

October 27, 2018

**The General Manager  
Pakistan Stock Exchange  
Stock Exchange Building  
Stock Exchange Road,  
Karachi**

Subject: **FINANCIAL RESULTS FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2018**

Dear Sir,

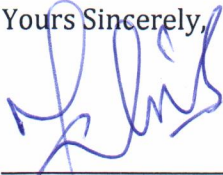
We have to inform you that the Board of Directors of our Company in their meeting held on October 27, 2018 at 11.00 A.M, at 2nd Floor, Nadir House, I.I Chundrigar Road, Karachi recommended the following:

- |   |     |
|---|-----|
| i. Cash Dividend:                             | NIL |
| ii. Bonus Share:                              | NIL |
| iii. Right Issue:                             | NIL |
| iv. Any Other Entitlement / Corporate Action: | NIL |
| v. Any Other Price Sensitive Information:     | NIL |

The financial results of the Company are enclosed.

The Third Quarter Report of the Company for the period ended September 30, 2018 will be transmitted through PUCARS separately, within the specified time.

Yours Sincerely,



Malik Mehdi Muhammad  
CFO/ Company Secretary

**Head Office:** 2<sup>nd</sup> Floor, Nadir House, I.I Chundrigar Road, Karachi - 74000, Pakistan  
**UAN :** +92-21-111-274-000 **Fax :** +92-21-32415474 **E-mail :** info@cstarinsurance.com

*Nation Wide Network of Branches*

Motor

Health

Fire

Marine

Engineering

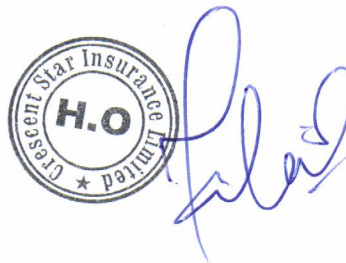
Travel

Livestock

Crop

Crescent Star Insurance Limited  
Condensed Interim Unconsolidated Statement of Financial Position  
As at September 30, 2018

	September 30, 2018 (Un-audited)	(Restated) December 31, 2017 (Audited)
	----- (Rupees) -----	
<b>ASSETS</b>		
Property and equipment	19,667,863	21,738,159
Intangible assets	1,698,125	2,717,000
Investments in subsidiaries	150,019,600	205,019,570
Investments		
Equity securities	14,314,780	14,392,592
Debt securities	-	21,265,737
Loans and other receivables	749,613,007	649,498,385
Insurance / reinsurance receivable		
Premiums due but unpaid	169,439,330	165,353,427
Amounts due from other insurers / reinsurers	69,228,683	70,452,999
Reinsurance recoveries against outstanding claims	2,595,202	2,595,202
Deferred commission expense	5,641,354	6,807,589
Deferred taxation	12,829,855	12,807,290
Prepayments	5,711,915	12,488,782
Cash and bank	73,779,401	57,570,630
<b>Total assets</b>	<b>1,274,539,115</b>	<b>1,242,707,362</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves attributable to Company's equity holders</b>		
Authorized share capital		
115,000,000 (2017: 115,000,000) Ordinary shares of Rs.10/- each	1,150,000,000	1,150,000,000
Ordinary share capital	1,076,950,410	826,833,330
Discount on issue of right shares	(199,650,000)	(199,650,000)
Reserves	100,546,082	112,126,119
<b>Total equity</b>	<b>977,846,492</b>	<b>739,309,449</b>
Share deposit money	-	250,012,730
<b>Liabilities</b>		
<b>Underwriting provisions</b>		
Outstanding claims including IBNR	54,409,389	66,422,035
Unearned premium reserve	48,555,020	55,822,934
Premium deficiency reserves	197,296	1,510,891
Borrowings	4,827,896	3,694,550
Premiums received in advance	4,382,488	1,453,157
Insurance / reinsurance payables	53,466,269	43,135,172
Other creditors and accruals	128,010,937	79,158,468
Taxation - provision less payment	2,843,328	2,187,976
<b>Total Liabilities</b>	<b>296,692,623</b>	<b>253,385,183</b>
<b>Total equity and liabilities</b>	<b>1,274,539,115</b>	<b>1,242,707,362</b>
<b>Contingencies and commitments</b>		



Crescent Star Insurance Limited  
Condensed Interim Unconsolidated Statement of Comprehensive Income (Un-audited)  
For the period ended September 30, 2018

	Three months period ended		Nine months period ended	
	September 30, 2018	(Restated) September 30, 2017	September 30, 2018	(Restated) September 30, 2017
Net insurance premium	29,675,133	22,349,637	81,588,392	89,996,530
Net insurance claims	(3,624,912)	(6,325,068)	(4,967,776)	(26,380,798)
Premium deficiency reserve reversal	-	(135,170)	1,313,595	(135,170)
Net commission and other acquisition costs	(4,697,077)	(2,764,473)	(14,968,456)	(11,275,576)
Insurance claims and acquisition expenses	(8,321,989)	(9,224,711)	(18,622,637)	(37,791,544)
Management expenses	(20,207,407)	(17,533,338)	(58,954,781)	(59,658,470)
Underwriting results	1,145,737	(4,408,412)	4,010,974	(7,453,484)
Investment (loss) / income	23,509	1,933,847	419,954	138,103,881
Other income	10,940,859	10,143,809	30,876,186	27,243,643
Other expenses	(14,672,851)	(18,569,628)	(45,398,902)	(48,270,848)
Results of operating activities	(2,562,746)	(10,900,384)	(10,091,788)	109,623,192
Finance costs	-	(90,489)	(413,147)	(278,764)
(Loss) / profit before tax	(2,562,746)	(10,990,873)	(10,504,935)	109,344,428
Income tax expense	(370,939)	1,867,219	(1,019,855)	(19,020,987)
(Loss) / profit after tax	(2,933,685)	(9,123,654)	(11,524,790)	90,323,441
<b>Other comprehensive income:</b>				
Fair value gain on available for sale investments during the period - net of tax	(304,583)	(345,394)	(55,247)	1,341,222
Reclassification adjustments relating to available for sale investments disposed off - net	-	-	-	(77,337,270)
Total items that may be reclassified subsequently to profit and loss	(304,583)	(345,394)	(55,247)	(75,996,048)
<b>Total comprehensive (loss) / income</b>	<b>(3,238,268)</b>	<b>(9,469,048)</b>	<b>(11,580,037)</b>	<b>14,327,393</b>
Earnings per share - basic and diluted	(0.03)	(Restated) 0.28	(0.11)	(Restated) 1.09

Crescent Star Insurance Limited  
H.O.  
★

Crescent Star Insurance Limited  
Condensed Interim Consolidated Statement of Financial Position  
As at September 30, 2018

	September 30, 2018 (Un-audited)	(Restated) December 31, 2017 (Audited)
	----- (Rupees) -----	
<b>ASSETS</b>		
Property and equipment	173,198,716	157,881,653
Capital work in progress	-	49,964,075
Intangible assets	50,984,990	53,994,270
Investments		
Equity securities	14,314,780	14,392,592
Debt securities	-	21,265,737
Loans and other receivables	555,638,922	482,224,152
Insurance / reinsurance receivable		
Premiums due but unpaid	169,439,330	165,353,427
Amounts due from other insurers / reinsurers	69,228,683	70,452,999
Reinsurance recoveries against outstanding claims	2,595,202	2,595,202
Deferred commission expense	5,641,354	6,807,589
Deferred taxation	5,992,245	5,969,680
Prepayments	6,011,916	14,653,783
Stock in trade - raw materials	21,769,071	31,815,733
Cash and bank	84,667,995	69,291,048
<b>Total assets</b>	<b>1,159,483,204</b>	<b>1,146,661,940</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves attributable to Company's equity holders</b>		
Authorized share capital		
115,000,000 (2017: 115,000,000) Ordinary shares of Rs.10/- each	1,150,000,000	1,150,000,000
Ordinary share capital	1,076,950,410	826,833,330
Discount on issue of right shares	(199,650,000)	(199,650,000)
Reserves	(142,683,273)	(64,657,856)
<b>Attributable to the owners of the Holding Company</b>	<b>734,617,137</b>	<b>562,525,474</b>
Non-controlling interest	(2,727,571)	(6,942,401)
<b>Total shareholders' equity</b>	<b>731,889,566</b>	<b>555,583,073</b>
Share deposit money	-	250,012,730
<b>Liabilities</b>		
<b>Underwriting provisions</b>		
Outstanding claims including IBNR	54,409,389	66,422,035
Unearned premium reserve	48,555,020	55,822,934
Premium deficiency reserves	197,296	1,510,891
Borrowings	4,827,896	3,694,550
Premiums received in advance	4,382,488	1,453,157
Insurance / reinsurance payables	53,466,269	43,135,172
Other creditors and accruals	258,421,626	166,438,136
Taxation - provision less payment	3,333,654	2,589,262
<b>Total Liabilities</b>	<b>427,593,638</b>	<b>341,066,137</b>
<b>Total equity and liabilities</b>	<b>1,159,483,204</b>	<b>1,146,661,940</b>
<b>Contingencies and commitments</b>		



*Handwritten signature in blue ink.*

Crescent Star Insurance Limited  
Condensed Interim Consolidated Statement of Comprehensive Income (Un-audited)  
For the period ended September 30, 2018

	Three months period ended		Nine months period ended	
	September 30, 2018	(Restated) September 30, 2017	September 30, 2018	(Restated) September 30, 2017
Net insurance premium	29,675,133	22,349,637	81,588,392	89,996,530
Net insurance claims	(3,624,912)	(6,325,068)	(4,967,776)	(26,380,798)
Premium deficiency reserve reversal	-	(135,170)	1,313,595	(135,170)
Net commission and other acquisition costs	(4,697,077)	(2,764,473)	(14,968,456)	(11,275,576)
Insurance claims and acquisition expenses	(8,321,989)	(9,224,711)	(18,622,637)	(37,791,544)
Management expenses	(20,207,407)	(17,623,827)	(58,954,781)	(59,658,470)
Underwriting results	1,145,737	(4,498,901)	4,010,974	(7,453,484)
Sales	10,210,345	31,377,529	47,489,531	75,724,615
Cost of Sales	(30,442,837)	(131,592,421)	(117,674,608)	(157,849,897)
Investment (loss) / income	23,509	1,933,847	419,954	138,103,881
Other income	10,940,859	10,414,784	30,876,186	27,674,145
Other expenses	(24,844,365)	25,404,213	(91,850,726)	(78,992,394)
Results of operating activities	(32,966,752)	(66,960,949)	(126,728,689)	(2,793,134)
Finance costs	-	(90,489)	(413,147)	(278,764)
(Loss) / profit before tax	(32,966,752)	(67,051,438)	(127,141,836)	(3,071,898)
Income tax expense	(498,569)	(4,408,494)	(1,613,474)	(25,974,294)
(Loss) / profit after tax	(33,465,321)	(71,459,932)	(128,755,310)	(29,046,192)
<b>Other comprehensive income:</b>				
Fair value gain on available for sale investments during the period - net of tax	(304,583)	(345,394)	(55,247)	1,341,222
Reclassification adjustments relating to available for sale investments disposed off - net	-	-	-	(77,337,270)
Total items that may be reclassified subsequently to profit and loss	(304,583)	(345,394)	(55,247)	(75,996,048)
<b>Total comprehensive (loss) / income</b>	<b>(33,769,904)</b>	<b>(71,805,326)</b>	<b>(128,810,557)</b>	<b>(105,042,240)</b>
<b>Attributable to:</b>				
Owners of the Holding Company	(4,368,989)	(59,893,034)	(78,025,417)	(69,071,155)
Non-controlling interest	(29,400,915)	(11,912,292)	(50,785,140)	(35,971,085)
	<b>(33,769,904)</b>	<b>(71,805,326)</b>	<b>(128,810,557)</b>	<b>(105,042,240)</b>
Earnings per share - basic and diluted	(0.31)	(Restated) (0.86)	(1.23)	(Restated) (0.35)