

# IGI

Holdings

**IGI Holdings Limited**

Condensed Interim Financial Statements  
for the Half Year Ended June 30, 2018



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# Company Information

## Board of Directors

Syed Babar Ali (Chairman)  
Mr. Shamim Ahmad Khan  
Syed Yawar Ali  
Syed Shahid Ali  
Syed Hyder Ali  
Ms. Faryal Jooma  
Mr. Osman Khalid Waheed  
Mr. Tahir Masaud

## Chief Executive Officer (CEO)

Mr. Tahir Masaud

## Chief Financial Officer (CFO)

Syed Awais Amjad

## Company Secretary (CS)

Mr. Yasir Ali Quraishi

## Audit Committee

Ms. Faryal Jooma (Chairperson)  
Mr. Shamim Ahmad Khan  
Syed Yawar Ali  
Mr. Syed Hyder Ali  
Mr. Yasir Ali Quraishi (Secretary)

## Human Resources & Remuneration Compensation Committee

Mr. Osman Khalid Waheed (Chairman)  
Syed Yawar Ali  
Syed Shahid Ali  
Syed Hyder Ali  
Mr. Tahir Masaud  
Mr. Nayyab Baig  
Mr. Muhammad Adnan (Secretary)

## Auditors

M/s. A.F. Ferguson & Co.,  
Chartered Accountants

## Shares Registrar

FAMCO Associates (Private) Limited  
8-F, Next to Hotel Faran,  
Nursery, Block-6, P.E.C.H.S.,  
Shahrah-e-Faisal, Karachi.

## Legal Advisors

M/s Ramday Law Associates  
M/s Hassan & Hassan Advocates

## Bankers

Allied Bank Limited  
Bank Al Habib Limited  
Faysal Bank Limited  
Habib Bank Limited  
Habib Metro Bank Limited  
JS Bank Limited  
MCB Bank Limited  
National Bank of Pakistan  
Soneri Bank Limited  
Standard Chartered Bank (Pakistan) Limited  
Summit Bank  
United Bank Limited

## Registered & Head Office

7th Floor, The Forum,  
Suite Nos.701-713, G-20,  
Block 9,Khayaban-e-Jami,  
Clifton,Karachi-75600,  
Pakistan  
[www.igi.com.pk/holdings](http://www.igi.com.pk/holdings)

## Contact

UAN:  
Tel: (021) 111-308-308  
Toll Free No. 0800-2-3434  
Fax: 92-21-35301706



## Directors' Report to the Shareholders on Unconsolidated Condensed interim financial statements

The Directors of your Company take pleasure in presenting, the report for the half year ended June 30, 2018 along with the unconsolidated condensed interim financial statements.

### Company performance review

---- Rupees in thousands ---

	Half year ended June 30, 2018	Half year ended June 30, 2017
Operating revenue	1,884,614	228,470
Profit before taxation	1,815,781	40,782
Taxation	(82,325)	(12,709)
Profit after taxation	1,733,456	28,073
Earnings per share (in rupees)	14.01	0.23

IGI Holdings is operating as a holding company and derives value for its shareholders from its subsidiaries namely IGI General Insurance Limited, IGI Life Insurance Limited, IGI Investments (Private) Limited and IGI Finex Securities Limited. Dividend income constitutes major source of income of the Company and as a result, its income pattern follows dividend distribution pattern of the subsidiaries.

During the period, the operating results of the Company are not comparable with the corresponding period of 2017 since the insurance segment and certain investments were transferred to wholly owned subsidiaries i.e. IGI General Insurance Limited and IGI Investments (Private) Limited respectively as on January 31, 2017 through a scheme of Arrangement sanctioned by the Court on December 16, 2017. As a result, the related revenue streams became part of standalone financial statements of the individual subsidiaries.

The Company has earned dividend income from its subsidiaries amounting to Rs. 1,884 million during the half year ended June 30, 2018. The Company has also achieved profit after tax of Rs 1,733 million compared to that of Rs 28 million earned during corresponding period of 2017. Earnings per share for the period stood at Rs 14.01 per share compared to Rs 0.23 per share for corresponding period of 2017.

We value the support and patronage received from our business partners and all stakeholders.

For and on behalf of the Board



Syed Babar Ali  
Chairman  
Lahore  
August 28, 2018

## Independent Auditor's Review Report to the members of IGI Holdings Limited on review of Unconsolidated Condensed Interim Financial Statements

### *Introduction*

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of **IGI Holdings Limited** ("the Company") as at June 30, 2018 and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of profit or loss and other comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim cash flow statement and notes to the financial statements for the six-month period then ended (herein-after referred to as the "unconsolidated interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these unconsolidated interim financial statements based on our review. The figures of the unconsolidated interim financial statements for the quarter ended June 30, 2017 and June 30, 2018 have not been reviewed and we do not express a conclusion on them.

### *Scope of Review*

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### *Conclusion*

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is **Noman Abbas Sheikh**.

*Afferguontco*

Chartered Accountants  
Karachi  
Dated: August 29, 2018

**Unconsolidated**  
Condensed Interim  
Financial Statements  
for the Half Year Ended  
June 30, 2018



Unconsolidated Condensed Interim Statement of Profit or Loss for the Quarter and Half Year ended June 30, 2018 (Un-audited)

Note	Half year ended		Quarter ended		
	Un-audited	Un-audited	Un-audited	Un-audited	
	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017	
(Rupees in thousand)					
Operating revenue	14	1,884,614	228,470	57,895	74,432
Operating expenses	15	-	(119,982)	-	-
		1,884,614	108,488	57,895	74,432
Other income	16	8,918	7,308	6,487	22
General and administrative expenses		(39,637)	(32,557)	(23,188)	(9,808)
Finance costs		(47,681)	(15,602)	(22,819)	(1,455)
		1,806,214	67,637	18,375	63,191
Provision for impairment in value of investments - net		-	(34,303)	-	(5,006)
Reversal of provision for bad and doubtful loans and advances / lease losses - specific - net		9,567	7,448	5,217	3,723
Profit before taxation		1,815,781	40,782	23,592	61,908
Taxation					
- Current		16,586	12,709	24,617	9,342
- Prior		65,739	-	65,739	-
		(82,325)	(12,709)	(90,356)	(9,342)
<b>Profit / (loss) after taxation</b>		<b>1,733,456</b>	<b>28,073</b>	<b>(66,764)</b>	<b>52,566</b>
(Rupees)					
<b>Earnings / (loss) per share - basic and diluted</b>	18	<b>14.01</b>	<b>0.23</b>	<b>(0.54)</b>	<b>0.43</b>

The annexed notes from 1 to 21 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Chief Financial Officer



Director

Unconsolidated Condensed Interim Statement of Profit or Loss and Other Comprehensive Income for the Quarter and Half Year ended June 30, 2018 (Un-audited)

	Half year ended		Quarter ended	
	Un-audited June 30, 2018	Un-audited June 30, 2017	Un-audited June 30, 2018	Un-audited June 30, 2017
	(Rupees in thousand)			
Profit / (loss) after taxation	1,733,456	28,073	(66,764)	52,566
Other comprehensive loss	(325)	-	(3,234)	-
<b>Total comprehensive income / (loss) for the period</b>	<b>1,733,131</b>	<b>28,073</b>	<b>(69,998)</b>	<b>52,566</b>

The annexed notes from 1 to 21 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Chief Financial Officer



Director

Unconsolidated Condensed Interim Statement of Changes in Equity for the Quarter and Half Year ended June 30, 2018 (Un-audited)

	Issued, subscribed and paid- up share capital	Proposed shares to be issued on amalgamation	Reserves			Unappropriated profits	Total
			Capital reserves		Revenue reserves		
			Premium on issue of shares	Other capital reserves	General reserve		
(Rupees in thousand)							
Balance as at January 1, 2017 (audited)	1,226,895	411,659	35,762	33,267	7,297,545	4,607,423	13,612,551
Profit after taxation for the half year ended June 30, 2017	-	-	-	-	-	28,073	28,073
Other comprehensive income for the period	-	-	-	-	-	-	-
<b>Total comprehensive income for the half year ended June 30, 2017</b>	-	-	-	-	-	28,073	28,073
Balance as at June 30, 2017 (un-audited)	1,226,895	411,659	35,762	33,267	7,297,545	4,635,496	13,640,624
Loss after taxation for the half year ended December 31, 2017	-	-	-	-	-	(274,467)	(274,467)
Other comprehensive loss for the half year ended December 31, 2017	-	-	-	-	-	-	-
<b>Total comprehensive loss for the half year ended December 31, 2017</b>	-	-	-	-	-	(274,467)	(274,467)
Balance as at December 31, 2017 (audited)	1,226,895	411,659	35,762	33,267	7,297,545	4,361,029	13,366,157
Issuance of shares under scheme of amalgamation	13,370	(411,659)	398,289	-	-	-	-
Profit after taxation for the half year ended June 30, 2018	-	-	-	-	-	1,733,456	1,733,456
Other comprehensive loss for the half year ended June 30, 2018	-	-	-	-	-	(325)	(325)
<b>Total comprehensive income for the half year ended June 30, 2018</b>	-	-	-	-	-	1,733,131	1,733,131
Final dividend for the year ended December 31, 2016 - Rs. 8 per share	-	-	-	-	-	(922,213)	(922,213)
Final dividend for the year ended December 31, 2017 - Rs. 4 per share	-	-	-	-	-	(496,108)	(496,108)
<b>Balance as at June 30, 2018 (un-audited)</b>	<b>1,240,265</b>	<b>-</b>	<b>434,051</b>	<b>33,267</b>	<b>7,297,545</b>	<b>4,605,839</b>	<b>13,610,967</b>

The annexed notes from 1 to 21 form an integral part of these condensed interim unconsolidated financial statements.

Chief Executive Officer

Chief Financial Officer

Director

## Unconsolidated Condensed Interim Cash Flow Statement for the Half Year Ended June 30, 2018 (Un-audited)

	Half year ended	
	Un-audited June 30, 2018	Un-audited June 30, 2017
(Rupees in thousand)		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	1,815,781	40,782
<b>Adjustments for :</b>		
Depreciation and amortisation	302	5,369
Finance cost	47,681	15,602
Interest, mark-up and profit income	-	(323)
Gain on disposal of property and equipment	(777)	(1,423)
Provision for impairment in value of investments - net	-	34,303
Reversal of provision for bad and doubtful loans and advances / lease losses - specific - net	(9,567)	(7,448)
Return on bank balances	(8,141)	(3,512)
Return on government securities	-	(1,418)
Dividend income	(1,883,451)	(82,385)
	(1,853,953)	(41,235)
	(38,172)	(453)
<b>Changes in working capital</b>		
<b>Decrease / (increase) in current assets</b>		
Trade deposit, payments and sundry receivables	2,403	(465,778)
<b>(Decrease) / increase in current liabilities</b>		
Accrued expenses and sundry payables	(18,282)	531,642
	(15,879)	65,864
	(54,051)	65,411
Net recovery from long term loans and advances	9,567	6,248
Net recovery from finance lease	-	1,200
Tax (paid) / received - net	(9,566)	8,986
<b>Net cash (used in) / generated from operating activities</b>	(54,050)	81,845
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	-	(3,715)
Payment for long term deposits	(45)	-
Return on government securities	-	9,295
Proceeds on disposal of property, plant and equipment	1,014	1,423
Proceeds on disposal of short term investments	-	6,500
Purchase of investments	-	(45)
Dividend received	1,947,946	272
Profit / return received	8,141	539
Cash and bank balance transferred to IGI Investment Private Limited under scheme of arrangement	-	1,299,936
Cash and bank balance transferred to IGI General Insurance Limited under scheme of arrangement	-	(728,960)
<b>Net cash generated from investing activities</b>	1,957,056	585,245
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	(1,438,651)	(283)
Loan repayments	(150,000)	(5,000)
Financial charges paid	(63,561)	(12,742)
Payment of current portion of long term liabilities	(69,860)	-
Repayment of liability against assets subject to finance lease	-	(565)
<b>Net cash used in financing activities</b>	(1,722,072)	(18,590)
<b>Net increase in cash and cash equivalents</b>	180,934	648,500
Cash and cash equivalents at beginning of the period	22,312	(621,505)
<b>Cash and cash equivalents at end of the period</b>	203,246	26,995

The annexed notes from 1 to 21 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Chief Financial Officer



Director

## Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements

### 1 STATUS AND NATURE OF BUSINESS

IGI Holdings Limited ("the Company"), a Packages Group Company, was incorporated as a public limited company in 1953 under Companies Ordinance, 1984 and is quoted on the Pakistan Stock Exchange Limited. The registered office of the Company is situated at 7th floor, The Forum, Suite No. 701-713, G-20, Block 9, Khayaban-e-Jami, Clifton, Karachi.

### 2 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

### 3 BASIS OF PREPARATION

These condensed interim unconsolidated financial statements of the Company have been prepared under the historical cost convention, except that certain investments have been marked to market and are carried at fair value. 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 annual financial statements of the Company for the year ended December 31, 2017.

### 4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Company for the year ended December 31, 2017.

### 5 SIGNIFICANT ESTIMATES AND JUDGMENTS

The basis and the methods used for critical accounting estimates and judgments adopted in these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Company for the year ended December 31, 2017.

### 6 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended December 31, 2017.

### 7 FIXED ASSETS - NET BOOK VALUE

	Note	Un-audited June 30, 2018	Audited Dec. 31, 2017
		(Rupees in thousand)	
<b>Operating fixed assets</b>			
Furniture, fixtures and office equipments		196	254
Buildings		432	526
Motor vehicles- Owned		1,814	2,201
	7.1	<u>2,442</u>	<u>2,981</u>

**7.1 FIXED ASSETS - Operating**

Note	Un-audited	Audited
	June 30, 2018	Dec. 31, 2017
	(Rupees in thousand)	
<b>Opening written down value</b>	2,981	262,298
<b>Add:</b>		
Additions during the period / year	-	3,917
	2,981	266,215
<b>Less :</b>		
Net book value of assets disposed of / transferred during the period / year	237	52
Net book value of assets transferred as part of scheme of arrangement	-	258,552
Depreciation for the period / year	302	4,630
	539	263,234
<b>Closing written down value</b>	2,442	2,981
<b>8 INTANGIBLE ASSETS - NET BOOK VALUE</b>		
Computer software	4	4
	4	4

**9 LONG TERM INVESTMENTS**

Note	Un-audited	Audited
	June 30, 2018	Dec. 31, 2017
	(Rupees in thousand)	
The investments comprise of the following:		
- Investments in subsidiaries	14,964,461	14,964,461
- Available for sale investments	12,262	12,587
	14,976,723	14,977,048
<b>9.1 Investments in subsidiaries</b>		
<b>Quoted</b>		
IGI Life Insurance Limited 57,846,319 (2017: 57,846,319) fully paid shares of Rs. 10 each Equity held 81.967% (2017: 81.967%) Market value Rs. 80.00 per share (2017: Rs. 91.10 per share)	858,831	858,831
<b>Unquoted</b>		
IGI Finex Securities Limited 52,000,000 (2017: 52,000,000) fully paid shares of Rs. 10 each Equity held 81.967% (2017: 81.967%)	305,151	305,151
IGI General Insurance Limited 191,838,400 (2017: 100,000) fully paid shares of Rs. 10 each Equity held 100% (2017: 100%)	1,918,384	1,918,384
IGI Investments (Pvt.) Limited 118,820,950 (2017: 10,000) fully paid shares of Rs. 100 each Equity held 100% (2017: 100%)	11,882,095	11,882,095
	14,105,630	14,105,630
	14,964,461	14,964,461

## Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements

	Note	Un-audited	Audited
		June 30, 2018	Dec. 31, 2017
		(Rupees in thousand)	
<b>9.2 Available for sale</b>			
Unlisted term finance certificates		3,280	3,280
Quoted equity instruments		6,264	6,589
Unquoted equity instruments		2,718	2,718
		<u>12,262</u>	<u>12,587</u>
<b>10 OTHER RECEIVABLES</b>			
Dividend receivable		-	64,495
Net investment in finance lease	10.1	231,495	231,495
		<u>231,495</u>	<u>295,990</u>

10.1 This represents residual values relating to net investment in finance lease of IGI Investment Bank acquired as part of amalgamation scheme.

	Note	Un-audited	Audited
		June 30, 2018	Dec. 31, 2017
		(Rupees in thousand)	
<b>11 LONG TERM FINANCES</b>			
<b>Secured</b>			
Long term loan	11.1	1,350,000	1,500,000
Current maturity of long term loan	11.1	(300,000)	-
		<u>1,050,000</u>	<u>1,500,000</u>
<b>Unsecured</b>			
Local currency - from sponsor	11.2	226,000	226,000
Local currency - from subsidiary		-	69,860
Current maturity of loan from subsidiary		-	(69,860)
		<u>1,276,000</u>	<u>1,726,000</u>

11.1 The Company obtained a long term finance facility amounting to Rs. 1,500 million from Habib Bank Limited during the current year for the purpose of injecting equity in its subsidiary IGI General Insurance Limited. The loan carries markup rate at 6 month KIBOR + 0.03% per annum. Principal repayment is to be made in 10 equal semi-annual installments starting from the 6th month after the disbursement and subsequently, every six months thereafter. The facility is secured against pledge of certain shares held by IGI Investment (Pvt) Limited (one of the subsidiary of the Company). During the period, the Company has made principal repayment of Rs 150 million.

11.2 This represents long-term financing acquired by the Company as part of the amalgamation of IGI Investment Bank Limited with and into IGI Insurance Limited with effect from December 31, 2016 that has subsequently been retained by the Company as part of the scheme of arrangement of IGI Holdings Limited.

During 2013-2014, IGI Investment Bank Limited (the Investment Bank now part of IGI Holdings) received a sum of Rs.285 million by way of a loan from Syed Babar Ali, Chairman and a sponsor of the Investment Bank. In this connection, the Investment Bank and Syed Babar Ali had entered into a Loan Agreement dated March 31, 2014. The loan is interest / profit / mark-up free and repayable at the earlier of the expiry of ten (10) years from the date of the Loan Agreement or upon occurrence of any change in the shareholding of the Investment Bank or the board of directors of the Investment Bank that would result in change of control of the Investment Bank from the persons in whose hands it vests as of the date of the Loan Agreement ("the Due Date"), as the case may be. Under the terms of the Loan Agreement, the Investment Bank may, at its discretion, prepay all or any portion of the aforesaid loan at any time prior to the Due Date, provided that the Certificates of Deposit issued by the Investment Bank (now part of IGI Holdings) have been completely and finally settled.

	Note	Un-audited	Audited
		June 30, 2018	Dec. 31, 2017
(Rupees in thousand)			
<b>12 TRADE AND OTHER PAYABLES</b>			
Certificates of deposit	12.1	614	5,313
Deposits under lease contracts	12.2	207,107	207,107
Accrued expenses		8,746	44,221
Others		42,037	36,025
		258,504	292,666

- 12.1 This represents certificates of deposit acquired by the Company as part of the amalgamation of IGI Investment Bank Limited (the Investment Bank) with and into IGI Insurance Limited as at December 31, 2016 that has subsequently been retained by the Company as part of the Scheme of Arrangement.

The Investment Bank (now part of IGI Holdings) has made repayment of all deposits along with mark-up, except for three depositors with aggregate deposits amounting to Rs.0.614 million since they are untraceable. These Certificates of Deposit have already matured and mark-up payable on these till maturity is Rs.0.041 million. Subsequent to the period end, the Securities and Exchange Commission of Pakistan (SECP) has advised the Company to place the outstanding deposits in a Money Market Fund of one of the large sized Asset Management Company with an authority to the Central Depository Company (CDC) to act as trustee and operate the said account on behalf of the Company and to pay the outstanding depositors, as and when traced.

- 12.2 This represents security deposits under lease contracts acquired as part of the amalgamation of IGI Investment Bank Limited with and into IGI Insurance Limited with effect from December 31, 2016 that has subsequently been retained by the Company as part of the Scheme of Arrangement, against which an equivalent amount of residual value is receivable.

### 13 CONTINGENCIES AND COMMITMENTS

There is no material change in the status of contingencies and commitments as disclosed in the annual financial statements of the Company for the year ended December 31, 2017 except as described below:

- 13.1 Income tax return for the tax year 2017 was filed by the Company that is deemed to be assessed under the provisions of section 120 of the Income Tax Ordinance, 2001. The Company received notice from Additional Commissioner Inland Revenue (ACIR) for explanations over the matters raised in the notice prior to amendment in assessment under section 122 (5A) of the Income Tax Ordinance, 2001.

Matters requiring explanation as explained in the notice mainly include the following:

- Tax on undistributed profits under section 5A of the Income Tax Ordinance, 2001;
- Admissibility of Tax losses of formerly IGI Investment Bank Limited claimed in the tax return;
- Charge of super tax under section 4B of the Income Tax Ordinance, 2001; and
- Admissibility of deductions claimed on account of write-offs under section 29 of the Income Tax Ordinance, 2001.

The Company has filed constitutional petitions for the matters pertaining to levy of tax on undistributed reserves and super tax and obtained stay order against any adverse action in relation thereto and has also submitted its response / explanations to ACIR regarding the above matters. The management, based on the advice of its tax advisor, is confident of favourable outcome of the proceedings.

		Un-audited	
		Half year ended	
Note	June 30, 2018	June 30, 2017	
		(Rupees in thousand)	
<b>14 OPERATING REVENUE</b>			
Net premium revenue	-	142,905	
Dividend income	1,883,451	82,385	14.1
Return on government securities	-	1,418	
Advisory fee	1,163	1,762	
	<u>1,884,614</u>	<u>228,470</u>	

14.1 This represents dividend income received from subsidiaries of the Company namely IGI Investments (Pvt) Limited, IGI General Insurance Limited and IGI Life Insurance Limited.

		Un-audited	
		Half year ended	
Note	June 30, 2018	June 30, 2017	
		(Rupees in thousand)	
<b>15 OPERATING EXPENSES</b>			
Net claims	-	53,705	
Commission expense - net	-	32,071	
Management expenses	-	34,206	
	<u>-</u>	<u>119,982</u>	
<b>16 OTHER INCOME</b>			
<b>From financial assets</b>			
Profit on saving accounts and term deposits	8,141	3,512	
<b>From non-financial assets</b>			
Rental income	-	2,308	
Others	777	1,488	
	<u>777</u>	<u>3,796</u>	
	<u>8,918</u>	<u>7,308</u>	

## 17 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of subsidiaries, associates, related group companies, directors of the Company, key management personnel, major shareholders, post employment benefit plans and other related parties. The Company in the normal course of business carries out transactions with various related parties at agreed / commercial terms and conditions. Amounts due to / from and other significant transactions, other than those disclosed else where in this unconsolidated condensed interim financial statements, are as follows:

Transactions	Subsidiary		Associate		Post employment benefit plans		Key management personnel (including directors)		Other related parties	
	For the half year ended									
	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
	(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)	
Premium Underwritten	-	509	-	-	-	-	-	38	-	79,825
Premium Collected	-	380	-	-	-	-	-	38	-	15,114
Claims Expense	-	110	-	-	-	-	-	-	-	808
Commission Expense	-	-	-	-	-	-	-	-	-	6,830
Rental Income	-	2,232	-	-	-	-	-	-	-	-
Dividend Income	1,883,451	73,709	-	-	-	-	-	-	-	-
Key Management Personnel Compensation	-	-	-	-	-	-	1,150,000	10,751	-	-
Markup expense on long term loan	1,630	2,862	-	-	-	-	-	-	-	-
Long term loan paid	69,860	-	-	-	-	-	-	5,000	-	-
Payment of mark-up on long term loan	16,870	-	-	-	-	-	-	-	-	-
Charge in respect of Provident Fund	-	-	-	-	-	278	-	-	-	-
Contribution to Provident Fund	-	-	-	-	-	278	-	-	-	-
Receipts against Group Shared Services	-	1,781	-	-	-	-	-	-	-	309

Balances	Subsidiary		Associate		Post employment benefit plans		Key management personnel (including directors)		Other related parties	
	as at									
	June 30, 2018	Dec. 31, 2017	June 30, 2018	Dec. 31, 2017	June 30, 2018	Dec. 31, 2017	June 30, 2018	Dec. 31, 2017	June 30, 2018	Dec. 31, 2017
	(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)	
Investment in Shares	14,964,461	14,964,461	-	-	-	-	-	-	-	-
Other Payable	17,251	6,821	-	-	-	-	-	-	-	-
Dividend receivable	-	64,495	-	-	-	-	-	-	-	-
Long term loan	-	69,860	-	-	-	-	226,000	226,000	-	-
Markup payable on long term loan	-	15,240	-	-	-	-	-	-	-	-

## Notes to and forming part of the Unconsolidated Condensed Interim Financial Statements

### 18 EARNINGS PER SHARE

	Un-audited		Un-audited	
	Half year ended		Quarter ended	
	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
	(Rupees in thousand)			
<b>Basic / diluted earnings per share</b>				
Profit / (loss) for the period	1,733,456	28,073	(66,764)	52,566
	(Number of shares)			
Weighted average number of ordinary shares	123,744,302	122,689,532	123,744,302	122,689,532
	(Rupees)			
Earnings / (loss) per share	14.01	0.23	(0.54)	0.43

### 19 FAIR VALUES OF FINANCIAL ASSETS AND LIABILITIES

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

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: 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). The Company has no items to report in this level.
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs). The Company has no items to report in this level.

As at June 30, 2018, the Company held the following financial instruments measured at fair value:

	Un-audited		
	As at June 30, 2018		
	Level 1	Level 2	Level 3
	(Rupees in thousand)		
<b>Assets carried at fair value</b>			
Long-term Investments	6,264	-	5,998
	(Audited)		
	As at December 31, 2017		
	Level 1	Level 2	Level 3
	(Rupees in thousand)		
<b>Assets carried at fair value</b>			
Long-term investments	6,589	-	5,998

### 20 GENERAL

Figures in these condensed interim unconsolidated financial statements have been rounded off to the nearest thousand of rupees.

Comparative information has been rearranged and re classified wherever necessary. There has been no significant reclassification during the current period.

### 21 DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on August 28, 2018 by the Board of Directors of the Company.



Chief Executive Officer



Chief Financial Officer



Director

## Directors' Report to the Shareholders on Consolidated Condensed interim financial statements

The Directors of your Company take pleasure in presenting to you, the report for the half year ended June 30, 2018 along with the consolidated condensed interim financial information (un-audited).

IGI Holdings being a holding company derives income in the form of dividends from its subsidiaries namely; IGI General Insurance Limited ("IGI General"), IGI Investments (Private) Limited ("IGI Investments"), IGI Life Insurance Limited ("IGI Life") and IGI Finex Securities Limited ("IGI Securities").

### Company performance review

--- Rupees in thousands ---

	Half year ended June 30, 2018	Half year ended June 30, 2017
Profit before tax	947,507	1,957,398
Taxation	(379,990)	(278,022)
Profit after tax	567,517	1,679,376
Other comprehensive income	(222,087)	42,904,267
Total comprehensive income	345,430	44,583,643
Attributable to non-controlling interest	9,840	7,584
Attributable to ordinary shareholders	335,590	44,576,059
Earnings per share (in rupees)	4.59	13.69

During this period, the group achieved profit after tax of Rs. 567 million compared to that of Rs. 1,679 million earned during corresponding period of 2017 reflecting decline of 66%. This decline is primarily attributable to decrease in share of profit from associates by 59%.

The group achieved earnings per share of Rs. 4.59 compared to Rs. 13.69 earned during corresponding period of 2017.

### Financial Highlights of the subsidiaries are hereunder:

#### IGI GENERAL INSURANCE LIMITED

During the current period, IGI General achieved gross written premium of Rs 2,250 million as compared to Rs 1,287 million written during the corresponding period of last year. Net claims for the period amounted to Rs 576 million compared to Rs 415 million incurred during corresponding period of last year. Accordingly, the underwriting profits decreased to Rs 124 million compared to Rs 170 million generated during corresponding period of last year.

As regards Window Takaful Operations, the written contribution and surplus of Participant's Takaful Fund were Rs 99 million and Rs 11 million respectively generating profit of Rs. 7 million from Window Takaful operation for the period ended June 30, 2018.

The Company has generated investment income of Rs. 68 million during the current period compared to Rs 26 million in the corresponding period of last year.

The Company generated profit after tax of Rs 148 million during the current period compared to Rs 126 million in the corresponding period of last year.

## Directors' Report to the Shareholders on Consolidated Condensed interim financial statements

### **IGI INVESTMENTS (PRIVATE) LIMITED**

Income stream of IGI Investments is primarily based on dividend income from its investment portfolio. During the current period, IGI Investments has earned dividend income of Rs. 1,226 million compared to Rs 1,454 million in the corresponding period of 2017. The Company has generated profit after tax of Rs 882 million compared to Rs. 1,208 million in the corresponding period of 2017.

### **IGI LIFE INSURANCE LIMITED**

During the period ended June 30,2018, IGI Life has written net premium of Rs. 2,620 million representing 9% decline over corresponding values of 2017. The Company has generated after tax profit of Rs. 43 million as compared to Rs. 144 million in corresponding period of 2017.

### **IGI FINEX SECURITIES LIMITED**

During the period ended June 30, 2018, IGI Securities has generated operating revenues of Rs. 46 million. It incurred direct and administrative expenses of Rs 66 million and as a result, IGI Securities reported loss after tax of Rs. 15 million during the period as compared to profit after tax of Rs. 67 million earned during the corresponding period of 2017.

We value the support and patronage extended by our business partners and all stakeholders.

For and on behalf of the Board



Syed Babar Ali  
Chairman  
Lahore  
August 28, 2018



**Consolidated**  
Condensed Interim  
Financial Statements  
for the Half Year Ended  
June 30, 2018

## Consolidated Condensed Interim Statement of Financial Position

	Note	Un-audited	Audited
		June 30, 2018	Dec. 31, 2017
(Rupees in thousand)			
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets	3	842,292	698,906
Investment property		41,052	44,808
Investments	4	89,790,146	88,336,552
Long-term deposits		4,459	4,414
		90,677,949	89,084,680
<b>Current assets</b>			
Premiums due but unpaid - unsecured		830,993	609,065
Amounts due from other insurers / reinsurers - unsecured		499,474	396,669
Reinsurance recoveries against outstanding claims		735,388	723,743
Prepaid reinsurance premium ceded		582,389	481,956
Salvage recoveries accrued		72,506	78,889
Current maturity of long term investments	4	2,059,495	3,354,124
Experience refund receivable		6,147	16,299
Loans secured against life insurance policies		173,209	168,046
Deferred commission expense		152,825	131,192
Accrued income on investments and deposits		259,307	288,982
Deposits and prepayments		86,494	96,517
Sundry receivables	5	1,018,907	855,630
Wakala fees receivable		41,272	11,526
Taxation recoverable		570,764	716,668
Cash and bank balances		2,858,130	5,800,996
		9,947,300	13,730,302
<b>TOTAL ASSETS</b>		<b>100,625,249</b>	<b>102,814,982</b>

The annexed notes from 1 to 17 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

as at June 30, 2018 (un-audited)

Note	Un-audited	Audited
	June 30, 2018	Dec. 31, 2017
	(Rupees in thousand)	
<b>EQUITY AND LIABILITIES</b>		
<b>Share capital and reserves</b>		
<b>Authorised share capital</b>		
	2,000,000	2,000,000
	1,240,265	1,226,895
	-	411,659
	9,562,081	10,596,371
	53,452,093	53,670,533
	7,764,863	7,366,574
	72,019,302	73,272,032
	248,422	252,256
	<b>72,267,724</b>	<b>73,524,288</b>
<b>Non-current liabilities</b>		
	17,418,122	17,741,337
6	1,942,666	2,259,333
	106,188	80,011
	41,588	34,796
	2,055,597	2,119,619
	21,564,161	22,235,096
<b>Current liabilities</b>		
	1,535,495	1,456,661
	1,425,256	1,185,547
	110,233	101,679
	698,696	373,256
	21,120	7,832
	81,527	81,958
	471,879	1,600,000
	48,629	26,701
	225,902	342,243
	633,334	480,006
	66,068	14,918
7	1,475,225	1,384,797
	6,793,364	7,055,598
	<b>28,357,525</b>	<b>29,290,694</b>
	<b>100,625,249</b>	<b>102,814,982</b>
<b>CONTINGENCIES AND COMMITMENTS</b>		
8		

The annexed notes from 1 to 17 form an integral part of these consolidated condensed interim financial statements.

Chief Executive Officer

Chief Financial Officer

Director

Consolidated Condensed Interim Statement of Profit or Loss for the Quarter and Half Year ended June 30, 2018 (Un-audited)

	Note	Half Year Ended		Quarter Ended	
		Un-audited	Un-audited	Un-audited	Un-audited
		June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
(Rupees in thousand)					
Operating revenue	9	4,741,971	5,205,545	2,501,003	2,777,770
Operating expenses	10	(4,208,462)	(3,537,338)	(2,214,676)	(1,903,833)
		533,509	1,668,207	286,327	873,938
Other income	11	181,977	360,798	88,012	239,841
General and administrative expenses		(157,714)	(158,771)	(79,566)	(78,561)
Financial Charges		(112,892)	(80,635)	(48,546)	(42,102)
		444,880	1,789,599	246,227	993,116
Unrealised gain / (loss) on investments		(186,259)	(142,475)	(343,872)	(178,338)
Reversal of provision for bad and doubtful loans and advances / lease losses - specific - net		9,567	7,448	5,217	3,725
Change in policyholders' liability		325,726	(497,414)	533,260	140,352
(Surplus) / deficit taken to statutory fund		(2,511)	(13,469)	(42,972)	(6,786)
Provision for impairment in value of investments - net		-	(34,303)	-	(8,731)
Profit from window takaful operations		7,138	-	5,460	-
Share of profit from associates		348,966	848,012	231,931	453,442
<b>Profit before taxation</b>		<b>947,507</b>	<b>1,957,398</b>	<b>629,791</b>	<b>1,396,779</b>
Taxation		(379,990)	(278,022)	(317,285)	(229,286)
<b>Profit after taxation</b>		<b>567,517</b>	<b>1,679,376</b>	<b>312,506</b>	<b>1,167,493</b>
Profit after tax attributable to:					
Equity holders of the parent		557,677	1,671,792	311,797	1,165,411
Non-controlling interest		9,840	7,584	7,847	2,082
		<b>567,517</b>	<b>1,679,376</b>	<b>312,506</b>	<b>1,167,493</b>
( R u p e e s )					
<b>Earnings per share - basic and diluted</b>	14	<b>4.59</b>	<b>13.69</b>	<b>2.53</b>	<b>9.52</b>

The annexed notes from 1 to 17 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

Consolidated Condensed Interim Statement of Profit or Loss and Other Comprehensive Income for the Quarter and Half Year ended June 30, 2018 (Un-audited)

	Half Year Ended		Quarter Ended	
	Un-audited	Un-audited	Un-audited	Un-audited
	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
	(Rupees in thousand)		(Rupees in thousand)	
<b>Profit after taxation</b>	567,517	1,679,376	319,644	1,167,493
<b>Other comprehensive income - reclassifiable to profit and loss</b>				
- Surplus on revaluation of available for sale investments - net of tax	(218,451)	41,700,607	(5,637,718)	4,465,210
- Share of other comprehensive income of associate - net of tax	11	-	(983,932)	-
	(218,440)	41,700,607	(6,621,650)	4,465,210
<b>Other comprehensive income - not reclassifiable to profit and loss</b>				
- Share of other comprehensive income of associate - net of tax	(3,647)	1,203,660	(3,647)	1,109,283
<b>Total comprehensive income</b>	<u>345,430</u>	<u>44,583,643</u>	<u>(6,305,653)</u>	<u>6,741,986</u>
<b>Total comprehensive income attributable to:</b>				
Equity holders of the parent	335,590	44,576,059	(6,311,557)	6,739,905
Non-controlling interest	9,840	7,584	5,904	2,082
	<u>345,430</u>	<u>44,583,643</u>	<u>(6,305,653)</u>	<u>6,741,986</u>

The annexed notes from 1 to 17 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

## Consolidated Condensed Interim Statement of Changes in Equity for the Half Year ended June 30, 2018 (Un-audited)

	Issued, subscribed and paid-up share capital	Proposed shares to be issued on amalgamation	Reserves				Unappropriated Profits	Surplus on revaluation of available for sale investments	Equity attributable to equity holders of the parent	Non-controlling interest	Total
			Capital reserves			Revenue reserves					
			Premium on issue of shares	Reserve for bonus shares	Other capital reserves	General reserve					
(Rupees in thousand)											
Balance as at January 1, 2017	1,226,895	411,659	35,762	-	33,267	7,297,545	6,612,573	-	15,617,701	263,962	15,881,663
Profit after taxation for the half year ended June 30, 2017	-	-	-	-	-	-	1,671,792	-	1,671,792	7,584	1,679,376
<b>Other comprehensive income - reclassifiable to profit and loss</b>											
- Surplus on revaluation of available-for-sale investments - net of tax	-	-	-	-	-	-	-	41,700,607	41,700,607	-	41,700,607
<b>Other comprehensive income - not reclassifiable to profit and loss</b>											
- Share of other comprehensive income / (loss) of associate - net of tax	-	-	-	-	-	-	1,203,660	-	1,203,660	-	1,203,660
Total comprehensive income for the half year ended June 30, 2017	-	-	-	-	-	-	2,875,452	41,700,607	44,576,059	7,584	44,583,643
<b>Transactions with owners, recorded directly in equity</b>											
Final dividend for the year ended December 31, 2016, Re. 1.5 per share - IGI Life	-	-	-	-	-	-	-	-	-	(17,041)	(17,041)
Balance as at June 30, 2018	1,226,895	411,659	35,762	-	33,267	7,297,545	9,488,025	41,700,607	60,193,760	254,505	60,448,265
Profit after taxation for the six months ended December 31, 2017	-	-	-	-	-	-	2,370,031	-	2,370,031	18,956	2,388,987
<b>Other comprehensive income - reclassifiable to profit and loss</b>											
- Surplus on revaluation of available-for-sale investments - net of tax	-	-	-	-	-	-	-	4,162,198	4,162,198	(21,205)	4,140,993
- Share of other comprehensive income of associate - net of tax	-	-	-	-	-	-	-	7,807,728	7,807,728	-	7,807,728
<b>Other comprehensive income - not reclassifiable to profit and loss</b>											
- Share of other comprehensive income / (loss) of associate - net of tax	-	-	-	-	-	-	(1,260,428)	-	(1,260,428)	-	(1,260,428)
- Re-measurement of post employment benefit obligations - net of tax	-	-	-	-	-	-	(1,257)	-	(1,257)	-	(1,257)
Total comprehensive income for the six months ended December 31, 2017	-	-	-	-	-	-	1,108,346	11,969,926	13,078,272	(2,249)	13,076,023
Balance as at December 31, 2017	1,226,895	411,659	35,762	-	33,267	7,297,545	10,596,371	53,670,533	73,272,032	252,256	73,524,288
<b>Transactions with owners, recorded directly in equity</b>											
Issuance of shares under scheme of amalgamation	13,370	(411,659)	398,289	-	-	-	-	-	-	-	-
Final dividend for the year ended December 31, 2016 - Rs. 8 per share	-	-	-	-	-	-	(992,213)	-	(992,213)	-	(992,213)
Final dividend for the year ended December 31, 2017 - Rs. 4 per share	-	-	-	-	-	-	(496,107)	-	(496,107)	-	(496,107)
Final dividend for the year ended December 31, 2017 - Re. 1 per share IGI Life	-	-	-	-	-	-	-	-	-	(13,674)	(13,674)
Repayment of advance against preference shares	-	-	-	-	-	-	(100,000)	-	(100,000)	-	(100,000)
Profit after taxation for the half year ended June 30, 2018	-	-	-	-	-	-	557,677	-	557,677	9,840	567,517
<b>Other comprehensive income - reclassifiable to profit and loss</b>											
- Surplus on revaluation of available for sale investments - net of tax	-	-	-	-	-	-	-	(218,451)	(218,451)	-	(218,451)
- Share of other comprehensive income / (loss) of associate - net of tax	-	-	-	-	-	-	-	11	11	-	11
<b>Other comprehensive income - not reclassifiable to profit and loss</b>											
- Share of other comprehensive income / (loss) of associate - net of tax	-	-	-	-	-	-	(3,647)	-	(3,647)	-	(3,647)
Total comprehensive income for the half year ended June 30, 2018	-	-	-	-	-	-	554,030	(218,440)	335,590	9,840	345,430
Balance as at June 30, 2018	<u>1,240,265</u>	<u>-</u>	<u>434,051</u>	<u>-</u>	<u>33,267</u>	<u>7,297,545</u>	<u>9,562,081</u>	<u>53,452,093</u>	<u>72,019,302</u>	<u>248,422</u>	<u>72,267,724</u>

The annexed notes from 1 to 17 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

## Consolidated Condensed Interim Statement of Cash Flows for the Half Year ended June 30, 2018 (Un-audited)

	Un-audited June 30, 2018	Un-audited June 30, 2017
(Rupees in thousand)		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	947,507	1,957,398
<b>Adjustments for :</b>		
Depreciation and amortization	69,938	54,362
Finance cost	112,892	16,383
Gain on sale of investments	(42,287)	(262,642)
Reversal of provision for bad and doubtful loans and advances / lease losses - specific - net	(9,567)	(7,448)
Loss / (gain) on disposal of property and equipment	(2,772)	(2,335)
Surplus of statutory funds	47,576	115,146
Profit on deposits with exchanges	(3,809)	(3,121)
Return on bank balances	(104,348)	(63,419)
Provision for impairment in value of investments - net	-	34,303
Unrealised loss on revaluation of investments	186,259	142,475
Return on government securities	(527,966)	(544,397)
Share of profit from associates	(348,966)	(848,011)
Dividend income	(488,627)	(857,400)
	(1,111,677)	(2,226,104)
<b>Changes in working capital</b>	(164,170)	(268,706)
<b>(Increase) / decrease in current assets</b>		
Trade deposit, pre payments and sundry receivables	(610,564)	(739,726)
<b>Increase / (decrease) in current liabilities</b>		
Accrued expenses and sundry payables	226,545	1,136,243
Net recovery from lease, loans and advances	(548,189)	127,811
Income tax paid	9,567	7,448
<b>Net cash generated from operating activities</b>	(830,689)	(162,786)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(211,047)	(69,413)
Purchase of intangibles	(678)	-
Payment for long term and short term deposits	(5,445)	-
Proceeds on disposal of property, plant and equipment	5,194	3,108
Proceeds on disposal of investments	4,437,238	8,481,433
Purchase of investments	(5,398,986)	(9,127,424)
Dividends received	1,285,460	1,464,537
Profits / returns received	715,174	709,775
<b>Net cash (used in) / generated from investing activities</b>	826,910	1,462,016
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Finance cost paid	(132,995)	(13,523)
Long term loan repayment	(150,000)	(5,000)
Repayment / (addition) of liability against assets subject to finance lease	12,837	(5,411)
Repayment of advance paid against preference shares	(100,000)	-
Dividends paid	(1,440,808)	(11,137)
<b>Net cash (used in) / generated from investing activities</b>	(1,810,966)	(35,071)
<b>Net (decrease) / increase in cash and cash equivalents</b>	(1,814,745)	1,264,159
Cash and cash equivalent at beginning of the period	4,200,996	850,466
<b>Cash and cash equivalents at end of the period</b>	2,386,251	2,114,625

The annexed notes from 1 to 17 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

## Notes to and forming part of the Consolidated Condensed Interim Financial Statements

### 1 STATUS AND NATURE OF BUSINESS

1.1 The "Group" consist of:

- (i) IGI Holdings Limited (formerly IGI Insurance Limited) - Holding Company
- (ii) IGI Life Insurance Limited - Subsidiary Company
- (iii) IGI Finex Securities Limited- Subsidiary Company
- (iv) IGI General Insurance Limited- Subsidiary Company
- (v) IGI Investments (Pvt.) Limited- Subsidiary Company

#### 1.2 Holding Company

IGI Holdings Limited - formerly IGI Insurance Limited ("Holding Company"), a Packages Group Company, was incorporated as a public limited company in 1953 under Companies Ordinance, 1984 and is quoted on the Pakistan Stock Exchange Limited (formerly Karachi Stock Exchange Limited). The registered office of the Company is situated at 7th floor, The Forum, Suite No. 701-713, G-20, Block 9, Khayaban-e-Jami, Clifton, Karachi.

1.2.1 During the year ended December 31, 2017, the Holding Company had filed a petition in Honorable High Court of Sindh for approval of Scheme of Amalgamation and Scheme of Arrangement under sections 284 to 288 of now repealed Companies Ordinance, 1984 which was sanctioned by the High Court of Sindh through its order dated December 16, 2017.

The Scheme of Amalgamation included amalgamation of IGI Investment Bank Limited with and into IGI Insurance Limited and became effective from December 31, 2016. The Scheme of Arrangement, after amalgamation of IGI Investment Bank Limited with IGI Insurance Limited, became effective from January 31, 2017 and essentially entailed the following:

- (i) The separation of the Insurance Segment and Investment Segment from IGI Insurance Limited;
- (ii) The transfer to, and vesting in IGI General Insurance Limited (a newly incorporated subsidiary company of IGI Insurance Limited), of the Insurance Segment against the issue of ordinary shares of IGI General Insurance Limited to IGI Insurance Limited;
- (iii) The transfer to, and vesting into IGI Investments (Pvt.) Limited (a newly incorporated subsidiary company of IGI Insurance Limited), of the Investment Segment against the issue of ordinary shares of IGI Investments (Pvt.) Limited to IGI Insurance Limited;
- (iv) The retention of the Retained Undertaking as part of IGI Insurance Limited; and
- (v) Change of name of IGI Insurance Limited to IGI Holdings Limited with effect from date of filing of the certified copy of the order of the Court sanctioning the Scheme of Arrangement with the Registrar of Companies at SECP.

1.2.2 During the period, the Holding Company has issued 1,337,033 fully paid shares of Rs. 10 each to the shareholders of former IGI Investment Bank Limited in accordance with the Scheme of Amalgamation.

#### 1.3 Subsidiary Companies

1.3.1 IGI Life Insurance Limited ("IGI Life") was incorporated in Pakistan on October 9, 1994 as a public limited company under the Companies Ordinance, 1984. Its shares are quoted on the Pakistan Stock Exchange Limited (formerly Karachi Stock Exchange Limited). The Company commenced its operations on May 25, 1995 after registration with the Controller of Insurance on April 30, 1995. The registered office of the Company is situated at 7th Floor, The Forum, Suite No. 701-713, G-20, Block 9, Khayaban-e-Jami, Clifton, Karachi which is also the principal office of the IGI Life.

IGI Life is engaged in life insurance business, carrying on both participating and non-participating businesses. The Company is an approved Window Takaful Operator and is also engaged in providing Shariah compliant takaful products. The Statutory Funds established by IGI Life in accordance with the advice of the Appointed Actuary are as follows :

- Life (participating)
- Life (non-participating) – Individual
- Life (non-participating) – Group
- Accident & Health – Individual
- Accident & Health – Group
- Pension Business Fund
- Investment Linked
- Individual Family Takaful
- Group Family Takaful
- Group Health Takaful

1.3.2 IGI Finex Securities Limited ("IGI Finex") was acquired as part of the amalgamation of IGI Investment Bank Limited with and into IGI Insurance Limited with effect from December 31, 2016. IGI Finex was incorporated in Pakistan on June 28, 1994 as a public limited company under the Companies Ordinance, 1984. The registered office of IGI Finex is situated at Suite No. 701-713, 7th Floor, the Forum, G-20, Khayaban-e-Jami, Block-9, Clifton, Karachi. The Company has a Trading Right Entitlement Certificate (TREC) of Pakistan Stock Exchange Limited (formerly: Karachi Stock Exchange Limited) and is a corporate member of Pakistan Mercantile Exchange Limited. The principal activities of IGI Finex include shares and commodities brokerage, money market and foreign exchange brokerage and advisory and consulting services.

1.3.3 IGI General Insurance Limited ("IGI General") was incorporated as a public limited company on November 18, 2016 under the Companies Ordinance, 1984. The registered office of the Company is situated at 7th floor, The Forum, Suite No. 701-713, G-20, Block 9, Khayaban-e-Jami, Clifton, Karachi. The objective of this company is to carry on all kinds of general insurance business (excluding life insurance) and General Takaful (Islamic Insurance) as Window Takaful Operator as more fully explained in note 1.2.1 of these unconsolidated condensed interim financial statements, the Insurance segment of the Company has been transferred to this subsidiary company with effect from close of business on January 31, 2017 in accordance with the Scheme of Arrangement sanctioned by the High Court of Sindh.

1.3.4 IGI Investment (Pvt.) Limited ("IGI Investments") was incorporated as a private limited company on October 31, 2016 under Companies Ordinance, 1984. The registered office of the Company is situated at 7th floor, The Forum, Suite No. 701-713, G-20, Block 9, Khayaban-e-Jami, Clifton, Karachi. The objective of this company is to act as an investment holding Company and for that purpose invest, acquire, sell and hold investments as more fully explained in note 1.2.1 of these unconsolidated condensed interim financial statements, the Investment segment of the Company will be transferred to this subsidiary company with effect from close of business on January 31, 2017 in accordance with the Scheme of Arrangement sanctioned by the High Court of Sindh.

## 2 BASIS OF PREPARATION

These consolidated condensed interim financial statements are being submitted to the shareholders in accordance with the listing regulations of the Pakistan Stock Exchange and requirements of the Companies Act, 2017.

### 2.1 Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

## Notes to and forming part of the Consolidated Condensed Interim Financial Statements

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed consolidated interim financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the consolidated financial statements of the Company for the year ended December 31, 2017.

### 2.2 Basis of measurement

These consolidated condensed interim financial statements have been prepared under the historical cost convention, except as otherwise stated.

### 2.3 Summary of significant accounting policies

The accounting policies and methods of computation adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the annual consolidated financial statements for the year ended December 31, 2017.

	Note	Un-audited	Audited
		June 30, 2018	Dec. 31, 2017
(Rupees in thousand)			
<b>3 FIXED ASSETS</b>			
Operating assets	3.1	577,793	545,970
Capital work in progress		139,447	16,355
Intangible assets	3.2	125,052	136,581
		<u>842,292</u>	<u>698,906</u>
<b>3.1 Operating assets</b>			
Furniture, fixtures and office equipments		138,753	112,443
Buildings		270,974	276,862
Motor vehicles- Own		60,446	57,655
Motor vehicles- Leased		107,620	99,010
		<u>577,793</u>	<u>545,970</u>
<b>3.2 Intangible assets</b>			
Computer software		7,691	7,702
Membership card		250	250
Trading Right Entitlement certificates (TREC)		10,999	10,999
Licenses		70	70
Customer relationships		13,094	20,691
Distribution channel		48,707	48,707
Value of inforce contracts		32,937	36,858
Pooling arrangements		11,304	11,304
		<u>125,052</u>	<u>136,581</u>
<b>4 LONG TERM INVESTMENTS</b>			
The investments comprise of the following:		19,565,545	19,960,511
Investments in associates		321,016	321,211
Held to maturity investments		71,963,080	71,408,954
Available for sale investments		91,849,641	91,690,676
		(2,059,495)	(3,354,124)
Current marurity of long term investments		<u>89,790,146</u>	<u>88,336,552</u>

	Note	Un-audited	Audited
		June 30, 2018	Dec. 31, 2017
(Rupees in thousand)			
<b>5 SUNDRY RECEIVABLES</b>			
Advances - considered good		35,660	8,172
Security deposits		72,839	50,760
Sales tax recoverable		25,745	19,475
Advances to employees against expenses			
- executives		-	2,461
- others		442	2,007
Receivable against claim administration services		117,542	105,821
Net investment in finance lease		231,495	218,395
Receivable from clients against purchase of marketable securities and commodity contracts		74,210	91,364
Pakistan Mercantile Exchange Limited-margin deposit		3,233	4,741
Exposure deposit with Pakistan Stock Exchange Limited		196,059	228,750
Others		261,682	123,684
		<u>1,018,907</u>	<u>855,630</u>

**6 LONG TERM FINANCES****Secured**

Long term loan	6.1	2,350,000	2,500,000
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**Unsecured**

Local currency - from sponsor	6.2	226,000	226,000
		<u>2,576,000</u>	<u>2,726,000</u>
Less: current maturity of long term finances		(633,334)	(466,667)
		<u>1,942,666</u>	<u>2,259,333</u>

- 6.1 The Group obtained a long term finance facility amounting to Rs. 1,000 million from Allied Bank Limited during 2015 for the purpose of participation in equity investment in Packages Construction (Private) Limited i.e. Packages Mall project, which was fully availed during the year ended December 31, 2016. The loan carries markup rate at 6 month KIBOR + 0.3%. Principal repayment is to be made in 6 equal semi-annual installments starting from the 30th month after the first disbursement and subsequently, six months thereafter. The first disbursement was made on May 6, 2016. The facility is secured against pledge of shares held by the Group.

The Holding Company obtained a long term finance facility amounting to Rs. 1,500 million from Habib Bank Limited during the current year for the purpose of injecting equity in its subsidiary IGI General Insurance Limited. The loan carries markup rate at 6 month KIBOR + 0.03% per annum. Principal repayment is to be made in 10 equal semi-annual installments starting from the 6th month after the disbursement and subsequently, every six months thereafter. The facility is secured against pledge of shares held by IGI Investments (Pvt) Limited one of the subsidiary of the Holding Company. During the period, the Group has made principal repayment of Rs 150 million accordingly.

- 6.2 This represents long-term financing acquired by the Holding Company as part of the amalgamation of IGI Investment Bank Limited with and into IGI Insurance Limited with effect from December 31, 2016 that has been retained by the Holding Company as part of the scheme of arrangement.

During 2013-2014, IGI Investment Bank Limited (the Investment Bank) received a sum of Rs.285 million by way of a loan from Syed Babar Ali, Chairman and a sponsor of the Investment Bank. In this connection, the Investment Bank and Syed Babar Ali had entered into a Loan Agreement dated March 31, 2014. The loan is interest/profit/mark-up free and repayable at the earlier of the expiry of ten (10) years from the date of the Loan Agreement or upon occurrence of any change in the shareholding of the Investment Bank or the board of directors of the Investment Bank that would result in change of control of the Investment Bank from the persons in whose hands it vests as of the date of the Loan Agreement ("the Due Date"), as the case may be. Under the terms of the Loan Agreement, the Investment Bank may, at its discretion, prepay all or any portion of the aforesaid loan at any time prior to the Due Date, provided that the Certificates of Deposit issued by the Investment Bank have been completely and finally settled.

## Notes to and forming part of the Consolidated Condensed Interim Financial Statements

	Note	Un-audited	Audited
		June 30, 2018	Dec. 31, 2017
(Rupees in thousand)			
<b>7 SUNDRY CREDITORS</b>			
Federal excise duty		50,550	21,737
Federal insurance fee		3,746	1,397
Agent commission payable		136,375	184,001
Cash margin		216,473	219,424
Certificates of deposit	7.1	614	5,313
Deposits under lease contracts	7.2	207,107	207,107
Payable against sale of marketable securities		342,578	376,373
Payable against profit on unutilised funds		3,389	5,616
Payable to National Clearing Company of Pakistan Limited (NCCPL)		22,396	68,201
Others		491,997	295,628
		<u>1,475,225</u>	<u>1,384,797</u>

- 7.1 This represents certificates of deposit acquired by the Holding Company as part of the amalgamation of IGI Investment Bank Limited (the Investment Bank) with and into IGI Insurance Limited as at December 31, 2016 that has been retained by the Holding Company as part of the Scheme of Arrangement.

The Investment Bank (now part of IGI Holdings) has made repayment of all deposits along with mark-up, except for three depositors with aggregate deposits amounting to Rs.0.614 million since they are untraceable. These Certificates of Deposit have already matured and mark-up payable on these till maturity is Rs.0.041 million. Subsequent to the period end, the Securities and Exchange Commission of Pakistan (SECP) has advised the Holding Company to place the outstanding deposits in a Money Market Fund of one of the large sized Asset Management Company with authority to the Central Depository Company (CDC) to act as trustee and operate the said account on behalf of the Holding Company and to pay the outstanding depositors, as and when traced.

- 7.2 This represents security deposits under lease contracts acquired as part of the amalgamation of IGI Investment Bank Limited with and into IGI Insurance Limited with effect from December 31, 2016 against which an equivalent amount of residual value is receivable.

## 8 CONTINGENCIES AND COMMITMENTS

There is no material change in the status of contingencies and commitments as disclosed in the annual financial statements of the Holding Company for the year ended December 31, 2017 except as described below:

Income tax return for the tax year 2017 was filed by the Holding Company that is deemed to be assessed under the provisions of section 120 of the Income Tax Ordinance, 2001.

The Holding Company received notice from Additional Commissioner Inland Revenue (ACIR) for explanations over the matters raised in the notice prior to amendment in assessment under section 122 (5A) of the Income Tax Ordinance, 2001.

Matters requiring explanation as explained in the notice mainly include the following:

- Tax on undistributed profits under section 5A of the Income Tax Ordinance, 2001;
- Admissibility of Tax losses of formerly IGI Investment Bank Limited claimed in the tax return;
- Charge of super tax under section 4B of the Income Tax Ordinance, 2001; and
- Admissibility of deductions claimed on account of write-offs under section 29 of the Income Tax Ordinance, 2001.

The Holding Company filed constitutional petitions for the matters pertaining to levy of tax on undistributed reserves and super tax and obtained stay order against any adverse action in relation thereto and has also submitted its response / explanations to ACIR regarding the above matters. The management, based on the advice of its tax advisor, is confident of favorable outcome of the proceedings.

## Notes to and forming part of the Consolidated Condensed Interim Financial Statements

	Un-audited		Un-audited	
	Half Year Ended		Quarter Ended	
	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
	(Rupees in thousand)			
<b>9 OPERATING REVENUE</b>				
Net premium revenue	3,675,398	3,718,139	1,727,724	1,624,621
Dividend income	488,629	856,738	481,750	847,197
Return on government securities	527,966	544,397	268,849	263,464
Fee, commission and brokerage	49,978	86,271	22,680	42,488
	<u>4,741,971</u>	<u>5,205,545</u>	<u>2,501,003</u>	<u>2,777,770</u>
<b>10 OPERATING EXPENSES</b>				
Net claims	3,173,514	2,750,935	1,677,111	1,521,700
Commission expense - net	331,252	267,726	169,849	114,438
Management expenses	703,696	518,677	367,716	267,695
	<u>4,208,462</u>	<u>3,537,338</u>	<u>2,214,676</u>	<u>1,903,833</u>
<b>11 OTHER INCOME</b>				
<b>From financial assets</b>				
Profit on saving accounts and term deposits	103,112	72,564	44,280	38,815
Income on deposit with exchanges	3,809	3,121	1,829	1,534
Gain on sale of securities	42,287	262,642	23,594	185,148
	<u>149,208</u>	<u>338,327</u>	<u>69,703</u>	<u>225,497</u>
<b>From non-financial assets</b>				
Rental income	278	280	138	141
Other income	32,491	22,191	18,171	14,204
	<u>32,769</u>	<u>22,471</u>	<u>18,309</u>	<u>14,345</u>
	<u>181,977</u>	<u>360,798</u>	<u>88,012</u>	<u>239,841</u>

## 12 TRANSACTIONS WITH RELATED PARTIES

Transactions	Associates		Post employment benefit plans		Directors		Key management personnel		Other related parties	
	For the quarter ended									
	(un-audited)									
	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
	(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)	
Premium Underwritten	102,149	133,737	-	-	117	110	-	-	167,594	221,396
Premium Collected	117,909	117,189	-	-	176	400	-	-	232,361	220,696
Claims Expense	1,961	1,524	-	-	-	174	-	-	2,438	21,553
Commission Expense	5,375	7,190	-	-	-	-	-	-	9,671	14,563
Commission Paid	3,790	3,862	-	-	-	-	-	-	5,453	4,962
Fixed Assets Disposed	-	-	-	-	-	-	-	-	-	-
Investment/ (Disinvestment) in Shares -	-	-	-	-	-	-	-	-	-	-
Net of Provision for Impairment	-	-	-	-	-	-	-	-	-	-
Brokerage Commission	237,106	301,691	-	-	-	-	-	-	-	-
Donations Paid	-	-	-	-	-	-	-	-	-	-
Charge in respect of Gratuity Fund	-	-	5,588	3,962	-	-	-	-	-	-
Charge in respect of Provident Fund	-	-	6,634	4,590	-	-	-	-	-	-
Contribution to Gratuity Fund	-	-	5,022	3,629	-	-	-	-	-	-
Contribution to Provident Fund	-	-	2,708	4,590	-	-	-	-	-	-
Charge for Administrative Services	-	-	-	-	-	-	-	-	-	-
Key Management Personnel Compensation	-	-	-	-	1,150	-	-	-	-	-

Balances	Associates		Post employment benefit plans		Directors		Key management personnel		Other related parties	
	as at									
	June 30, 2018	Dec. 31, 2017	June 30, 2018	Dec. 31, 2017	June 30, 2018	Dec. 31, 2017	June 30, 2018	Dec. 31, 2017	June 30, 2018	Dec. 31, 2017
	(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)	
Premium Receivable	20,378	11,308	-	-	297	351	-	-	14,774	10,188
Commission Payable	2,742	1,157	-	-	-	-	-	-	8,294	4,077
Investment in Shares	19,565,545	19,960,511	-	-	-	-	-	-	513,808	524,496
Long term loan	-	-	-	-	226,000	226,000	-	-	-	-
Other Receivable	1,637	1,229	-	-	-	-	-	-	-	-
Other Payable	-	-	-	-	-	-	-	-	-	-
(Payable to)/ receivable from Gratuity Fund	-	-	(12,419)	(12,419)	-	-	-	-	-	-
(Payable to)/ receivable from Provident Fund	-	-	(3,925)	(4,027)	-	-	-	-	-	-

## 13 SEGMENT REPORTING

The Group's business is organised and managed separately according to the nature of services provided with the following segments:

- Non-life Insurance
- Life Insurance
- Brokerage business
- Investment business

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

# Notes to and forming part of the Consolidated Condensed Interim Financial Statements

(Un-audited)

	For the half year ended June 30, 2018																			Brokerage business	Investment Business	Aggregate total
	Non-life Insurance									Life Insurance												
	Fire and property damage	Marine, aviation and transport	Motor	Health	Miscellaneous	Window Takaful Operations				Life participating	Life non-participating		Investment linked business	Accident and health business		Pension business fund	Takaful window					
						Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous		Individual	Group		Individual	Group		Individual family	Group family	Group health			
(Rupees in thousand)																						
Net premium revenue	83,853	120,533	568,130	145,335	150,032	-	-	-	-	20,313	324,074	140,067	727,076	6,284	618,882	-	652,782	12,577	105,460	-	-	3,675,398
Fee, commission and brokerage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	45,733	-	45,733
Wakalah fee income	-	-	-	-	-	4,353	1,355	6,276	4,494	-	-	-	-	-	-	-	-	-	-	-	-	16,458
Investment Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	78	486,704	486,782
Net claims	(89,180)	(42,440)	(260,231)	(136,219)	(47,492)	-	-	-	-	(68,007)	(361,481)	(57,034)	(1,386,879)	(2,263)	(413,257)	(17)	(57,523)	(3,739)	(47,752)	-	-	(3,773,514)
Expenses	(88,356)	(39,676)	(105,736)	(22,647)	(84,358)	(1,029)	(184)	(1,492)	(1,665)	(2,453)	(45,394)	(28,638)	(166,128)	(6,557)	(64,246)	-	(48,972)	(300)	(229)	(65,593)	(10,383)	(784,042)
Net commission	35,089	18,951	(59,361)	(5,194)	(20,585)	(1,779)	(661)	(2,290)	(780)	(764)	(21,471)	(7,454)	(114,037)	(6,645)	(36,380)	-	(108,300)	(677)	(4,424)	-	-	(336,762)
Net Investment Income - Statutory Fund	-	-	-	-	-	-	-	-	-	39,246	126,042	2,817	168,448	493	1,380	(95)	4,646	(48)	(618)	-	-	342,311
Other income-net	-	-	-	-	-	-	-	-	-	4,134	7,385	1,620	16,369	31	13,065	3	8,854	17	144	-	-	31,622
Add: Policyholders' liabilities at the beginning of period	-	-	-	-	-	-	-	-	-	1,573,079	6,119,617	75,342	8,109,869	11,624	262,524	74,927	1,111,274	5,397	10,502	-	-	17,354,155
Less: Policyholders' liabilities at the end of the period	-	-	-	-	-	-	-	-	-	(1,563,037)	(6,050,123)	(113,608)	(7,193,123)	(11,491)	(379,495)	(74,828)	(1,566,554)	(12,232)	(63,938)	-	-	(17,028,429)
(Surplus) / deficit taken to statutory fund	-	-	-	-	-	-	-	-	-	(2,511)	-	-	-	-	-	-	-	-	-	-	-	(2,511)
Financial Charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(288)	(63,128)	(63,416)
Segment results	(58,595)	57,368	142,803	(18,725)	(2,483)	1,545	490	2,494	2,049	-	98,649	13,112	(38,405)	(8,524)	2,473	(10)	(3,793)	989	(855)	(20,070)	413,393	583,785
Other operating income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	56,494
Unallocated general and administrative expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(81,738)
Share of profit from associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	348,966
Profit before taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	947,507

(Un-audited)

	For the half year ended June 30, 2018																			Brokerage business	Investment Business	Aggregate total
	Non-life Insurance									Life Insurance												
	Fire and property damage	Marine, aviation and transport	Motor	Health	Miscellaneous	Window Takaful Operations				Life participating	Life non-participating		Investment linked business	Accident and health business		Pension business fund	Takaful window					
						Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous		Individual	Group		Individual	Group		Individual family	Group family	Group health			
(Rupees in thousand)																						
Net premium revenue	44,717	90,275	363,951	91,739	106,803	-	-	-	-	22,382	354,706	132,077	1,301,112	5,894	543,405	1,763	299,543	1,225	18,699	-	-	3,718,139
Fee, commission and brokerage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	86,271	-	86,271
Investment Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	66,881	831,416	898,297
Net claims	(27,722)	(51,899)	(203,239)	(83,220)	(49,182)	-	-	-	-	(62,246)	(310,432)	(67,357)	(1,513,060)	(1,116)	(304,582)	(496)	(18,605)	(400)	(4,405)	-	-	(2,750,935)
Expenses	(58,653)	(31,152)	(65,449)	(16,668)	(60,269)	-	-	-	-	(1,397)	(27,034)	(24,352)	(105,553)	(3,535)	(54,461)	(2)	(38,946)	-	-	(87,389)	(3,553)	(539,763)
Net commission	81,901	28,819	(5,489)	(572)	19,061	-	-	-	-	(1,286)	(38,670)	(9,850)	(184,277)	(5,547)	(31,807)	-	(83,684)	(37)	(217)	-	-	(267,726)
Net Investment Income - Statutory Fund	-	-	-	-	-	-	-	-	-	65,900	204,836	24,245	275,351	2,470	16,370	2,496	(2,901)	(24)	(41)	-	-	588,702
Other income-net	-	-	-	-	-	-	-	-	-	3,999	8,111	550	19,896	1	8,454	228	2,988	-	3	-	-	44,220
Add: Policyholders' liabilities at the beginning of period	-	-	-	-	-	-	-	-	-	1,367,408	5,701,085	77,320	8,695,395	9,337	212,747	55,878	239,008	573	3,114	-	-	16,361,865
Less: Policyholders' liabilities at the end of the period	-	-	-	-	-	-	-	-	-	(1,381,291)	(5,848,276)	(107,063)	(8,660,503)	(10,123)	(341,008)	(59,641)	(434,683)	(1,194)	(15,495)	-	-	(16,859,279)
(Surplus) / deficit taken to statutory fund	-	-	-	-	-	-	-	-	-	(13,469)	-	-	-	-	-	-	-	-	-	-	-	(13,469)
Financial Charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(249)	(64,259)	(64,508)
Segment results	40,243	36,043	85,774	(8,721)	16,413	-	-	-	-	-	44,326	25,570	28,361	(2,621)	49,118	226	(37,280)	143	1,458	65,514	763,694	1,106,171
Other operating income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	61,574
Unallocated general and administrative expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(60,159)
Share of profit from associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	848,612
Profit before taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,957,398

(Un-audited)

	June 30, 2018																			Brokerage business	Investment Business	Aggregate total
	Non-life Insurance									Life Insurance												
	Fire and property damage	Marine, aviation and transport	Motor	Health	Miscellaneous	Window Takaful Operations				Life participating	Life non-participating		Investment linked business	Accident and health business		Pension business fund	Takaful window					
						Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous		Individual	Group		Individual	Group		Individual family	Group family	Group health			
(Rupees in thousand)																						
Segment assets	1,053,159	268,667	455,411	88,055	835,248	19,613	3,509	28,497	31,763	1,994,976	6,481,756	406,340	7,590,875	27,542	546,396	79,518	1,672,960	17,164	84,664	697,746	60,509,060	82,892,919
Unallocated assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	17,732,330
Consolidated total assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100,625,249
Segment liabilities	1,316,174	575,955	1,093,536	240,655	931,577	6,770	1,211	9,837	10,964	1,994,976	6,464,872	401,503	7,526,115	27,542	543,052	79,518	1,672,960	17,164	84,664	408,494	1,642,286	24,917,825
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,439,700
Consolidated total liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	28,357,525

(Audited)

December 31, 2017

	Non-life Insurance										Life Insurance										Brokerage business	Investment Business	Aggregate total
	Fire and property damage	Marine, aviation and transport	Motor	Health	Window Takaful Operations				Life participating	Life non-participating		Investment linked business	Accident and health business		Pension business fund	Takaful window							
					Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous		Individual	Group		Individual	Group		Individual family	Group family	Group health					
	(Rupees in thousand)																						
Segment assets	959,302	228,086	323,504	82,021	630,515	23,051	1,257	13,850	1,015	1,982,003	6,357,919	345,437	8,423,040	27,013	428,064	79,508	1,220,172	8,414	19,677	895,825	55,837,717	78,087,370	
Unallocated assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	24,727,612	
Consolidated total assets																						102,814,982	
Segment liabilities	1,042,393	280,315	847,045	246,310	801,956	28,604	1,823	30,609	1,670	1,595,001	6,217,372	246,931	8,260,203	26,552	302,973	74,960	1,187,620	6,529	15,286	487,108	2,707,317	24,408,577	
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,882,117	
Consolidated total liabilities																						29,290,694	

**14 EARNINGS PER SHARE**

	Un-audited		Un-audited	
	Half Year Ended		Quarter Ended	
	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
	(Rupees in thousand)		(Rupees in thousand)	
<b>Basic / diluted earnings per share</b>				
Profit for the period	567,517	1,679,376	312,506	1,167,493
	Number of shares		Number of shares	
Weighted average number of ordinary shares	123,744,302	122,689,532	123,744,302	122,689,532
	( Rupees )		( Rupees )	
Earnings per share	4.59	13.69	2.53	9.52

**15 GENERAL**

Figures in these consolidated condensed interim financial statements have been rounded off to the nearest thousand of rupees.

**16 CORRESPONDING FIGURES**

Corresponding figures have been restated / rearranged and reclassified, wherever necessary, for the purpose of comparison. There have been no significant reclassifications / restatements in the consolidated condensed interim financial statements except for the following:

Reclassification from Statement of Financial Position	Reclassification to Statement of Financial Position	(Rupees in thousand)
Sundry receivables	Salvage recoveries accrued	78,889
Reclassification from Statement of Profit or Loss	Reclassification to Statement of Profit or Loss	
General and administration expenses	Management expenses	69,856

**17 DATE OF AUTHORIZATION FOR ISSUE**

These consolidated condensed interim financial statements were authorised for issue on August 28, 2018 by the Board of Directors of the Group.



Chief Executive Officer



Chief Financial Officer



Director

## Shareholder's Information as at June 30, 2018 (Un-audited)

Shareholders Category	No. of Shareholder	No. of Shares Held	Percentage
Directors, Chief Executive Officer, and their spouse and minor children.	27	40,294,896	32.49
Associated Companies, undertakings and related parties.	5	42,229,116	34.05
Banks Development Financial Institutions, Non Banking Financial Institutions.	11	5,269,299	4.25
Insurance Companies	11	1,856,653	1.50
Modarabas and Mutual Funds	10	718,198	0.58
Share holders holding 10%	3	61,262,517	49.39
<b>General Public :</b>			
a. Local	3,503	21,868,136	17.63
b. Foreign	-	-	-
Others	161	11,790,267	9.51
<b>Total (excluding : share holders holding 10%)</b>	<b>3,728</b>	<b>124,026,565</b>	<b>100</b>

## Pattern of Shareholding as at June 30, 2018 (Un-audited)

Number of Shareholders	No. of Shareholdings		Total Shares
	From	To	
1,977	1	100	48,873
636	101	500	158,524
225	501	1,000	169,252
426	1,001	5,000	1,007,511
190	5,001	10,000	1,403,395
56	10,001	15,000	696,097
27	15,001	20,000	471,962
21	20,001	25,000	472,243
24	25,001	30,000	673,962
9	30,001	35,000	292,150
10	35,001	40,000	372,826
6	40,001	45,000	262,153
10	45,001	50,000	473,832
7	50,001	55,000	369,368
4	55,001	60,000	230,854
2	60,001	65,000	128,808
4	65,001	70,000	271,931
6	70,001	75,000	434,746
3	75,001	80,000	238,100
4	80,001	85,000	329,321
1	85,001	90,000	88,600
7	100,000	105,000	702,500
2	105,001	110,000	215,131
2	110,001	115,000	227,059
3	115,001	120,000	354,368
2	120,001	125,000	244,022
3	130,000	135,000	394,213
2	135,001	140,000	274,466
1	145,001	150,000	148,415
1	150,001	155,000	151,298
1	160,001	165,000	164,852
3	170,001	175,000	514,022
2	200,000	205,000	400,000
4	220,000	225,000	890,436
1	225,001	230,000	226,235
1	245,001	250,000	245,900
1	250,001	255,000	254,283
1	255,001	260,000	256,070
1	285,001	290,000	285,489
1	290,001	295,000	294,700
1	295,001	300,000	295,179
3	300,001	305,000	907,268
2	305,001	310,000	613,209
1	330,001	335,000	334,547
1	380,001	385,000	382,100
1	425,001	430,000	429,266
1	455,001	460,000	456,880
1	520,001	525,000	520,600
1	545,001	550,000	549,500
2	550,001	555,000	1,101,498
1	560,000	565,000	560,000
1	580,001	585,000	580,176
1	585,001	590,000	585,457
1	590,001	595,000	594,880
1	620,001	625,000	624,995
1	625,001	630,000	625,001
1	635,001	640,000	635,200
1	665,001	670,000	667,290
1	715,001	720,000	718,700
1	755,001	760,000	759,000
1	995,001	1,000,000	997,720
1	1,060,001	1,065,000	1,063,207
1	1,120,001	1,125,000	1,123,281
1	1,140,001	1,145,000	1,142,500
1	1,165,001	1,170,000	1,167,916
2	1,225,001	1,230,000	2,454,156
1	1,680,000	1,685,000	1,680,000
1	1,745,001	1,750,000	1,745,277
1	1,945,001	1,950,000	1,946,364
1	3,900,001	3,905,000	3,904,200
1	4,845,001	4,850,000	4,846,728
1	6,230,001	6,235,000	6,230,119
1	8,190,001	8,195,000	8,190,865
1	13,020,001	13,025,000	13,022,093
1	20,850,001	20,855,000	20,853,966
1	26,875,001	26,880,000	26,879,460
<b>3,728</b>			<b>124,026,565</b>

ونڈونکافل کے حوالے سے زیر تخریر کنٹری بیوشن اور شراکت کے ہکافل فنڈ کا سرپلس بالترتیب 99 ملین روپے اور 11 ملین روپے تھا اور 30 جون 2018 کو ختم ہونے والی مدت کے لئے ونڈونکافل آپریشن سے 7 ملین روپے کا منافع حاصل ہوا۔

کمپنی نے رواں مدت کے دوران 68 ملین روپے کی سرمایہ کارانہ آمدنی حاصل کی جو گزشتہ سال کی اس مدت کے دوران 26 ملین روپے تھی۔

اس مدت کے لئے کمپنی کا منافع بعد از ٹیکس 148 ملین روپے رہا جو گزشتہ سال کی اس مدت میں 126 ملین روپے تھا۔

### آئی جی آئی انویسٹمنٹس (پرائیویٹ) لمیٹڈ

آئی جی آئی انویسٹمنٹس کی آمدنی کا حصول بنیادی طور پر اس کے انویسٹمنٹ پورٹ فولیو سے حاصل منافع منقسمہ کی آمدنی پر منحصر ہے۔ رواں مدت کے دوران آئی جی آئی انویسٹمنٹس نے 1,226 ملین روپے کی منافع منقسمہ حاصل کیا جبکہ 2017 کی اسی مدت کے دوران 1,454 ملین روپے حاصل کئے گئے تھے۔ کمپنی نے اس دوران 882 ملین روپے کا منافع بعد از ٹیکس حاصل کیا جو 2017 کی اس مدت میں 1,208 ملین روپے تھا۔

### آئی جی آئی لائف انشورنس لمیٹڈ

30 جون 2018 کو ختم ہونے والی مدت کے دوران آئی جی آئی لائف نے 2,620 ملین روپے کا خالص پریمیم حاصل کیا جو 2017 کی اسی مدت کی مالیت کے مقابلے میں 9 فیصد کمی کو ظاہر کرتا ہے۔ کمپنی نے اس دوران 43 ملین روپے کا منافع بعد از ٹیکس حاصل کیا جو 2017 کی اس مدت میں 144 ملین روپے تھا۔

### آئی جی آئی فنانکس سیکورٹیز لمیٹڈ

30 جون 2018 کو ختم ہونے والی مدت کے دوران آئی جی آئی سیکورٹیز نے 46 ملین روپے کا آپریٹنگ ریونیو حاصل کیا۔ اس نے 66 ملین روپے کے براہ راست اور انتظامی اخراجات صرف کئے اور جس کے نتیجے میں آئی جی آئی سیکورٹیز نے اس مدت کے دوران 15 ملین روپے کا خسارہ بعد از ٹیکس ظاہر کیا جبکہ اس کے مقابلے میں 2017 کی اس مدت کے دوران 67 ملین روپے کا منافع بعد از ٹیکس حاصل کیا گیا تھا۔

ہم اپنے تمام کاروباری شراکت کاروں اور تمام اسٹیک ہولڈرز کے تعاون اور سرپرستی پر ان کے مشکور ہیں۔

برائے اور منجانب بورڈ

سید باہر علی

چیئر مین



لاہور

28 اگست 2018

## ڈائریکٹرز کی رپورٹ برائے شیئر ہولڈرز

آپ کی کمپنی کے ڈائریکٹرز 30 جون 2018 کو ختم ہونے والی ششماہی کی رپورٹ بشمول مجموعی کنڈینسڈ عبوری مالیاتی حسابات (غیر آڈٹ شدہ) پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

آئی جی آئی ہولڈنگز نے بحیثیت ایک ہولڈنگ کمپنی اپنے ذیلی اداروں بنام: آئی جی آئی جنرل انشورنس لمیٹڈ ("آئی جی آئی جنرل")، آئی جی آئی انویسٹمنٹس (پرائیویٹ) لمیٹڈ ("آئی جی آئی انویسٹمنٹس")، آئی جی آئی لائف انشورنس لمیٹڈ ("آئی جی آئی لائف") اور آئی جی آئی فائیکس سیکورٹیز لمیٹڈ ("آئی جی آئی سیکورٹیز") سے منافع منقسمہ کی صورت آمدنی حاصل کی۔

### گروپ کی کارکردگی کا جائزہ

..... روپے ہزاروں میں .....

ششماہی ختمہ	ششماہی ختمہ	
30 جون 2017	30 جون 2018	
1,957,398	947,507	منافع قبل از ٹیکس
(278,022)	(379,990)	ٹیکسیشن
1,679,376	567,517	منافع بعد از ٹیکس
42,904,267	(222,087)	دیگر جامع آمدنی
44,583,643	345,430	مجموعی - جامع آمدنی
7,584	9,840	غیر کنٹرول حصہ دار سے منسوب
44,576,059	335,590	عمومی شیئر ہولڈرز سے منسوب
13.69	4.59	آمدنی فی شیئر (روپے میں)

اس مدت کے دوران گروپ نے 567 ملین روپے کا منافع بعد از ٹیکس حاصل کیا جبکہ 2017 کی اسی مدت کے دوران 1,679 ملین روپے حاصل کئے گئے تھے جس سے 67 فیصد کمی ظاہر ہوتی ہے اور اس کمی کی بنیادی وجہ منسلکہ اداروں سے منافع جات میں 59 فیصد تک کمی آنا تھا۔

گروپ نے 4.59 روپے فی شیئر کی آمدنی حاصل کی جبکہ 2017 کی اسی مدت میں 13.69 روپے حاصل کئے گئے تھے۔

ذیلی اداروں کے مالیاتی نکات درج ذیل کے مطابق ہیں:

رواں مدت کے دوران آئی جی آئی جنرل نے 2,250 ملین کا مجموعی پرمییم حاصل کیا جو اس کے مقابلے میں گزشتہ سال کی اسی مدت کے دوران 1,287 ملین روپے تھا۔ اس مدت کے لئے خالص کلیمز کی رقم 576 ملین روپے رہی جبکہ گزشتہ سال کی اسی مدت کے دوران 415 ملین روپے صرف کئے گئے تھے۔ اس کے نتیجے میں انڈر رائٹنگ منافع کم ہو کر 124 ملین روپے ہو گیا جبکہ گزشتہ سال کی اسی مدت میں 170 ملین روپے حاصل کئے گئے تھے۔

## ڈائریکٹرز کی رپورٹ برائے شیئر ہولڈرز

آپ کی کمپنی کے ڈائریکٹرز 30 جون 2018 کو ختم ہونے والی ششماہی کی رپورٹ بشمول غیر مجموعی کنڈینسڈ عبوری مالیاتی حسابات پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

کمپنی کی کارکردگی کا جائزہ

..... روپے ہزاروں میں .....

ششماہی ختمہ 30 جون 2017	ششماہی ختمہ 30 جون 2018	
228,470	1,884,614	آپریٹنگ ریونیو
40,782	1,815,781	منافع قبل از ٹیکسیشن
(12,709)	(82,325)	ٹیکسیشن
28,073	1,733,456	منافع بعد از ٹیکسیشن
0.23	14.01	آمدنی فی شیئر (روپے میں)

آئی جی آئی ہولڈنگز بطور ایک ہولڈنگ کمپنی کام کر رہی ہے اور اپنے شیئر ہولڈرز کے لئے اپنے ذیلی اداروں بنام آئی جی آئی جنرل انشورنس لمیٹڈ، آئی جی آئی لائف انشورنس لمیٹڈ، آئی جی آئی انوسٹمنٹس (پرائیویٹ) لمیٹڈ اور آئی جی آئی فائیکس سیکورٹیز لمیٹڈ سے منافع جات حاصل کرتی ہے۔ منافع منقسمہ کی آمدنی کمپنی کی انکم کا اہم ذریعہ ہے اس کے نتیجے میں اس کی آمدنی کا طریقہ کار ذیلی اداروں کے منافع منقسمہ کی تقسیم کے طریقہ کار کی پیروی کرتا ہے۔

رواں مدت کے دوران کمپنی کے آپریٹنگ نتائج 2017 کی اسی مدت کے ہم پلہ نہیں رہے کیونکہ انشورنس کا شعبہ اور چند دیگر سرمایہ کاریاں مکمل ملکیتی ذیلی اداروں یعنی آئی جی آئی جنرل انشورنس لمیٹڈ اور آئی جی آئی انوسٹمنٹس (پرائیویٹ) لمیٹڈ کو بالترتیب 31 جنوری 2017 کو اسکیم آف آرٹجمنٹ کے ذریعے منتقل کی گئیں جس کی منظوری 16 دسمبر 2017 کو عدالت کی جانب سے دی گئی تھی۔ اس کے نتیجے میں متعلقہ آمدنی کا حصول ان ذیلی اداروں کے علیحدہ (Standalone) مالیاتی حسابات کا حصہ بن گیا۔

کمپنی نے 30 جون 2018 کو ختم ہونے والی ششماہی کے دوران اپنے ذیلی اداروں سے 1,884 ملین روپے کی منافع منقسمہ کی آمدنی حاصل کی۔ کمپنی نے 1,733 ملین روپے کا منافع بعد از ٹیکس بھی حاصل کیا جبکہ 2017 کی اسی مدت کے دوران 28 ملین روپے کا منافع بعد از ٹیکس حاصل کیا گیا تھا۔ اس مدت کے دوران آمدنی فی شیئر 14.01 فی شیئر رہی جبکہ 2017 کی اسی مدت میں آمدنی فی شیئر 0.23 روپیہ تھی۔

ہم اپنے تمام کاروباری شراکت کاروں اور تمام اسٹیک ہولڈرز کے تعاون اور سرپرستی پر ان کے مشکور ہیں۔

برائے اور منجانب بورڈ

سید بابر علی  
چیئر مین



لاہور








28 اگست 2018









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A background image of dandelion seeds falling from the top right towards the bottom left, scattered across the white page.

# IGI

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