 مارچ 2020ء کو اختتام پذیر سے ماہی کے لئے آپ کے ڈائریکٹرز کمپنی کی فعالی اور مالیاتی کارکردگی کے ہمراہ غیر پڑتال شدہ منجمد عبوری مالیاتی گوشواروں کا جامع تجزیہ پیش کرتے ہیں۔

کمپنی کے امور اور کاروباری جائزہ

زیر جائزہ اس مدت کے دوران ، جب COVID-19 پوری دنیا میں تیزی سے پھیل رہا ہے جس کی وجہ سے پوری دنیا میں غیر مستحکم معیشت پیدا ہوئی۔ سرمایہ کاروں کو خوف ہے کہ کورونا وائرس کے پھیلاؤ سے معاشی نمو کو نقصان پہنچے گا اور حکومت کی کارروائی اس زوال کو روکنے کے لئے کافی نہیں ہوگی۔ معیشت کے بہت سے دوسرے شعبوں کی طرح ، کورونا وائرس بھی انشورنس انڈسٹری کو نشانہ بنا رہا ہے جس کے تحت زندگی ، گروپ ، صحت ، سفر ، رسد ، زراعت اور میرین وغیرہ سب دباؤ میں آ رہے ہیں۔ سال 2020 کی پہلی سے ماہی میں اس بحران کی وجہ سے کمپنی کو کافی معاشی اثر پڑا ہے۔ زیر جائزہ مدت کے دوران، پاکستانی معیشت کی ابتر صورت حال کے باوجود کمپنی نے بہترین کارکردگی دکھائی۔ کاروباری حجم کے لحاظ سے، مجموعی کلیم اور انتظامی اخراجات کا تناسب تسلی بخش سطح پر ہے۔ کمپنی نے 30.67 ملین روپے کا بھاری منافع علاوہ ٹیکس درج کیا۔

آپریٹنل اور مالیاتی نتائج کا خلاصہ

روان سال کی 31 مارچ 2020ء کو اختتام پذیر مدت کے دوران آپ کی کمپنی نے 110.88 ملین روپے کے تحریری پرمیم اورونڈو تکافل آپریٹنل (WTO) کے لئے 15.35 ملین روپے تقسیم کی حامل ہے۔

| متفرقات | زراعت | صحت | موٹر | میرین | فائر | تفصیلات |
|------------|-----------|-----------|------------|------------|------------|---------|
| 14,315,388 | 2,458,326 | (491,761) | 23,474,561 | 18,212,980 | 52,909,414 | روایتی |
| 871,246 | - | - | 3,894,434 | 3,426,093 | 7,160,561 | تکافل |

مالیاتی گوشوارے کے جائزے سے معلوم ہوا کہ کمپنی نے 121.77 ملین روپے کا خالص پرمیم ریونيو اور 6.07 ملین روپے کا خالص کنٹری بیوشن ریونيو حاصل کیا۔ اور خالص پرمیم ریونيو میں 11 فی صد کی اضافہ اور خالص کنٹری بیوشن ریونيو میں 65 فی صد کا اضافہ واقع ہوا۔ کمپنی نے 31 مارچ 2020ء کو اختتام پذیر مدت کے لئے 22.58 ملین روپے کا منافع علاوہ ٹیکس کا اعلان کیا۔

منافع منقسمہ

زیر جائزہ مدت میں کوئی منافع منقسمہ جاری نہ کیا گیا۔

فی حصص آمدنی

فی حصص آمدنی 0.37 روپے فی حصص ہے۔

مستقبل کا نقطہ نظر

مالی سال 2019ء کے دوران پاکستان کی معیشت کو کثیر جھٹکے لگے اور تقریباً تمام اقتصادی اشارے ابتر حالت کا شکار تھے۔

تاہم، مسئلہ یہ ہے کہ مزید برا وقت قریب ہے۔ مالی سال 2020ء میں معیشت کو مزید مسائل کا سامنا متوقع ہے۔

ASIA INSURANCE COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT MARCH 31, 2020

| | Notes | 31-Mar-20 Un-audited Rupees | 31-Dec-19 Audited Rupees |
|--|-------|-----------------------------------|--------------------------------|
| Assets | | | |
| Property and equipment | 5 | 184,915,604 | 192,591,881 |
| Investments | | | |
| Equity securities | 6 | 60,505,165 | 76,263,007 |
| Debt securities | 7 | 62,864,636 | 62,727,995 |
| Term deposits | 8 | 435,000,000 | 435,000,000 |
| Total assets of window takaful operations - OPF | 9 | 68,850,621 | 64,740,352 |
| Loans and other receivables | | 117,105,715 | 103,815,529 |
| Insurance / Reinsurance receivables | | 312,631,466 | 269,530,720 |
| Reinsurance recoveries against outstanding claims | 13 | 45,133,024 | 43,521,203 |
| Deferred commission expense / acquisition cost | 14 | 52,865,090 | 53,439,780 |
| Deferred taxation | | 37,458,883 | 33,684,873 |
| Taxation - payments less provision | | 17,944,907 | 28,937,298 |
| Prepayments | | 34,286,312 | 36,937,331 |
| Cash & Bank | | 169,701,146 | 202,789,977 |
| Total Assets | | 1,599,262,569 | 1,603,979,946 |
| Equity and Liabilities | | | |
| Capital and reserves attributable to Company's equity holders | | | |
| Ordinary share capital | 10 | 603,373,910 | 603,373,910 |
| Share premium | 10.3 | 196,626,090 | 196,626,090 |
| Reserves | | 2,500,000 | 2,500,000 |
| Unappropriated profit | | 195,903,130 | 173,326,929 |
| Available for sale reserve | | - | - |
| Total equity | | 998,403,130 | 975,826,929 |
| Liabilities | | | |
| Total liabilities of window takaful operations - OPF | 9 | 7,815,634 | 6,256,318 |
| Underwriting Provisions | | | |
| Outstanding claims including IBNR | 13 | 108,345,506 | 108,865,952 |
| Unearned premium reserves | 12 | 234,705,502 | 262,243,543 |
| Premium deficiency reserve | | 3,453,183 | 3,453,183 |
| Unearned Reinsurance Commission | 14 | 7,200,747 | 7,765,517 |
| Retirement benefit obligations | | 537,597 | 613,051 |
| Premiums received in advance | | 750,681 | 726,520 |
| Insurance / Reinsurance Payables | | 40,957,868 | 34,933,909 |
| Lease liabilities | | 146,506,281 | 143,209,055 |
| Other Creditors and Accruals | | 50,586,440 | 60,085,969 |
| Total Liabilities | | 600,859,439 | 628,153,017 |
| Total Equity and Liabilities | | 1,599,262,569 | 1,603,979,946 |
| Contingency(ies) and commitment(s) | 11 | - | - |

The annexed notes 1 to 21 form an integral part of these financial statements.

 Chief Executive Officer
  Director
  Director
  Chairman
  Chief Financial Officer

ASIA INSURANCE COMPANY LIMITED
STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| | Notes | 31-Mar-20 RUPEES | 31-Mar-19 RUPEES |
|---|-------|---------------------|---------------------|
| Net insurance premium | 12 | 121,766,225 | 110,184,504 |
| Net insurance claims | 13 | (29,592,742) | (23,461,245) |
| Premium deficiency | | - | (180,589) |
| Net commission and other acquisition costs | 14 | (29,366,388) | (22,655,072) |
| Insurance Claims and acquisition expenses | | (58,959,130) | (46,296,906) |
| Management Expenses | | (55,248,661) | (67,251,732) |
| Underwriting results | | 7,558,434 | (3,364,134) |
| Investment income / (loss) | 15 | 21,543,657 | 13,282,749 |
| Other income | | 3,434,886 | 7,177,004 |
| Other expenses | | (429,813) | (128,007) |
| Results of operating activities | | 32,107,164 | 16,967,612 |
| Finance cost | | (3,985,781) | - |
| Profit from Window Takaful Operations | 9 | 2,550,953 | 1,888,094 |
| Profit before tax | | 30,672,336 | 18,855,706 |
| Income tax gain / (expense) | | (8,096,135) | (83,846) |
| Profit after tax | | 22,576,201 | 18,771,860 |
| Other comprehensive income: | | | |
| Item to be re-classified to profit and loss account in subsequent period: | | | |
| Unrealized gains/(losses) on available for sale investments | | | |
| - Re-measurement of investment - available for sale | | - | (2,922) |
| - Related tax thereon | | - | 789 |
| Other comprehensive (loss)/income for the period | | - | (2,133) |
| Total comprehensive income for the period | | 22,576,201 | 18,769,727 |
| Earnings per share - Basic & Diluted | | 0.37 | 0.31 |

The annexed notes 1 to 21 form an integral part of these financial statements.

W. H. Khan

Chief Executive Officer

Noshah Eltshan

Director

Z. Q. Q.

Director

U. S. V.

Chairman

H. S. G.

Chief Financial Officer

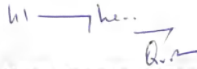
ASIA INSURANCE COMPANY LIMITED
CASH FLOW STATEMENT (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| | 31-Mar-20 RUPEES | 31-Mar-19 RUPEES |
|---|---------------------|---------------------|
| Operating Cash Flows | | |
| a) Underwriting activities | | |
| Insurance premium received | 68,003,806 | 89,786,695 |
| Reinsurance premiums paid | (8,489,409) | (8,666,944) |
| Claims paid | (37,163,123) | (33,329,925) |
| Reinsurance and other recoveries received | 5,438,114 | 5,767,260 |
| Commission paid | (36,146,671) | (23,034,665) |
| Commission received | 3,051,296 | 2,899,684 |
| Management expenses paid | (50,125,525) | (59,980,896) |
| Other underwriting payments | (1,457,340) | (4,474,259) |
| Net cash flow from underwriting activities | (56,888,852) | (31,033,050) |
| b) Other operating activities | | |
| Income tax paid | (877,754) | (2,365,512) |
| Finance charges paid | (3,985,781) | - |
| Other operating receipts payments | 312,180 | 4,093,750 |
| Other receipts in respect of operating assets | 3,430,547 | 6,017,788 |
| Net cash flow from other operating activities | (1,120,808) | 7,746,026 |
| Total cash flow from all operating activities | (58,009,660) | (23,287,024) |
| Investment activities | | |
| Profit / return received | 3,797,402 | 4,264,255 |
| Dividends received | - | - |
| Decrease in net assets in window takaful operations | (2,550,953) | (1,888,094) |
| Payments for investments / investment properties | (30,773,141) | (9,789) |
| Proceeds from investments / investment properties | 51,145,595 | - |
| Fixed capital expenditure | - | (8,432,317) |
| Proceeds from sale of property and equipment | 4,700 | 1,591,819 |
| Total cash flow from investing activities | 21,623,603 | (4,474,126) |
| Financing activities | | |
| Proceeds from issuance of shares | - | - |
| Financing repayments | 3,297,226 | - |
| Total cash flow from financing activities | 3,297,226 | - |
| Net cash flow from all activities | (33,088,831) | (27,761,150) |
| Cash and cash equivalents at the beginning of the period | 202,789,977 | 316,248,002 |
| Cash and cash equivalents at the end of the period | 169,701,146 | 288,486,852 |

ASIA INSURANCE COMPANY LIMITED
CASH FLOW STATEMENT (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| | 31-Mar-20 RUPEES | 31-Mar-19 RUPEES |
|--|---------------------|---------------------|
| Reconciliation to Profit and Loss Account | | |
| Operating cash flows | (58,009,660) | (23,287,024) |
| Depreciation expense | (7,675,916) | (3,767,225) |
| Profit on disposal of investments / investment properties | 4,339 | 1,159,216 |
| Dividend income | - | - |
| Other investment income / (loss) | 21,543,657 | 13,282,749 |
| Profit from window takaful operations | 2,550,953 | 1,888,094 |
| Increase in assets other than cash | 32,012,708 | (170,050) |
| Decrease / (increase) in liabilities other than borrowings | 32,150,120 | 29,666,100 |
| Profit after taxation for the period | 22,576,201 | 18,771,860 |

The annexed notes 1 to 21 form an integral part of these financial statements.


 Chief Executive Officer


 Director


 Chairman


 Chief Financial Officer

ASIA INSURANCE COMPANY LIMITED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| | Attributable to equity holders of the Company | | | | | | |
|---|---|-----------------------|------------------|------------------|------------------------|----------------------------|----------------------------------|
| | Share Capital | Share Premium reserve | Capital reserves | Revenue reserves | Un-appropriated profit | Available for sale reserve | Total share capital and reserves |
| | -----RUPEES----- | | | | | | |
| Balance as at January 1, 2019 | 603,373,910 | 196,626,090 | - | 2,500,000 | 183,439,310 | (19,992) | 985,919,318 |
| Total comprehensive income for the period | - | - | - | - | 18,771,860 | (2,133) | 18,769,727 |
| Balance as at March 31, 2019 | 603,373,910 | 196,626,090 | - | 2,500,000 | 202,211,170 | (22,125) | 1,004,689,045 |
| Balance as at January 1, 2020 | 603,373,910 | 196,626,090 | - | 2,500,000 | 173,326,929 | - | 975,826,929 |
| Total comprehensive income for the | - | - | - | - | 22,576,201 | - | 22,576,201 |
| Quarterly hasna payment to PTF | - | - | - | - | - | - | - |
| Balance as at March 31, 2020 | 603,373,910 | 196,626,090 | - | 2,500,000 | 195,903,130 | - | 998,403,130 |

The annexed notes 1 to 21 form an integral part of these financial statements.

 Chief Executive Officer
 Director
 Chairman
 Chief Financial Officer

ASIA INSURANCE COMPANY LIMITED
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

Asia Insurance Company Limited ("the Company") is a quoted public limited company, which was incorporated in Pakistan on December 06, 1979 under the repealed Companies Act, 1913 (now "the Companies Act, 2017"). The Company is engaged in non-life insurance business mainly comprising of fire, marine, motor, bond and suretyship, agriculture and allied and miscellaneous. The Company commenced its commercial operations in 1980. The registered and principal office of company is situated at 19 C/D, Block L, Gulberg III, Main Ferozpur Road, Lahore-Pakistan. Shares of the Company are quoted on Pakistan Stock Exchange.

The Company has been allowed to work as Window Takaful Operator through License No.10 on August 13, 2015 by Securities and Exchange Commission of Pakistan under Window Takaful Rules, 2012 to carry on Islamic General Takaful in Pakistan. It has not transacted any business outside Pakistan.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the requirements of International Accounting Standard 34 - Interim Financial Reporting and the requirements of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and the Takaful Rules 2012 read with Circular No. 25 of 2015 issued on July 9, 2015 and the directives issued by SECP. Wherever the requirements of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and the Takaful Rules 2012 read with Circular No. 25 of 2015 issued on July 9, 2015 or directives issued by the Securities and Exchange Commission of Pakistan differ with the requirements of these standards, the requirements of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and the Takaful Rules 2012 read with Circular No. 25 of 2015 issued on July 9, 2015 or the requirements of the said directives take precedence.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2019.

2.1 BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared under the historical cost convention except for certain investments which are stated at fair value.

2.2 FUNCTIONAL AND PRESENTATION CURRENCY

These condensed interim financial informations have been presented in Pakistan rupee, which is also the Company's functional currency. All financial information presented in Pakistan rupees are rounded off to nearest rupees unless otherwise stated.

2.3 SIGNIFICANT ESTIMATES AND JUDGEMENTS

The preparation of the condensed interim financial statement requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management and the key sources of estimating uncertainty in preparation of these condensed interim financial statements were same as those applied to the annual financial statements for the year ended December 31, 2019.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed interim financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended December 31, 2019.

4 FINANCIAL RISK AND CAPITAL MANAGEMENT

The Company's financial risk management and capital management objectives and policies are consistent with that disclosed in the annual financial statements for the year ended December 31, 2019.

5 PROPERTY AND EQUIPMENT

Owned Assets

| | | Un-Audited 31 Mar 20 (Rupees) | Audited 31-Dec-19 (Rupees) |
|--|----------|-------------------------------------|----------------------------------|
| Opening book value | | 192,591,881 | 81,188,744 |
| Additions during the period | NOTE 5.1 | - | 146,324,676 |
| Disposals/adjustments during the period | | (61,000) | (7,566,060) |
| | | <u>192,530,881</u> | <u>219,947,360</u> |
| Depreciation/adjustments charged during the period | | (7,615,277) | (27,355,179) |
| Closing book value | | <u>184,915,604</u> | <u>192,591,881</u> |

| 5.1 Particulars | Un audited | | Audited | |
|-----------------------------|-------------------------------------|---------------------------------------|-------------------------------------|---------------------------------------|
| | Additions / transfer (Rupees) | Disposals / Adjustment (Rupees) | Additions / transfer (Rupees) | Disposals / Adjustment (Rupees) |
| Land | - | - | - | - |
| Building - on freehold land | - | - | - | - |
| Furniture & Fixtures | - | - | 292,300 | - |
| Office Equipment | - | - | 476,311 | - |
| Vehicles | - | (61,000) | 17,301,827 | (7,566,060) |
| Computers and accessories | - | - | - | - |
| | - | <u>(61,000)</u> | <u>18,070,468</u> | <u>(7,566,060)</u> |

ASIA INSURANCE COMPANY LIMITED
 NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| | Un-Audited 31-Mar-20 (Rupees) | Audited 31-Dec-19 (Rupees) |
|---|-------------------------------------|----------------------------------|
| 6 EQUITY SECURITIES | | |
| Available for sale | | |
| Investment in ordinary shares | - | - |
| Investment in mutual funds | - | - |
| Held for trading | | |
| Investment in ordinary shares | 31,639,533 | 48,451,550 |
| Investment in mutual funds | 28,865,632 | 27,811,457 |
| | 60,505,165 | 76,263,007 |
| 7 DEBT SECURITIES | | |
| Pakistan investment Bonds (10 years) - held to maturity | 62,864,636 | 62,727,995 |
| | 62,864,636 | 62,727,995 |
| 8 TERM DEPOSITS | | |
| Deposits maturing within 12 months - held to maturity | 435,000,000 | 435,000,000 |
| 9 TOTAL ASSETS OF WINDOW TAKAFUL OPERATIONS - OPF | | |
| Total assets in window takaful operations | 68,850,621 | 64,740,352 |
| Total liabilities in window takaful operations | 7,815,634 | 6,256,318 |
| Profit for the period | 2,550,953 | 11,633,110 |
| 9.1 The condensed interim financial statements of window takaful operations are separately prepared under the provisions of clause 11 (b) of Takaful Rules, 2012 read with Circular No. 25 of 2015 issued dated July 9, 2015. | | |
| 10 ORDINARY SHARE CAPITAL | | |
| 10.1 AUTHORIZED SHARE CAPITAL | | |
| 100,000,000 (2019: 100,000,000) ordinary shares of Rs.10/- each | 1,000,000,000 | 1,000,000,000 |
| 10.2 ISSUED, SUBSCRIBED AND PAID UP CAPITAL | | |
| (Number of Shares) | | |
| 40,337,391 40,337,391 Ordinary shares of Rs. 10/- each fully paid in cash | 403,373,910 | 403,373,910 |
| 15,000,000 15,000,000 Paid up capital for general insurance fully paid bonus issue | 150,000,000 | 150,000,000 |
| 5,000,000 5,000,000 Statutory fund for window takaful NOTE 10.2.1 | 50,000,000 | 50,000,000 |
| | 603,373,910 | 603,373,910 |
| 10.2.1 Amount of Rs. 50 million is deposited as statutory reserves to comply with provisions of para 4 of Circular No 8 of 2014 read with section 11(c) of Takaful Rules, 2012 issued by Securities and Exchange Commission of Pakistan. | | |
| 10.3 15,337,391 shares have been issued to InsuResilience Investment Fund SICAV RAIF, Luxembourg for an aggregate amount of Rs. 350 million bearing a premium of Rs. 12.82 per shares and total amounting to Rs. 196,626,090/-. | | |
| 11 CONTINGENCIES AND COMMITMENTS | | |
| 11.1 CONTINGENCIES | | |
| There has been no change in the contingencies since December 31, 2019. | | |
| 11.2 COMMITMENTS | | |
| There has been no change in the commitments since December 31, 2019, except as follows: | | |
| 11.2.1 Future Ijarah Rentals: | | |
| The Company has entered into a Vehicle Ijarah agreements with Mezaan Bank Limited and Sindh Bank Limited. The company has made payment of Rs. 1,651,957/- till the period end. | | |
| Payable not later than 1 year | 5,182,923 | 5,618,381 |
| Payable later than 1 year and not later than 5 years | 5,809,427 | 6,920,315 |
| | 10,992,350 | 12,538,696 |

ASIA INSURANCE COMPANY LIMITED
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| | For the Three Months Period Ended | |
|---|-------------------------------------|-------------------------------------|
| | Un-Audited 31-Mar-20 (Rupees) | Un-Audited 31-Mar-19 (Rupees) |
| 12 NET INSURANCE PREMIUM | | |
| Written Gross Premium | 110,878,908 | 96,794,333 |
| Add: Unearned premium reserve - opening | 262,243,543 | 252,509,416 |
| Less: Unearned premium reserve - closing | (234,705,502) | (219,896,343) |
| Premium earned | 138,416,949 | 129,407,406 |
| Less: Reinsurance premium ceded | 14,311,885 | 14,369,604 |
| Add: Prepaid reinsurance premium - opening | 36,555,316 | 41,434,546 |
| Less: Prepaid reinsurance premium - closing | (34,216,477) | (36,581,248) |
| Reinsurance expense | 16,650,724 | 19,222,902 |
| | 121,766,225 | 110,184,504 |
| 13 NET INSURANCE CLAIMS EXPENSE | | |
| Claims Paid | 37,163,123 | 33,329,925 |
| Add: Outstanding claims including IBNR - closing | 108,345,506 | 125,196,113 |
| Less: Outstanding claims including IBNR - opening | (108,865,952) | (126,110,519) |
| Claims expense | 36,642,677 | 32,415,519 |
| Less: Reinsurance and other recoveries received | 5,438,114 | 5,767,260 |
| Add: Reinsurance and other recoveries in respect of outstanding claims net of impairment - closing | 45,133,024 | 52,589,000 |
| Less: Reinsurance and other recoveries in respect of outstanding claims net of impairment - opening | (43,521,203) | (49,401,986) |
| Reinsurance and other recoveries revenue | 7,049,935 | 8,954,274 |
| | 29,592,742 | 23,461,245 |
| 14 NET COMMISSION EXPENSE / ACQUISITION COST | | |
| Commission paid or payable | 32,407,764 | 21,727,138 |
| Add: Deferred commission expense - opening | 53,439,780 | 52,334,737 |
| Less: Deferred commission expense - closing | (52,865,090) | (47,609,854) |
| Net Commission | 32,982,454 | 26,452,021 |
| Less: Commission received or recoverable | 3,051,296 | 2,899,684 |
| Less: Unearned Reinsurance Commission - opening | 7,765,517 | 8,031,216 |
| Add: Unearned Reinsurance Commission - closing | (7,200,747) | (7,133,951) |
| Commission from reinsurers | 3,616,066 | 3,796,949 |
| | 29,366,388 | 22,655,072 |
| 15 INVESTMENT INCOME | | |
| Income from equity securities | | |
| Held for trading | | |
| - Dividend income on listed securities | - | - |
| - Dividend income on mutual funds | - | - |
| Available for sale | | |
| - Dividend income on listed securities | - | - |
| - Dividend income on mutual funds | - | - |
| Income from debt securities | | |
| Held to maturity | | |
| - Return on Debt securities | 1,358,480 | 1,459,146 |
| Income from term deposits | | |
| Held to maturity | | |
| - Return on term deposits | 15,297,283 | 8,711,438 |
| | 16,655,763 | 10,170,584 |
| Net realised fair value gains/(losses) on investments | | |
| Held for trading | | |
| - Listed securities | 10,406,155 | - |
| - Mutual funds | - | - |
| Available for sale | | |
| - Listed securities | - | - |
| Net unrealised fair value gains/(losses) on investments | | |
| Held for trading | | |
| - Listed securities | (6,517,613) | (1,128,891) |
| - Mutual funds | 1,054,175 | 4,230,682 |
| Available for sale | | |
| - Listed securities | - | - |
| Held to maturity | | |
| - Debt securities | 136,641 | 10,476 |
| Total investment income | 21,735,121 | 13,282,851 |
| Less: (Impairment)/Reversal in value of Available for sale - Listed securities | - | - |
| Less: Investment related expenses | (191,464) | (102) |
| Net Investment Income | 21,543,657 | 13,282,749 |

ASIA INSURANCE COMPANY LIMITED
 NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

16 TRANSACTIONS WITH RELATED PARTIES

The Company entered into transactions with related parties in ordinary course of business at the prevailing market rates. Nature and description of related party transactions along with transaction values are as under:

| Nature of relationship / transaction | Un-Audited 31-Mar-20 (Rupees) | Audited 31-Dec-19 (Rupees) |
|---|-------------------------------------|----------------------------------|
| Balances at year end: | | |
| Retirement Benefit Plan | | |
| Contribution payable to provident fund | 537,597 | 579,172 |
| Nature of relationship / transaction | | |
| Transaction during the period: | | |
| Key Management Personnel | | |
| Directors | | |
| Remuneration | 3,375,000 | 13,856,313 |
| Rent paid | 66,000 | 15,517,750 |
| Commission paid to relatives | - | 12,695,654 |
| Retirement Benefit Plan | | |
| Contribution to provident fund | 802,973 | 3,339,112 |

17 SEGMENT INFORMATION

| As at March 31, 2020 | Rupees | | | | | | |
|--|--------------------------|-------------------------------|--------------|--------------|------------------------|---------------|---------------|
| | FIRE AND PROPERTY DAMAGE | MARINE AVIATION AND TRANSPORT | MOTOR | HEALTH | AGRICULTURE AND ALLIED | MISCELLANEOUS | TOTAL |
| Premium received (inclusive of FED, FIP and Admin surcharge) | 57,193,960 | 19,997,071 | 25,763,005 | (575,384) | 2,483,062 | 16,155,080 | 121,016,794 |
| Less: Federal Excise Duty / Sales Tax | (4,023,526) | (1,617,504) | (2,151,057) | 78,705 | - | (1,731,068) | (9,444,450) |
| Federal Insurance Fee | (261,020) | (166,587) | (137,387) | 4,918 | (24,736) | (108,624) | (693,436) |
| Gross Written Premium (inclusive of Admin surcharge) | 52,909,414 | 18,212,980 | 23,474,561 | (491,761) | 2,458,326 | 14,315,388 | 110,878,908 |
| Gross direct Premium | 25,436,783 | 16,010,258 | 13,403,166 | (493,141) | 2,349,897 | 10,518,546 | 67,225,509 |
| Facultative inward Premium | 26,794,820 | 1,558,682 | 9,736,223 | - | - | 3,445,496 | 41,535,221 |
| Administrative surcharge | 677,811 | 644,040 | 335,172 | 1,380 | 108,429 | 351,346 | 2,118,178 |
| Insurance Premium earned | 49,309,773 | 21,251,473 | 31,398,823 | 13,556,126 | 4,995,066 | 17,905,688 | 138,416,949 |
| Insurance Premium ceded to reinsurers | (10,519,007) | (1,646,944) | (1,312,500) | (967,308) | (554,625) | (1,650,340) | (16,650,724) |
| Net Insurance Premium | 38,790,766 | 19,604,529 | 30,086,323 | 12,588,818 | 4,440,441 | 16,255,348 | 121,766,225 |
| Commission income | 2,673,988 | 388,723 | - | 266,009 | - | 287,346 | 3,616,066 |
| Net underwriting income | 41,464,754 | 19,993,252 | 30,086,323 | 12,854,827 | 4,440,441 | 16,542,694 | 125,382,291 |
| Insurance claims | (3,718,583) | (2,520,959) | (6,485,717) | (17,814,101) | 180,640 | (6,283,957) | (36,642,677) |
| Insurance claims recovered from reinsurers | 4,464,216 | 1,570,622 | 950,000 | - | - | 65,097 | 7,049,935 |
| Net claims | 745,633 | (950,337) | (5,535,717) | (17,814,101) | 180,640 | (6,218,860) | (29,592,742) |
| Commission expenses | (15,089,733) | (6,443,354) | (6,193,300) | (676,134) | (2,494,268) | (2,085,665) | (32,982,454) |
| Management expenses | (19,679,573) | (8,480,669) | (12,530,396) | (5,408,844) | (1,994,477) | (7,154,702) | (55,248,661) |
| Premium deficiency expense | - | - | - | - | - | - | - |
| Net Insurance claims and expenses | (34,023,673) | (15,874,360) | (24,259,413) | (23,899,079) | (4,308,105) | (15,459,227) | (117,823,857) |
| Underwriting results | 7,441,081 | 4,118,892 | 5,826,910 | (11,044,252) | 132,336 | 1,083,467 | 7,558,434 |
| Net investment income | | | | | | | 21,543,657 |
| Other income | | | | | | | 3,434,886 |
| Other expenses | | | | | | | (429,813) |
| Finance cost | | | | | | | (3,985,781) |
| Profit from WTO Operations | | | | | | | 2,550,953 |
| Profit before tax | | | | | | | 30,672,336 |
| Segment assets | 179,625,999 | 75,307,377 | 86,185,306 | 31,245,575 | 13,464,103 | 59,017,697 | 444,846,057 |
| Unallocated assets | | | | | | | 1,154,416,512 |
| Total assets | | | | | | | 1,599,262,569 |
| Segment liabilities | 172,115,997 | 51,732,150 | 110,086,731 | 29,156,080 | 12,040,736 | 70,868,234 | 445,999,927 |
| Unallocated liabilities | | | | | | | 154,859,512 |
| Total liabilities | | | | | | | 600,859,439 |

ASIA INSURANCE COMPANY LIMITED
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

17.1 SEGMENT INFORMATION

| As at December 31, 2019 | Rupees | | | | | | TOTAL |
|--|--------------------------|-------------------------------|---------------|--------------|------------------------|---------------|---------------|
| | FIRE AND PROPERTY DAMAGE | MARINE AVIATION AND TRANSPORT | MOTOR | HEALTH | AGRICULTURE AND ALLIED | MISCELLANEOUS | |
| Premium received (inclusive of FED, FIF and Admin surcharge) | 205,805,478 | 74,468,284 | 146,706,394 | 64,763,284 | 13,573,377 | 80,609,440 | 594,926,247 |
| Less: Federal Excise Duty / Sales Tax | (21,011,907) | (6,316,935) | (18,157,313) | (8,532,633) | - | (11,600,106) | (66,618,894) |
| Federal Insurance Fee | (1,969,220) | (639,177) | (1,213,839) | (536,807) | (116,498) | (735,533) | (6,651,082) |
| Gross Written Premium (inclusive of Admin surcharge) | 183,404,343 | 67,512,172 | 126,335,232 | 55,693,844 | 13,456,879 | 77,273,801 | 523,656,271 |
| Gross direct Premium | 153,956,904 | 62,425,510 | 121,878,882 | 55,691,804 | 11,137,619 | 72,622,343 | 477,053,062 |
| Facultative inward Premium | 26,257,955 | 2,396,656 | 2,674,129 | - | 1,811,151 | 2,041,900 | 35,181,791 |
| Administrative surcharge | 3,789,484 | 2,690,006 | 1,782,221 | 42,040 | 508,109 | 2,609,558 | 11,421,418 |
| Insurance Premium earned | 169,478,044 | 63,319,629 | 128,453,101 | 50,435,323 | 15,000,000 | 87,175,447 | 513,922,144 |
| Insurance Premium ceded to reinsurers | (40,961,428) | (11,465,162) | (5,250,004) | - | (1,020,000) | (17,332,578) | (76,029,172) |
| Net Insurance Premium | 128,516,616 | 51,854,467 | 123,203,097 | 50,435,323 | 14,040,000 | 69,842,869 | 437,892,972 |
| Commission income | 9,526,099 | 2,794,819 | - | - | - | 1,590,853 | 14,311,771 |
| Net underwriting income | 138,442,715 | 54,649,286 | 123,203,097 | 50,435,323 | 14,040,000 | 71,433,722 | 452,044,743 |
| Insurance claims | (35,076,972) | (3,824,117) | (42,527,829) | (54,415,539) | (1,204,319) | (26,493,519) | (153,662,295) |
| Insurance claims recovered from reinsurers | 19,365,211 | 1,817,658 | (1,159,236) | - | - | 1,961,205 | 21,984,838 |
| Net claims | (5,711,761) | (2,006,459) | (43,687,065) | (54,415,539) | (1,204,319) | (24,532,314) | (131,677,417) |
| Commission expenses | (41,282,240) | (15,196,694) | (25,289,768) | (2,609,783) | (4,437,582) | (16,973,763) | (105,899,830) |
| Management expenses | (94,071,293) | (34,394,128) | (69,765,361) | (27,386,882) | (8,179,774) | (47,375,677) | (279,173,113) |
| Premium deficiency expense | - | - | - | (3,453,185) | - | - | (3,453,185) |
| Net Insurance claims and expenses | (139,166,294) | (51,697,201) | (138,742,194) | (87,865,387) | (13,811,073) | (88,821,754) | (520,194,543) |
| Underwriting results | (723,579) | (2,047,915) | (15,539,097) | (37,430,064) | 198,927 | (17,418,032) | (67,989,800) |
| Net investment income | | | | | | | 52,854,555 |
| Other income | | | | | | | 26,600,427 |
| Other expenses | | | | | | | (2,721,438) |
| Finance cost | | | | | | | (15,902,673) |
| Profit from WTO Operations | | | | | | | 11,633,110 |
| Profit before tax | | | | | | | 4,474,181 |
| Segment assets | 157,043,572 | 59,635,533 | 83,251,639 | 27,798,330 | 10,302,532 | 65,015,413 | 403,047,019 |
| Unallocated assets | | | | | | | 1,200,932,927 |
| Total assets | | | | | | | 1,603,979,946 |
| Segment liabilities | 169,771,327 | 50,147,243 | 120,713,630 | 43,865,892 | 12,647,276 | 80,329,224 | 478,074,592 |
| Unallocated liabilities | | | | | | | 150,078,424 |
| Total liabilities | | | | | | | 628,153,017 |

18 EVENTS AFTER BALANCE SHEET DATE

There are no events after balance sheet date causing any adjustment or disclosure in the condensed interim financial information.

19 GENERAL

Figures in the condensed interim financial statements have been rounded off to the nearest rupee.

20 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, to facilitate comparisons. No significant reclassifications made during the current period.

21 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on April 30, 2020, in accordance with a resolution of board of directors of the Company.







Chief Executive Officer **Director** **Director** **Chairman** **Chief Financial Officer**



ASIA INSURANCE
COMPANY LIMITED -
WINDOW TAKAFUL OPERATIONS

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2020

ASIA INSURANCE COMPANY LIMITED
WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT MARCH 31, 2020

| | Note | Participants' Takaful Fund | Operator's Fund | Un-Audited 31-Mar-20 Aggregate | Audited 31-Dec-19 Aggregate |
|---|------|-------------------------------|--------------------|--------------------------------------|-----------------------------------|
| Rupees | | | | | |
| Assets | | | | | |
| Investments | | | | | |
| Term deposits | | - | 10,000,000 | 10,000,000 | 10,000,000 |
| Loans and other receivables | | - | 11,223,012 | 11,223,012 | 14,723,058 |
| Takaful / re-takaful receivables | | 34,596,343 | - | 34,596,343 | 27,068,445 |
| Retakaful recoveries against outstanding claims | | 1,030,437 | - | 1,030,437 | 1,365,437 |
| Deferred commission expense | 10 | - | 5,390,235 | 5,390,235 | 5,565,632 |
| Prepayments | 8 | 5,739,221 | - | 5,739,221 | 4,838,127 |
| Cash & bank | | 29,611,367 | 42,237,374 | 71,848,741 | 65,382,446 |
| Total Assets | | 70,977,368 | 68,850,621 | 139,827,989 | 128,943,145 |
| Fund and Liabilities | | | | | |
| Waqf / Participants' Takaful Fund (PTF) | | | | | |
| Ceded money | 5 | 500,000 | - | 500,000 | 500,000 |
| Qard-e-hasna | | 20,411,000 | - | 20,411,000 | 20,411,000 |
| Accumulated deficit | | 3,438,666 | - | 3,438,666 | (3,852,623) |
| Total Waqf / Participants' Takaful Funds | | 24,349,666 | - | 24,349,666 | 17,058,377 |
| Operators' Fund (OPF) | | | | | |
| Statutory fund | 6 | - | 50,000,000 | 50,000,000 | 50,000,000 |
| Qard-e-hasna | | - | (20,411,000) | (20,411,000) | (20,411,000) |
| Accumulated profit | | - | 31,445,987 | 31,445,987 | 28,895,034 |
| Total Operator's funds | | - | 61,034,987 | 61,034,987 | 58,484,034 |
| Liabilities | | | | | |
| Underwriting provisions | | | | | |
| Outstanding claims including IBNR | 9 | 9,255,119 | - | 9,255,119 | 12,085,665 |
| Unearned contribution reserve | 8 | 17,804,860 | - | 17,804,860 | 18,335,128 |
| Contribution deficiency reserves | | 428,059 | - | 428,059 | 452,484 |
| Unearned retakaful rebate | | - | - | - | 2,732 |
| Retirement benefit obligations | | - | 67,147 | 67,147 | 47,115 |
| Contributions received in advance | | 1,266,113 | - | 1,266,113 | 692,797 |
| Takaful / retakaful payables | | 4,844,657 | - | 4,844,657 | 182,534 |
| Other creditors and accruals | | 13,028,894 | 7,748,487 | 20,777,381 | 21,602,279 |
| Total liabilities | | 46,627,702 | 7,815,634 | 54,443,336 | 53,400,734 |
| Total fund and liabilities | | 70,977,368 | 68,850,621 | 139,827,989 | 128,943,145 |
| Contingency(ies) and commitment(s) | 7 | - | - | - | - |

The annexed notes from 1 to 14 form an integral part of these financial statements.

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A. N. Noshara Eltoshan
Chief Executive Officer

Director

Director


u&v
Chairman

H. R. P.
Chief Financial Officer

ASIA INSURANCE COMPANY LIMITED
WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| Participants' Takaful Fund Revenue Account | Note | For the Three Months Ended | |
|---|------|----------------------------|---------------------|
| | | 31-Mar-20 Rupees | 31-Mar-19 Rupees |
| Net takaful contribution | 8 | 6,067,763 | 3,666,211 |
| Net takaful claims | 9 | 604,936 | (1,877,083) |
| Contribution deficiency reserve | | 24,425 | - |
| Net rebate on retakaful | 10 | 2,732 | 2,732 |
| Takaful claims and acquisition expenses | | 632,093 | (1,874,351) |
| Direct expenses | | (3,125) | (2,158) |
| Underwriting results | | 6,696,731 | 1,789,702 |
| Investment income | | - | - |
| Other income | | 594,558 | 338,909 |
| Result of operating activities - PTF | | 7,291,289 | 2,128,611 |
| Other comprehensive income: | | | |
| Item to be re-classified to profit and loss account in subsequent period: | | | |
| Items that may be subsequently reclassified to profit or loss | | - | - |
| Items that may not be subsequently reclassified to profit or loss | | - | - |
| Other comprehensive income for the period | | - | - |
| Total comprehensive surplus for the period | | 7,291,289 | 2,128,611 |
| Operator's Revenue Account | | | |
| Wakala fee | | 6,140,933 | 4,822,798 |
| Net Commission and other acquisition costs | 10 | (3,185,554) | (2,207,144) |
| Management expenses | | (1,132,768) | (992,876) |
| | | 1,822,611 | 1,622,778 |
| Other income | | 524,181 | 365,316 |
| Investment income | 11 | 339,069 | - |
| Other expenses | | (134,908) | (100,000) |
| Profit for the period | | 2,550,953 | 1,888,094 |
| Other comprehensive income: | | | |
| Item to be re-classified to profit and loss account in subsequent period: | | | |
| Items that may be subsequently reclassified to profit or loss | | - | - |
| Items that may not be subsequently reclassified to profit or loss | | - | - |
| Other comprehensive income for the period | | - | - |
| Total comprehensive income for the period | | 2,550,953 | 1,888,094 |

The annexed notes from 1 to 14 form an integral part of these financial statements.


Chief Executive Officer


Director


Chairman


Chief Financial Officer

ASIA INSURANCE COMPANY LIMITED
WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| | Participants' Takaful Fund | Operator's Fund | 31-Mar-20 Aggregate | 31-Mar-19 Aggregate |
|---|-------------------------------|--------------------|------------------------|------------------------|
| | Rupees | | | |
| Operating cash flows | | | | |
| a) Takaful activities | | | | |
| Contribution received | 9,258,611 | - | 9,258,611 | 7,487,142 |
| Wakala fee received | - | 6,140,933 | 6,140,933 | 4,822,798 |
| Retakaful ceded | (6,914,669) | - | (6,914,669) | (3,453,497) |
| Claims paid | (1,890,610) | - | (1,890,610) | (1,044,809) |
| Retakaful and other recoveries received | - | - | - | - |
| Commissions paid | - | 2,897,791 | 2,897,791 | 25,102 |
| Rebate on retakaful | - | - | - | - |
| Direct, management and other expenses receipts/(payments) | (2,246,960) | (5,616,308) | (7,863,268) | 1,979,608 |
| Other takaful payments | (120,347) | 3,839,115 | 3,718,768 | (4,784,979) |
| Net cash flow from underwriting activities | (1,913,975) | 7,261,531 | 5,347,556 | 5,031,365 |
| b) Other operating activities | | | | |
| Income tax paid | - | - | - | - |
| Other operating payments | - | - | - | - |
| Other operating receipts | 594,558 | 524,181 | 1,118,739 | 704,225 |
| Net cash flow from other operating activities | 594,558 | 524,181 | 1,118,739 | 704,225 |
| Total cash flow from all operating activities | (1,319,417) | 7,785,712 | 6,466,295 | 5,735,590 |
| Investment activities | | | | |
| Profit/ return received | - | - | - | - |
| Profit/ return received | - | - | - | - |
| Payments for investments | - | - | - | - |
| Fixed capital expenditure | - | - | - | - |
| Total cash flow from investing activities | - | - | - | - |
| Financing activities | | | | |
| Contribution to the operator's fund | - | - | - | - |
| Ceded money | - | - | - | - |
| Total cash inflow from financing activities | - | - | - | - |
| Net cash flow from all activities | (1,319,417) | 7,785,712 | 6,466,295 | 5,735,590 |
| Cash and cash equivalents at beginning of the period | 30,930,784 | 34,451,662 | 65,382,446 | 54,014,411 |
| Cash and cash equivalents at end of the period | 29,611,367 | 42,237,374 | 71,848,741 | 59,750,001 |

ASIA INSURANCE COMPANY LIMITED
WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| | Participants' Takaful Fund | Operator's Fund | 31-Mar-20 Aggregate | 31-Mar-19 Aggregate |
|--|-------------------------------|--------------------|------------------------|------------------------|
| Rupees | | | | |
| RECONCILIATION TO PROFIT AND LOSS ACCOUNT | | | | |
| Operating cash flows | (1,319,417) | 7,785,712 | 6,466,295 | 5,735,590 |
| Increase in assets other than cash | 8,093,992 | (4,014,512) | 4,079,480 | 8,685,205 |
| Increase in liabilities | 516,714 | (1,559,316) | (1,042,602) | (10,404,090) |
| Return on fixed income deposits | - | 339,069 | 339,069 | - |
| Profit for the period | 7,291,289 | 2,550,953 | 9,842,242 | 4,016,705 |
| Attributed to | | | | |
| Participants' Takaful Fund | 7,291,289 | - | 7,291,289 | 2,128,611 |
| Operator's Fund | - | 2,550,953 | 2,550,953 | 1,888,094 |
| | 7,291,289 | 2,550,953 | 9,842,242 | 4,016,705 |

The annexed notes from 1 to 14 form an integral part of these financial statements.







Chief Executive Officer **Director** **Director** **Chairman** **Chief Financial Officer**

ASIA INSURANCE COMPANY LIMITED
WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF CHANGES IN FUNDS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| Participants' Takaful Fund | Ceded money | Qard-e-Hasna | Accumulated | Total |
|---|-------------|--------------|-----------------------|------------|
| | | | Surplus/ (Deficit) | |
| Rupees | | | | |
| Balance as at January 1, 2019 | 500,000 | 20,411,000 | (10,294,169) | 10,616,831 |
| Surplus for the period | - | - | 2,128,611 | 2,128,611 |
| Qard-e-hasna from Operator's fund (OPF) | - | - | - | - |
| | - | - | 2,128,611 | 2,128,611 |
| Balance as at March 31, 2019 | 500,000 | 20,411,000 | (8,165,558) | 12,745,442 |
| Balance as at January 1, 2020 | 500,000 | 20,411,000 | (3,852,623) | 17,058,377 |
| Surplus for the period | - | - | 7,291,289 | 7,291,289 |
| Qard-e-hasna from Operator's fund (OPF) | - | - | - | - |
| | - | - | 7,291,289 | 7,291,289 |
| Balance as at March 31, 2020 | 500,000 | 20,411,000 | 3,438,666 | 24,349,666 |

| Operator's fund | Statutory fund | Qard-e-Hasna | Accumulated | Total |
|--|----------------|--------------|-------------|------------|
| | | | Surplus | |
| Rupees | | | | |
| Balance as at January 1, 2019 | 50,000,000 | (20,411,000) | 17,261,924 | 46,850,924 |
| Profit for the period | - | - | 1,888,094 | 1,888,094 |
| Qard-e-hasna to Participants' takaful fund (PTF) | - | - | - | - |
| | - | - | 1,888,094 | 1,888,094 |
| Balance as at March 31, 2019 | 50,000,000 | (20,411,000) | 19,150,018 | 48,739,018 |
| Balance as at January 1, 2020 | 50,000,000 | (20,411,000) | 28,895,034 | 58,484,034 |
| Profit for the period | - | - | 2,550,953 | 2,550,953 |
| Qard-e-hasna to Participants' takaful fund (PTF) | - | - | - | - |
| | - | - | 2,550,953 | 2,550,953 |
| Balance as at March 31, 2020 | 50,000,000 | (20,411,000) | 31,445,987 | 61,034,987 |

The annexed notes from 1 to 14 form an integral part of these financial statements.







Chief Executive Officer Director Director Chairman Chief Financial Officer

ASIA INSURANCE COMPANY LIMITED
WINDOW TAKAFUL OPERATIONS
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

Asia Insurance Company Limited ("the Company") is a quoted public limited company, which was incorporated in Pakistan on December 06, 1979 under the repealed Companies Act, 1913 (now "the Companies Act, 2018"). The Company is engaged in non-life insurance business mainly comprising of fire, marine, motor, bond and suretyship, agriculture and allied and miscellaneous. The Company commenced its commercial operations in 1980. The registered and principal office of company is situated at 19 C/D, Block L, Gulberg III, Main Ferozpur Road, Lahore-Pakistan. Shares of the Company are quoted on Pakistan Stock Exchange.

The Company has been allowed to work as Window Takaful Operator through License No.10 on August 13, 2015, by Securities and Exchange Commission of Pakistan under Window Takaful Rules, 2012 to carry on Islamic General Insurance in Pakistan. It has not transacted any business outside Pakistan.

For the purpose of carrying on the takaful business, the Company has formed a waqf for participants' equity fund. The Waqf namely Asia Insurance Company Limited (Window Takaful Operations) - Waqf Fund (hereafter referred to as participant takaful fund (PTF)) was created on August 20, 2015 under a trust deed executed by the Company with a ceded money of Rs. 500,000/-. Waqf deed also governs the relationship of Operators and policy holders for management of takaful operations, investment policy holders funds and investment of Operators' funds approved by shariah advisor of the Company.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the requirements of International Accounting Standard 34 - Interim Financial Reporting and the requirements of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and the Takaful Rules 2012 read with Circular No. 25 of 2015 issued on July 9, 2015 and the directives issued by SECP. Wherever the requirements of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and the Takaful Rules 2012 read with Circular No. 25 of 2015 issued on July 9, 2015 or directives issued by the Securities and Exchange Commission of Pakistan differ with the requirements of the standard, the requirements of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and the Takaful Rules 2012 read with Circular No. 25 of 2015 issued on July 9, 2015 and the requirements of the said directives take precedence.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2019.

2.1 BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared under the historical cost convention except for certain investments which are stated at fair value.

2.2 FUNCTIONAL AND PRESENTATION CURRENCY

These condensed interim financial information have been presented in Pakistan rupee, which is also the Company's functional currency. All financial information presented in Pakistan rupees are rounded off to nearest rupees unless otherwise stated.

2.3 SIGNIFICANT ESTIMATES AND JUDGEMENTS

The preparation of the condensed interim financial statement requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management and the key sources of estimating uncertainty in preparation of these condensed interim financial statements were same as those applied to the annual financial statements for the year ended December 31, 2019.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed interim financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended December 31, 2019.

4 FINANCIAL RISK AND CAPITAL MANAGEMENT

The Company's financial risk management and capital management objectives and policies are consistent with that disclosed in the annual financial statements for the year ended December 31, 2019.

ASIA INSURANCE COMPANY LIMITED
 WINDOW TAKAFUL OPERATIONS
 NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| | NOTE | Un-audited 31-Mar-20 RUPEES | Audited 31-Dec-19 RUPEES |
|----------------------|------|-----------------------------------|--------------------------------|
| 5 CEDED MONEY | | | |
| Waqf money | 5.1 | <u>500,000</u> | <u>500,000</u> |

5.1 The amount of Rs. 500,000/- has been set a part for Waqf Fund / Participant Takaful Fund as Waqf money according to the Waqf deed prepared for the purpose of creation of Waqf Fund / Participant Takaful Fund.

6 STATUTORY FUND

| | | | |
|----------------|-----|-------------------|-------------------|
| Statutory fund | 6.1 | <u>50,000,000</u> | <u>50,000,000</u> |
|----------------|-----|-------------------|-------------------|

6.1 Amount of Rs. 50 million is deposited as statutory fund to comply with provisions of para 4 of Circular No 8 of 2014 read with section 11(c) of Takaful Rules, 2012 issued by Securities and Exchange Commission.

7 CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

There has been no change in the contingencies since December 31, 2019.

7.2 Commitments

There has been no change in the commitments since December 31, 2019.

8 NET TAKAFUL CONTRIBUTION

| | For the Three Months Ended | |
|--|-----------------------------------|-----------------------------------|
| | Un-audited 31-Mar-20 RUPEES | Un-audited 31-Mar-19 RUPEES |
| Written Gross Contribution | 15,352,334 | 12,056,993 |
| Less: Wakala Fee | (6,140,933) | (4,822,798) |
| Add: Unearned Contribution reserve - opening | 18,335,128 | 12,541,332 |
| Less: Unearned Contribution reserve - closing | (1,804,860) | (12,849,407) |
| Contribution earned | 9,741,669 | 6,926,120 |
| Less: Retakaful contribution ceded | (4,575,000) | (3,246,249) |
| Less: Prepaid Retakaful contribution - opening | (4,838,127) | (4,851,787) |
| Add: Prepaid Retakaful contribution - closing | 5,739,221 | 4,838,127 |
| Retakaful expense | (3,673,906) | (3,259,909) |
| | <u>6,067,763</u> | <u>3,666,211</u> |

9 NET TAKAFUL CLAIMS

| | | |
|---|--------------------|------------------|
| Claims Paid | 1,890,610 | 1,044,809 |
| Add: Outstanding claims including IBNR - closing | 9,255,119 | 3,149,588 |
| Less: Outstanding claims including IBNR - opening | (12,085,665) | (2,317,314) |
| Claims expense | (939,936) | 1,877,083 |
| Less: Retakaful and other recoveries received | - | - |
| Add: Retakaful and other recoveries in respect of outstanding claims net of impairment - closing | 1,030,437 | - |
| Less: Retakaful and other recoveries in respect of outstanding claims net of impairment - opening | - | - |
| Retakaful and other recoveries revenue | 1,030,437 | - |
| | <u>(1,970,373)</u> | <u>1,877,083</u> |

ASIA INSURANCE COMPANY LIMITED
 WINDOW TAKAFUL OPERATIONS
 NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| 10 NET COMMISSION AND OTHER ACQUISITION COSTS | NOTE | For the Three Months Ended | |
|---|------|-----------------------------------|-----------------------------------|
| | | Un-audited 31-Mar-20 RUPEES | Un-audited 31-Mar-19 RUPEES |
| Commission paid or payable | | 3,010,157 | 2,425,053 |
| Add: Deferred commission expense - opening | | 5,565,632 | 3,875,426 |
| Less: Deferred commission expense - closing | | (5,390,235) | (4,093,335) |
| Net Commission | | 3,185,554 | 2,207,144 |
| Less: Rebate received or recoverable | | - | - |
| Add: Unearned Retakaful Rebate - opening | | 2,732 | 2,732 |
| Less: Unearned Retakaful Rebate - closing | | - | - |
| Rebate on retakaful | | 2,732 | 2,732 |
| | | <u>3,182,822</u> | <u>2,204,412</u> |
| 11 INVESTMENT INCOME | | | |
| OPF | | | |
| Held to Maturity | | | |
| - Return on fixed income deposits | | 339,069 | - |
| Net investment income | | <u>339,069</u> | <u>-</u> |
| 12 SEGMENT INFORMATION | | | |

The operator has four primary business segments for reporting purposes namely fire and property damage, marine aviation and transport, motor and miscellaneous.

Assets and liabilities, wherever possible have been assigned to the following segments based on specific identification or allocated on the basis of contribution written by each segment.

| As at March 31, 2020 | Rupees | | | | | |
|---|--------------------------|-------------------------------|-----------|---------------|--------|-------------|
| | FIRE AND PROPERTY DAMAGE | MARINE AVIATION AND TRANSPORT | MOTOR | MISCELLANEOUS | TREATY | TOTAL |
| Contribution received (inclusive of FED, FIF and Admin Surcharge) | 7,643,335 | 3,982,174 | 4,204,973 | 921,987 | - | 16,752,469 |
| Less: Federal Excise Duty/Sales Tax | (454,181) | (522,000) | (291,427) | (42,028) | - | (1,309,636) |
| Federal Takaful Fee | (28,593) | (34,081) | (19,112) | (8,713) | - | (90,499) |
| Gross written contribution (inclusive of Admin surcharge) | 7,160,561 | 3,426,093 | 3,894,434 | 871,246 | - | 15,352,334 |
| Gross direct contribution | 2,752,813 | 3,251,813 | 1,859,206 | 856,852 | - | 8,720,684 |
| Facultative inward contribution | 4,301,397 | 16,808 | 1,982,920 | - | - | 6,301,125 |
| Administrative surcharge | 106,351 | 157,472 | 52,308 | 14,394 | - | 330,525 |
| Takaful contribution earned | 4,252,510 | 2,422,449 | 2,563,849 | 502,861 | - | 9,741,669 |
| Takaful contribution ceded to retakaful | (1,190,104) | (1,451,667) | (365,156) | (666,979) | - | (3,673,906) |
| Net Takaful contribution | 3,062,406 | 970,782 | 2,198,693 | (164,118) | - | 6,067,763 |
| Rebate income | - | 2,732 | - | - | - | 2,732 |
| Net underwriting income | 3,062,406 | 973,514 | 2,198,693 | (164,118) | - | 6,070,495 |
| Takaful claims | 1,163,420 | 34,691 | (49,617) | (208,558) | - | 939,936 |
| Takaful claims recovered from retakaful | - | - | (335,000) | - | - | (335,000) |
| Net claims | 1,163,420 | 34,691 | (384,617) | (208,558) | - | 604,936 |
| Direct expenses | (1,364) | (777) | (822) | (162) | - | (3,125) |
| Contribution deficiency expense | - | - | - | - | - | - |
| Net Takaful claims and expenses | 1,162,056 | 33,914 | (385,439) | (208,720) | - | 601,811 |
| Underwriting results | 4,224,462 | 1,007,428 | 1,813,254 | (372,838) | - | 6,672,306 |

ASIA INSURANCE COMPANY LIMITED
 WINDOW TAKAFUL OPERATIONS
 NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| As at March 31, 2020 | Rupees | | | | | TOTAL |
|--|--------------------------|-------------------------------|-------------------|------------------|----------|-------------------|
| | FIRE AND PROPERTY DAMAGE | MARINE AVIATION AND TRANSPORT | MOTOR | MISCELLANEOUS | TREATY | |
| Other income | | | | | | 594,558 |
| Other expenses | | | | | | - |
| Result of operating activities-PTF | | | | | | 7,266,864 |
| Operators' fund account | | | | | | |
| Wakala fee | | | | | | 6,140,933 |
| Net Commission and other acquisition costs | | | | | | (3,185,554) |
| Management expenses | | | | | | (1,132,768) |
| Other income | | | | | | 524,181 |
| Investment income | | | | | | 339,069 |
| Other expenses | | | | | | (134,908) |
| Profit for the period | | | | | | 2,550,953 |
| Segment assets - (PTF) | 18,952,405 | 8,620,878 | 10,543,852 | 3,248,866 | - | 41,366,001 |
| Unallocated assets - (PTF) | | | | | | 29,611,367 |
| Total assets - (PTF) | | | | | | 70,977,368 |
| Segment assets - (OPF) | 3,787,762 | 421,763 | 1,071,444 | 109,266 | - | 5,390,235 |
| Unallocated assets - (OPF) | | | | | | 63,460,386 |
| Total assets - (OPF) | | | | | | 68,850,621 |
| Segment liabilities - (PTF) | 14,962,551 | 3,979,222 | 12,227,615 | 2,001,362 | - | 33,170,750 |
| Unallocated liabilities - (PTF) | | | | | | 13,456,952 |
| Total liabilities - (PTF) | | | | | | 46,627,702 |
| Segment liabilities - (OPF) | 3,113,669 | 1,489,788 | 1,693,439 | 378,849 | - | 6,675,745 |
| Unallocated liabilities - (OPF) | | | | | | 1,139,889 |
| Total liabilities - (OPF) | | | | | | 7,815,634 |

12.1 SEGMENT INFORMATION

The operator has four primary business segments for reporting purposes namely fire and property damage, marine aviation and transport, motor and miscellaneous.

Assets and liabilities, wherever possible have been assigned to the following segments based on specific identification or allocated on the basis of contribution written by each segment.

| As at December 31, 2019 | Rupees | | | | | TOTAL |
|---|--------------------------|-------------------------------|-------------------|--------------------|----------|-------------------|
| | FIRE AND PROPERTY DAMAGE | MARINE AVIATION AND TRANSPORT | MOTOR | MISCELLANEOUS | TREATY | |
| Contribution received (inclusive of FED, FIF and Admin Surcharge) | 29,928,392 | 15,109,270 | 18,958,685 | 3,361,493 | - | 67,357,840 |
| Less: Federal Excise Duty/Sales Tax | (3,015,979) | (1,961,365) | (1,500,023) | (318,651) | - | (6,796,018) |
| Federal Takaful Fee | (195,147) | (129,874) | (96,531) | (20,348) | - | (441,900) |
| Gross written contribution (inclusive of Admin surcharge) | 26,717,266 | 13,018,031 | 17,362,131 | 3,022,494 | - | 60,119,922 |
| Gross direct contribution | 18,890,268 | 12,387,725 | 9,404,918 | 1,998,043 | - | 42,680,954 |
| Facultative inward contribution | 7,204,240 | 27,525 | 7,708,492 | 987,451 | - | 15,927,708 |
| Administrative surcharge | 622,758 | 602,781 | 248,721 | 37,000 | - | 1,511,260 |
| Takaful contribution earned | 13,792,317 | 7,016,155 | 7,911,104 | 1,558,582 | - | 30,278,158 |
| Takaful contribution ceded to retakaful | (4,411,664) | (4,425,324) | (1,455,000) | (2,706,668) | - | (12,998,656) |
| Net Takaful contribution | 9,380,653 | 2,590,831 | 6,456,104 | (1,148,086) | - | 17,279,502 |
| Rebate income | - | - | - | - | - | - |
| Net underwriting income | 9,380,653 | 2,590,831 | 6,456,104 | (1,148,086) | - | 17,279,502 |

ASIA INSURANCE COMPANY LIMITED
 WINDOW TAKAFUL OPERATIONS
 NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

| As at December 31, 2019 | Rupees | | | | | TOTAL |
|--|--------------------------|-------------------------------|--------------------|--------------------|----------|---------------------|
| | FIRE AND PROPERTY DAMAGE | MARINE AVIATION AND TRANSPORT | MOTOR | MISCELLANEOUS | TREATY | |
| Takaful claims | (4,461,545) | (1,915,255) | (6,071,290) | (1,135,143) | - | (13,583,233) |
| Takaful claims recovered from retakaful | - | - | 1,365,437 | - | - | 1,365,437 |
| Net claims | (4,461,545) | (1,915,255) | (4,705,853) | (1,135,143) | - | (12,217,796) |
| Direct expenses | (3,124) | (1,589) | (1,792) | (352) | - | (6,857) |
| Contribution deficiency expense | - | - | - | (452,484) | - | (452,484) |
| Net Takaful claims and expenses | (4,464,669) | (1,916,844) | (4,707,645) | (1,587,979) | - | (12,677,137) |
| Underwriting results | 4,915,984 | 673,987 | 1,748,459 | (2,736,065) | - | 4,602,365 |
| Other income | | | | | | 1,839,181 |
| Other expenses | | | | | | - |
| Result of operating activities-PTF | | | | | | 6,441,546 |
| Operators' fund account | | | | | | |
| Wakala fee | | | | | | 24,047,968 |
| Net Commission and other acquisition costs | | | | | | (9,903,916) |
| Management expenses | | | | | | (4,413,636) |
| Other income | | | | | | 1,930,864 |
| Investment income | | | | | | 290,630 |
| Other expenses | | | | | | (318,800) |
| Profit for the year | | | | | | 11,633,110 |
| Segment assets - (PTF) | 14,235,039 | 6,412,708 | 9,910,078 | 2,714,184 | - | 33,272,009 |
| Unallocated assets - (PTF) | | | | | | 30,930,784 |
| Total assets - (PTF) | | | | | | 64,202,793 |
| Segment assets - (OPF) | 3,758,448 | 567,804 | 1,108,223 | 131,157 | - | 5,565,632 |
| Unallocated assets - (OPF) | | | | | | 59,174,720 |
| Total assets - (OPF) | | | | | | 64,740,352 |
| Segment liabilities - (PTF) | 11,639,022 | 2,574,184 | 9,865,341 | 1,423,781 | - | 25,502,328 |
| Unallocated liabilities - (PTF) | | | | | | 21,642,088 |
| Total liabilities - (PTF) | | | | | | 47,144,416 |
| Segment liabilities - (OPF) | 2,415,124 | 1,176,773 | 1,569,461 | 273,220 | - | 5,434,578 |
| Unallocated liabilities - (OPF) | | | | | | 821,740 |
| Total liabilities - (OPF) | | | | | | 6,256,318 |

13 GENERAL

- Figures have been rounded off to the nearest rupee for better presentation.
- Crossponding figures, where necessary, have been rearranged for the purpose of comparison. However, no significant reclassification /rearrangements have been made.

14 DATE OF AUTHORIZATION FOR ISSUE

- These interim condensed financial statements have been authorized for issue on April 30, 2020, in accordance with a resolution of board of directors of the company.

 Chief Executive Officer
  Director
  Director
  Chairman
  Chief Financial Officer

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