

Contents

2	Company Information	-----
3	Directors' Report to the Shareholders on Unconsolidated Condensed interim financial statements	-----
4	Unconsolidated Condensed Interim Financial Statements	-----
18	Directors' Report to the Shareholders on Consolidated Condensed Interim Financial Statements	-----
20	Consolidated Condensed Interim Financial Statements	-----
36	Shareholder's Information	-----
37	Pattern of Shareholding	-----
39	Directors' Report to the Shareholders on Consolidated Condensed Interim Financial Statements (Urdu)	-----
40	Directors' Report to the Shareholders on Unconsolidated Condensed Interim Financial Statements (Urdu)	-----

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
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

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 nine months' period ended September 30, 2018 along with the unconsolidated condensed interim financial statements.

Company performance review

---- Rupees in thousands ---

	Nine months' period ended September 30, 2018	Nine months' period ended September 30, 2017
Operating revenue	2,182,664	228,801
Profit before taxation	2,069,181	36,128
Taxation	(84,517)	(12,756)
Profit after taxation	1,984,664	23,372
Earnings per share (in rupees)	16.03	0.19

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. 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. 2,181 million during the nine months' period ended September 30, 2018. The Company has also achieved profit after tax of Rs 1,985 million compared to that of Rs 23 million earned during corresponding period of 2017. Earnings per share for the period stood at Rs 16.03 per share compared to Rs 0.19 per share for corresponding period of 2017.

We are pleased to announce that the Board of Directors have declared an interim cash dividend of Rs. 3/- per share, amounting to Rs 372.080 million and bonus shares at the rate of 15% in respect of the year ending December 31, 2018.

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
October 26, 2018

Unconsolidated
Condensed Interim
Financial Statements
for the Nine Months Ended
September 30, 2018

Unconsolidated Condensed Interim Statement of Financial Position (Un-audited) as at September 30, 2018

	Note	Un-audited	Audited
		Sep. 30, 2018	Dec. 31, 2017
(Rupees in thousand)			
ASSETS			
Non-current assets			
Fixed assets	7	2,297	2,981
Intangible assets	8	3	4
Long-term investments	9	14,979,930	14,977,048
Long-term deposits		4,459	4,414
Deferred tax asset-net		3,421	3,421
		14,990,110	14,987,868
Current assets			
Current maturity of long term loan and advances		19,684	19,684
Deposits and prepayments		6,469	5,748
Other receivables	10	231,495	295,990
Taxation recoverable		62,073	136,902
Cash and bank balances		216,397	22,312
		536,118	480,636
TOTAL ASSETS		15,526,228	15,468,504
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised share capital			
200,000,000 ordinary shares of Rs. 10/- each		2,000,000	2,000,000
Issued, subscribed and paid up share capital			
Proposed shares to be issued on amalgamation		1,240,265	1,226,895
Unappropriated profit		-	411,659
Reserves		4,860,254	4,361,029
		7,764,863	7,366,574
		13,865,382	13,366,157
Non-current liabilities			
Long term finances	11	1,050,000	1,726,000
Current liabilities			
Current portion of long term liabilities	11	300,000	69,860
Unclaimed dividend		45,845	13,821
Trade and other payables	12	265,001	292,666
		610,846	376,347
Total liabilities		1,660,846	2,102,347
TOTAL EQUITY AND LIABILITIES		15,526,228	15,468,504
CONTINGENCIES AND COMMITMENTS			
	13		

The annexed notes from 1 to 22 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 for the Quarter and Nine Months ended September 30, 2018 (Un-audited)

	Note	Nine months ended		Quarter ended	
		Un-audited Sep. 30, 2018	Un-audited Sep. 30, 2017	Un-audited Sep. 30, 2018	Un-audited Sep. 30, 2017
(Rupees in thousand)					
Operating revenue	14	2,182,664	228,801	298,050	331
Operating expenses	15	-	(119,982)	-	-
		2,182,664	108,819	298,050	331
Other income	16	9,321	7,379	403	71
General and administrative expenses		(62,677)	(39,672)	(23,040)	(7,115)
Finance costs		(72,594)	(17,064)	(24,913)	(1,462)
		2,056,714	59,462	250,500	(8,175)
Provision for impairment in value of investments - net		-	(34,507)	-	(204)
Reversal of provision for bad and doubtful loans and advances / lease losses - specific - net		12,467	11,173	2,900	3,725
Profit before taxation		2,069,181	36,128	253,400	(4,654)
Taxation					
- Current		18,778	12,756	2,192	47
- Prior		65,739	-	-	-
		(84,517)	(12,756)	(2,192)	(47)
Profit / (loss) after taxation		1,984,664	23,372	251,208	(4,701)
(Rupees)					
Earnings / (loss) per share - basic and diluted	18	16.03	0.19	2.03	(0.04)

The annexed notes from 1 to 22 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 Nine Months ended September 30, 2018 (Un-audited)

	Nine months ended		Quarter ended	
	Un-audited Sep. 30, 2018	Un-audited Sep. 30, 2017	Un-audited Sep. 30, 2018	Un-audited Sep. 30, 2017
	(Rupees in thousand)			
Profit / (loss) after taxation	1,984,664	23,372	251,208	(4,701)
Other comprehensive income / (loss)	2,882	-	3,207	-
Total comprehensive income / (loss) for the period	1,987,546	23,372	254,415	(4,701)

The annexed notes from 1 to 22 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 Nine Months ended September 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 nine months ended September 30, 2017	-	-	-	-	-	23,372	23,372
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the nine months ended September 30, 2017	-	-	-	-	-	23,372	23,372
Balance as at September 30, 2017 (un-audited)	1,226,895	411,659	35,762	33,267	7,297,545	4,630,795	13,635,923
Loss after taxation for the three months ended December 31, 2017	-	-	-	-	-	(269,766)	(269,766)
Other comprehensive loss for the three months ended December 31, 2017	-	-	-	-	-	-	-
Total comprehensive loss for the three months ended December 31, 2017	-	-	-	-	-	(269,766)	(269,766)
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 nine months ended September 30, 2018	-	-	-	-	-	1,984,664	1,984,664
Other comprehensive loss for the nine months ended September 30, 2018	-	-	-	-	-	2,882	2,882
Total comprehensive income for the nine months ended September 30, 2018	-	-	-	-	-	1,987,546	1,987,546
Final dividend for the year ended December 31, 2016 - Rs. 8 per share	-	-	-	-	-	(992,213)	(992,213)
Final dividend for the year ended December 31, 2017 - Rs. 4 per share	-	-	-	-	-	(496,108)	(496,108)
Balance as at September 30, 2018 (un-audited)	1,240,265	-	434,051	33,267	7,297,545	4,860,254	13,865,382

The annexed notes from 1 to 22 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 Nine Months ended September 30, 2018 (Un-audited)

	Nine months ended	
	Un-audited Sep. 30, 2018	Un-audited Sep. 30, 2017
(Rupees in thousand)		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	2,069,181	36,128
Adjustments for :		
Depreciation and amortisation	447	5,601
Finance cost	72,594	17,064
Interest, mark-up and profit income	-	(394)
Gain on disposal of property and equipment	(777)	(1,423)
Provision for impairment in value of investments - net	-	34,507
Reversal of provision for bad and doubtful loans and advances / lease losses - specific - net	(12,467)	(11,173)
Return on bank balances	(8,544)	(3,329)
Return on government securities	-	(1,418)
Dividend income	(2,180,501)	(82,385)
	(2,129,248)	(42,950)
	(60,067)	(6,822)
Changes in working capital		
Decrease / (increase) in current assets		
Trade deposit, payments and sundry receivables	(721)	(465,412)
(Decrease) / increase in current liabilities		
Accrued expenses and sundry payables	(11,784)	520,363
	(12,505)	54,951
	(72,572)	48,129
Net recovery from long term loans and advances	12,467	9,373
Net recovery from finance lease	-	1,800
Tax (paid) / received - net	(9,688)	9,082
Net cash (used in) / generated from operating activities	(69,793)	68,384
CASH FLOWS FROM INVESTING ACTIVITIES		
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	2,244,996	272
Profit / return received	8,544	427
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)
Net cash generated from investing activities	2,254,509	585,133
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(1,456,297)	(283)
Loan repayments	(376,000)	(5,000)
Financial charges paid	(88,474)	(12,748)
Payment of current portion of long term liabilities	(69,860)	-
Repayment of liability against assets subject to finance lease	-	(564)
Net cash used in financing activities	(1,990,631)	(18,595)
Net increase in cash and cash equivalents	194,085	634,922
Cash and cash equivalents at beginning of the period	22,312	(621,505)
Cash and cash equivalents at end of the period	216,397	13,417

The annexed notes from 1 to 22 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 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	Audited
		Sep. 30, 2018	Dec. 31, 2017
		(Rupees in thousand)	
Operating fixed assets			
Furniture, fixtures and office equipments		168	254
Buildings		392	526
Motor vehicles- Owned		1,737	2,201
	7.1	<u>2,297</u>	<u>2,981</u>

7.1 FIXED ASSETS - Operating**Opening written down value****Add:**

Additions during the period / year

Less :

Net book value of assets disposed of / transferred during the period / year

Net book value of assets transferred as part of scheme of arrangement

Depreciation for the period / year

Closing written down value

Note	Un-audited	Audited
	Sep. 30, 2018	Dec. 31, 2017
	(Rupees in thousand)	
	2,981	262,298
	-	3,917
	2,981	266,215
	237	52
	-	258,552
	447	4,630
	684	263,234
	2,297	2,981
	3	4
	3	4

8 INTANGIBLE ASSETS - NET BOOK VALUE

Computer software

9 LONG TERM INVESTMENTS

The investments comprise of the following:

- Investments in subsidiaries
- Available for sale investments

Note	Un-audited	Audited
	Sep. 30, 2018	Dec. 31, 2017
	(Rupees in thousand)	
9.1	14,964,461	14,964,461
9.2	15,469	12,587
	14,979,930	14,977,048
	858,831	858,831
	305,151	305,151
	1,918,384	1,918,384
	11,882,095	11,882,095
	14,105,630	14,105,630
	14,964,461	14,964,461

9.1 Investments in subsidiaries**Quoted**

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. 74.90 per share (2017: Rs. 91.10 per share)

Unquoted

IGI Finex Securities Limited
 52,000,000 (2017: 52,000,000) fully paid shares of Rs. 10 each
 Equity held 100% (2017: 100%)

IGI General Insurance Limited
 191,838,400 (2017: 100,000) fully paid shares of Rs. 10 each
 Equity held 100% (2017: 100%)

IGI Investments (Pvt.) Limited
 118,820,950 (2017: 10,000) fully paid shares of Rs. 100 each
 Equity held 100% (2017: 100%)

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

	Note	Un-audited	Audited
		Sep. 30, 2018	Dec. 31, 2017
(Rupees in thousand)			
9.2 Available for sale			
Unlisted term finance certificates		3,280	3,280
Quoted equity instruments		9,471	6,589
Unquoted equity instruments		2,718	2,718
		<u>15,469</u>	<u>12,587</u>
10 OTHER RECEIVABLES			
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 scheme of amalgamation.

	Note	Un-audited	Audited
		Sep. 30, 2018	Dec. 31, 2017
(Rupees in thousand)			
11 LONG TERM FINANCES			
Secured			
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>
Unsecured			
Local currency - from sponsor		-	226,000
Local currency - from subsidiary		-	69,860
Current maturity of loan from subsidiary		-	(69,860)
		<u>1,050,000</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 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 accordingly.

	Note	Un-audited	Audited
		Sep. 30, 2018	Dec. 31, 2017
(Rupees in thousand)			
12 TRADE AND OTHER PAYABLES			
Certificates of deposit	12.1	-	5,313
Deposits under lease contracts	12.2	207,107	207,107
Accrued expenses		38,480	44,221
Others		19,414	36,025
		<u>265,001</u>	<u>292,666</u>

- 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. During the period, the Securities and Exchange Commission of Pakistan (SECP) 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. Accordingly, the Company has placed the aggregate outstanding deposits and related marked payable amounting to Rs. 0.655 million in NAFA Money Market Fund with the authority to CDC to act on Company's behalf and to pay the 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.

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

		Un-audited	
		Nine month ended	
Note		Sep. 30, 2018	Sep. 30, 2017
		(Rupees in thousand)	
14 OPERATING REVENUE			
		-	142,905
	14.1	2,180,501	82,385
		-	1,418
		2,163	2,093
		<u>2,182,664</u>	<u>228,801</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	
		Nine month ended	
Note		Sep. 30, 2018	Sep. 30, 2017
		(Rupees in thousand)	
15 OPERATING EXPENSES			
		-	53,705
		-	32,071
		-	34,206
		<u>-</u>	<u>119,982</u>
16 OTHER INCOME			
From financial assets			
		8,544	3,583
From non-financial assets			
		-	2,308
		777	1,488
		777	3,796
		<u>9,321</u>	<u>7,379</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	Subsidiaries		Associates		Post employment benefit plans		Key management personnel (including directors)		Other related parties	
	For the nine months ended									
	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 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	2,180,501	73,709	-	-	-	-	-	-	-	-
Key Management Personnel Compensation	-	-	-	-	-	-	1,550	10,751	-	-
Markup expense on long term loan	1,630	4,318	-	-	-	-	-	-	-	-
Long term loan repaid	69,860	-	-	-	-	-	226,000	5,000	-	-
Payment of mark-up on long term loan	16,870	-	-	-	-	-	-	-	-	-
Change in respect of Provident Fund	-	-	-	-	-	278	-	-	-	-
Contribution to Provident Fund	-	-	-	-	-	278	-	-	-	-
Receipts against Group Shared Services	-	1,781	-	-	-	-	-	-	-	309
Payment against Group Shared Services	22,742	-	5,637	-	-	-	-	-	-	-

Balances	Subsidiaries		Associates		Post employment benefit plans		Key management personnel (including directors)		Other related parties	
	as at									
	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 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	3,015	6,821	-	-	-	-	-	-	-	-
Dividend receivable	-	64,495	-	-	-	-	-	-	-	-
Long term loan	-	69,860	-	-	-	-	-	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	
	Nine month ended		Quarter ended	
	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017
	(Rupees in thousand)			
Basic / diluted earnings per share				
Profit / (loss) for the period	1,984,664	23,372	251,208	(4,701)
	(Number of shares)			
Weighted average number of ordinary shares	123,839,773	122,689,532	123,839,773	122,689,532
	(Rupees)			
Earnings / (loss) per share	16.03	0.19	2.03	(0.04)

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

	Un-audited		
	As at September 30, 2018		
	Level 1	Level 2	Level 3
	(Rupees in thousand)		
Assets carried at fair value			
Long-term Investments	9,471	-	5,998
	(Audited)		
	As at December 31, 2017		
	Level 1	Level 2	Level 3
	(Rupees in thousand)		
Assets carried at fair value			
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 NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Board of Directors, in its meeting held on October 26, 2018, has declared an interim cash dividend of Rs. 3/= per share, amounting to Rs 372.080 million and bonus shares at the rate of 15% in respect of the year ending December 31, 2018. The unconsolidated condensed interim financial statements for the nine months period ended September 30, 2018 does not include effect of these appropriations.

22 DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on October 26, 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 nine months and quarter ended September 30, 2018 along with the consolidated condensed interim financial statements (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 ----

	Nine months' period ended September 30, 2018	Nine months' period ended September 30, 2017
Profit before tax	1,603,411	3,694,689
Taxation	(515,723)	(448,038)
Profit after tax	1,087,688	3,246,651
Other comprehensive income / (loss)	(10,952,130)	57,663,875
Total comprehensive income / (loss)	(9,864,442)	60,910,526
Earnings per share (in rupees)	8.78	26.46

During this period, the group achieved profit after tax of Rs. 1,088 million compared to that of Rs. 3,246 million earned during corresponding period of 2017 reflecting decline of 66% as explained in the following paragraphs. This decline is primarily attributable to decrease in share of profit from associates by 71%.

The group achieved earnings per share of Rs. 8.78 compared to Rs. 26.46 earned during corresponding period of 2017.

Financial Highlights of the subsidiaries are hereunder:

IGI GENERAL INSURANCE LIMITED

During the current period, the Company achieved gross written premium of Rs 3,644 million as compared to Rs 2,322 million in the corresponding period of last year. The net premium increased to Rs 1,673 million from Rs 1,165 million during the period. Net claims amounted to Rs 863 million compared to Rs 632 million in the corresponding period. Accordingly, the underwriting profits were Rs 197 million compared to Rs 271 million in the corresponding period.

The Company earned Rs. 11 million from its Window Takaful operation for the period ended September 30, 2018.

The Company has generated investment income of Rs. 107 million during the current period compared to Rs 46 million in the corresponding period of last year.

The Company generated profit of Rs 231 million during the current period compared to Rs 204 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. 1,706 million compared to Rs 2,198 million in the corresponding period of 2017. The Company has generated profit after tax of Rs 1,239 million compared to Rs. 1,808 million in the corresponding period of 2017.

IGI LIFE INSURANCE LIMITED

During the period ended September 30,2018, IGI Life wrote net premium of Rs. 3,605 million compared to Rs 4,228 million in the corresponding period of 2017 representing 15% decline. The Company has generated after tax profit of Rs. 52 million as compared to Rs. 190 million in corresponding period of 2017.

IGI FINEX SECURITIES LIMITED

During the period ended September 30, 2018, IGI Securities has generated operating revenues of Rs. 79 million compared to Rs 131 million in the corresponding period of 2017. It incurred direct and administrative expenses of Rs 99 million and as a result, IGI Securities reported loss after tax of Rs. 27 million during the period as compared to profit after tax of Rs. 62 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
October 26, 2018

Consolidated
Condensed Interim
Financial Statements
for the Nine Month Ended
September 30, 2018

Consolidated Condensed Interim Statement of Financial Position

	Note	Un-audited	Audited
		Sep. 30, 2018	Dec. 31, 2017
(Rupees in thousand)			
ASSETS			
Non-current assets			
Fixed assets	3	896,485	698,906
Investment property		37,961	44,808
Investments	4	78,234,761	88,336,552
Long-term deposits		4,459	4,414
		79,173,666	89,084,680
Current assets			
Premiums due but unpaid - unsecured		1,061,027	609,065
Amounts due from other insurers / reinsurers - unsecured		632,622	396,669
Reinsurance recoveries against outstanding claims		702,293	723,743
Prepaid reinsurance premium ceded		732,234	481,956
Salvage recoveries accrued		58,924	78,889
Current maturity of long term investments	4	3,109,808	3,354,124
Experience refund receivable		6,147	16,299
Loans secured against life insurance policies		183,104	168,046
Deferred commission expense		196,286	131,192
Accrued income on investments and deposits		344,011	288,982
Deposits and prepayments		147,339	96,517
Sundry receivables	5	854,214	855,630
Wakala fees receivable		35,394	11,526
Taxation recoverable		543,891	716,668
Cash and bank balances		2,928,961	5,800,996
		11,536,255	13,730,302
TOTAL ASSETS		90,709,921	102,814,982

The annexed notes from 1 to 18 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

Note	Un-audited	Audited
	Sep. 30, 2018	Dec. 31, 2017
	(Rupees in thousand)	
EQUITY AND LIABILITIES		
Share capital and reserves		
Authorised share capital		
	2,000,000	2,000,000
	1,240,265	1,226,895
	-	411,659
	10,082,699	10,596,371
	42,722,050	53,643,993
	7,764,863	7,366,574
	61,809,877	73,245,492
	247,975	278,796
	62,057,852	73,524,288
Non-current liabilities		
	17,058,242	17,741,337
6	1,716,666	2,259,333
	122,196	80,011
	41,588	34,796
	1,747,189	2,119,619
	20,685,881	22,235,096
Current liabilities		
	1,552,691	1,456,661
	1,783,910	1,185,547
	145,272	101,679
	842,331	373,256
	26,414	7,832
	63,120	81,958
	1,103,775	1,600,000
	48,136	26,701
	296,722	342,243
	633,334	480,006
	48,394	14,918
7	1,422,089	1,384,797
	7,966,188	7,055,598
	28,652,069	29,290,694
	90,709,921	102,814,982
CONTINGENCIES		
8		

The annexed notes from 1 to 18 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 Nine Months ended September 30, 2018 (Un-audited)

Note	Nine Months Ended		Quarter Ended		
	Un-audited	Un-audited	Un-audited	Un-audited	
	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017	
(Rupees in thousand)					
Operating revenue	9	7,119,120	8,017,599	2,377,149	2,812,054
Operating expenses	10	(6,199,291)	(5,140,714)	(1,990,829)	(1,603,376)
		919,829	2,876,885	386,320	1,208,678
Other income	11	134,419	277,593	(47,558)	(83,205)
General and administrative expenses		(231,401)	(212,490)	(73,687)	(53,719)
Financial Charges		(175,188)	(125,656)	(62,296)	(45,021)
		647,659	2,816,332	202,779	1,026,733
Unrealised gain / (loss) on investments		(253,393)	(200,735)	(67,034)	(58,260)
Reversal of provision for bad and doubtful loans and advances / lease losses - specific - net		12,467	11,173	2,900	3,725
Change in policyholders' liability		670,030	(763,165)	344,304	(265,751)
(Surplus) / deficit taken to statutory fund		13,065	157,372	15,576	170,841
Provision for impairment in value of investments - net		-	(34,507)	-	(204)
Profit from window takaful operations		11,271	(1,191)	4,133	(1,191)
Share of profit from associates		502,212	1,709,410	153,246	861,398
Profit before taxation		1,603,411	3,694,689	655,904	1,737,291
Taxation		(515,723)	(448,038)	(135,733)	(170,016)
Profit after taxation		1,087,688	3,246,651	520,171	1,567,275
Profit after tax attributable to:					
Equity holders of the parent		1,078,295	3,237,361	520,618	1,565,569
Non-controlling interest		9,393	9,290	(447)	1,706
		1,087,688	3,246,651	520,171	1,567,275
(Rupees)					
Earnings per share - basic and diluted	14	8.78	26.46	4.20	12.77

The annexed notes from 1 to 18 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 Nine Months ended September 30, 2018 (Un-audited)

	Nine Months Ended		Quarter Ended	
	Un-audited	Un-audited	Un-audited	Un-audited
	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017
	(Rupees in thousand)		(Rupees in thousand)	
Profit after taxation	1,087,688	3,246,651	520,171	1,567,275
Other comprehensive income - reclassifiable to profit and loss				
- Surplus on revaluation of available for sale investments - net of tax	(9,097,939)	53,642,425	(8,879,488)	11,941,818
- Share of other comprehensive income of associate - net of tax	(1,850,544)	-	(1,850,555)	-
	(10,948,483)	53,642,425	(10,730,043)	11,941,818
Other comprehensive income - not reclassifiable to profit and loss				
- Share of other comprehensive income of associate - net of tax	(3,647)	4,021,450	-	2,817,790
Total comprehensive income	<u>(9,864,442)</u>	<u>60,910,526</u>	<u>(10,209,872)</u>	<u>16,326,883</u>
Total comprehensive income attributable to:				
Equity holders of the parent	(9,873,835)	60,901,236	(10,209,425)	16,325,177
Non-controlling interest	9,393	9,290	(447)	1,706
	<u>(9,864,442)</u>	<u>60,910,526</u>	<u>(10,209,872)</u>	<u>16,326,883</u>

The annexed notes from 1 to 18 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 Nine Months ended September 30, 2018 (Un-audited)

	Issued, subscribed and paid-up share capital	Proposed shares to be issued on amalgamation	Reserves			Revenue reserves General reserve	Unappropriated Profits	Surplus on revaluation of available for sale investments	Equity attributable to equity holders of the parent	Non-controlling interest	Total
			Capital reserves		Other capital reserves						
			Premium on issue of shares	Reserve for bonus shares							
(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 nine months ended September 30, 2017	-	-	-	-	-	-	3,237,361	-	3,237,361	9,290	3,246,651
Other comprehensive income - reclassifiable to profit and loss											
- Surplus on revaluation of available-for-sale investments - net of tax	-	-	-	-	-	-	-	53,642,425	53,642,425	-	53,642,425
Other comprehensive income - not reclassifiable to profit and loss											
- Share of other comprehensive income / (loss) of associate - net of tax	-	-	-	-	-	-	4,021,450	-	4,021,450	-	4,021,450
Total comprehensive income for the nine months ended September 30, 2017	-	-	-	-	-	-	7,258,811	53,642,425	60,901,236	9,290	60,910,526
Transactions with owners, recorded directly in equity											
Final dividend for the year ended December 31, 2016, Re. 1.5 per share - IGI Life	-	-	-	-	-	-	-	-	-	(17,041)	(17,041)
Balance as at September 30, 2018	1,226,895	411,659	35,762	-	33,267	7,297,545	13,871,384	53,642,425	76,518,937	256,211	76,775,148
Profit after taxation for the three months ended December 31, 2017	-	-	-	-	-	-	804,462	-	804,462	17,250	821,712
Other comprehensive income - reclassifiable to profit and loss											
- Surplus on revaluation of available-for-sale investments - net of tax	-	-	-	-	-	-	-	(7,779,620)	(7,779,620)	(21,205)	(7,800,825)
- Share of other comprehensive income of associate - net of tax	-	-	-	-	-	-	-	7,807,728	7,807,728	-	7,807,728
Other comprehensive income - not reclassifiable to profit and loss											
- Share of other comprehensive income / (loss) of associate - net of tax	-	-	-	-	-	-	(4,078,218)	-	(4,078,218)	-	(4,078,218)
- Re-measurement of post employment benefit obligations - net of tax	-	-	-	-	-	-	(1,257)	-	(1,257)	-	(1,257)
Total comprehensive income for the three months ended December 31, 2017	-	-	-	-	-	-	(3,275,013)	28,108	(3,246,905)	(3,955)	(3,250,860)
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
Transactions with owners, recorded directly in equity											
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 nine months ended September 30, 2018	-	-	-	-	-	-	1,078,295	-	1,078,295	9,393	1,087,688
Other comprehensive income - reclassifiable to profit and loss											
- Surplus on revaluation of available for sale investments - net of tax	-	-	-	-	-	-	-	(9,097,939)	(9,097,939)	-	(9,097,939)
- Share of other comprehensive income / (loss) of associate - net of tax	-	-	-	-	-	-	-	(1,850,544)	(1,850,544)	-	(1,850,544)
Other comprehensive income - not reclassifiable to profit and loss											
- Share of other comprehensive income / (loss) of associate - net of tax	-	-	-	-	-	-	-	-	(3,647)	-	(3,647)
Total comprehensive income for the nine months ended September 30, 2018	-	-	-	-	-	-	1,074,648	(10,948,483)	(9,873,835)	9,393	(9,864,442)
Balance as at September 30, 2018	1,240,265	-	434,051	-	33,267	7,297,545	1,082,699	42,722,050	61,809,877	247,975	62,057,852

The annexed notes from 1 to 18 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 Nine Months ended September 30, 2018 (Un-audited)

	Un-audited Sep. 30, 2018	Un-audited Sep. 30, 2017
	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,603,411	3,694,689
Adjustments for :		
Depreciation and amortization	90,081	76,189
Finance cost	175,188	125,656
Gain on sale of investments	42,552	(119,647)
Reversal of provision for bad and doubtful loans and advances / lease losses - specific - net	(12,467)	(13,700)
Loss / (gain) on disposal of property and equipment	(4,084)	(4,890)
Surplus of statutory funds	38,421	(18,122)
Profit on deposits with exchanges	(5,452)	(4,926)
Return on bank balances	(141,385)	(113,105)
Income on debt securities	(4,103)	-
Provision for impairment in value of investments - net	-	34,507
Unrealised loss on revaluation of investments	253,293	200,735
Return on government securities	(774,774)	(794,518)
Share of profit from associates	(502,212)	(1,709,410)
Dividend income	(1,016,768)	(1,602,272)
	(1,861,710)	(3,943,503)
	(258,299)	(248,814)
Changes in working capital		
(Increase) / decrease in current assets		
Trade deposit, pre payments and sundry receivables	(1,139,582)	(822,679)
Increase / (decrease) in current liabilities		
Accrued expenses and sundry payables	546,737	1,266,699
	(851,144)	195,206
Net recovery from lease, loans and advances	12,467	11,173
Income tax paid	(379,769)	(443,475)
Net cash generated from operating activities	(1,218,446)	(237,096)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(210,115)	(101,463)
Purchase of intangibles	(678)	-
Payment for long term deposits	(7,445)	(7,988)
Proceeds on disposal of property, plant and equipment	7,671	6,726
Proceeds on disposal of investments	4,437,238	10,315,897
Purchase of investments	(6,049,183)	(11,144,593)
Dividends received	1,820,967	2,228,210
Profits / returns received	933,782	997,728
Net cash (used in) / generated from investing activities	932,237	2,294,518
CASH FLOWS FROM FINANCING ACTIVITIES		
Finance cost paid	(471,487)	(14,898)
Long term loan repayment	(88,474)	(5,000)
Repayment / (addition) of liability against assets subject to finance lease	28,845	(5,997)
Repayment of advance paid against preference shares	(100,000)	-
Dividends paid	(1,458,485)	(80,179)
Net cash (used in) / generated from investing activities	(2,089,601)	(106,074)
Net (decrease) / increase in cash and cash equivalents	(2,375,810)	1,951,348
Cash and cash equivalent at beginning of the period	4,200,996	850,466
Cash and cash equivalents at end of the period	1,825,186	2,801,814

The annexed notes from 1 to 18 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

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 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 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 consolidated 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 consolidated 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
		Sep. 30, 2018	Dec. 31, 2017
(Rupees in thousand)			
3 FIXED ASSETS			
Operating assets	3.1	595,184	545,970
Capital work in progress		182,706	16,355
Intangible assets	3.2	118,595	136,581
		<u>896,485</u>	<u>698,906</u>
3.1 Operating assets			
Furniture, fixtures and office equipments		141,982	112,443
Buildings		271,782	276,862
Motor vehicles- Own		55,134	57,655
Motor vehicles- Leased		126,286	99,010
		<u>595,184</u>	<u>545,970</u>
3.2 Intangible assets			
Computer software		6,994	7,702
Membership card		250	250
Trading Right Entitlement certificates (TREC)		10,999	10,999
Licenses		70	70
Customer relationships		9,296	20,691
Distribution channel		48,707	48,707
Value of inforce contracts		30,975	36,858
Pooling arrangements		11,304	11,304
		<u>118,595</u>	<u>136,581</u>
4 LONG TERM INVESTMENTS			
The investments comprise of the following:			
Investments in associates		20,485,574	19,960,511
Held to maturity investments		320,922	321,211
Available for sale investments		60,538,073	71,408,954
		<u>81,344,569</u>	<u>91,690,676</u>
Current marutry of long term investments		(3,109,808)	(3,354,124)
		<u>78,234,761</u>	<u>88,336,552</u>

	Note	Un-audited	Audited
		Sep. 30, 2018	Dec. 31, 2017
(Rupees in thousand)			
5 SUNDRY RECEIVABLES			
Advances - considered good		8,541	8,172
Security deposits		67,901	50,760
Sales tax recoverable		30,475	19,475
Advances to employees against expenses			
- executives		-	2,461
- others		442	2,007
Receivable against claim administration services		123,483	105,821
Net investment in finance lease		231,495	218,395
Receivable from clients against purchase of marketable securities and commodity contracts		74,481	91,364
Pakistan Mercantile Exchange Limited-margin deposit		3,233	4,741
Exposure deposit with Pakistan Stock Exchange Limited		168,924	228,750
Others		145,239	123,684
		<u>854,214</u>	<u>855,630</u>

6 LONG TERM FINANCES**Secured**

Long term loan

6.1

2,350,000

2,500,000

Unsecured

Local currency - from sponsor

6.2

-

226,000

Less: current maturity of long term finances

2,350,0002,726,000(633,334)(466,667)1,716,6662,259,333

- 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.

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

	Note	Un-audited	Audited
		Sep. 30, 2018	Dec. 31, 2017
(Rupees in thousand)			
7 SUNDRY CREDITORS			
Federal excise duty		38,871	21,737
Federal insurance fee		3,592	1,397
Agent commission payable		180,415	184,001
Cash margin		248,816	219,424
Certificates of deposit	7.1	-	5,313
Deposits under lease contracts	7.2	207,107	207,107
Payable against sale of marketable securities		343,027	376,373
Payable against profit on unutilised funds		4,136	5,616
Payable to National Clearing Company of Pakistan Limited (NCCPL)		56,304	68,201
Others		339,821	295,628
		1,422,089	1,384,797

- 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. During the period, the Securities and Exchange Commission of Pakistan (SECP) advised the Holding 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 Holding Company and to pay the outstanding depositors, as and when traced. Accordingly, the Holding Company has placed the aggregate outstanding deposits and related marked payable amounting to Rs. 0.655 million in NAFA Money Market Fund with the authority to CDC to act on Holding Company's behalf and to pay the 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 & 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	
	Nine months Ended		Quarter Ended	
	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017
	(Rupees in thousand)			
9 OPERATING REVENUE				
Net premium revenue	5,252,394	5,509,992	1,576,996	1,791,853
Dividend income	1,016,768	1,602,272	528,139	745,534
Return on government securities	778,877	794,518	250,911	250,121
Fee, commission and brokerage	71,081	110,817	21,103	24,546
	<u>7,119,120</u>	<u>8,017,599</u>	<u>2,377,149</u>	<u>2,812,054</u>
10 OPERATING EXPENSES				
Net claims	4,627,370	3,949,809	1,453,856	1,198,874
Commission expense - net	477,670	410,569	146,418	142,843
Management expenses	1,094,251	780,336	390,555	261,659
	<u>6,199,291</u>	<u>5,140,714</u>	<u>1,990,829</u>	<u>1,603,376</u>
11 OTHER INCOME				
From financial assets				
Profit on saving accounts and term deposits	122,020	104,117	18,908	31,553
Income on deposit with exchanges	5,452	4,926	1,643	1,805
(Loss) / gain on sale of securities	(42,552)	119,647	(84,839)	(142,995)
	<u>84,920</u>	<u>228,690</u>	<u>(64,288)</u>	<u>(109,637)</u>
From non-financial assets				
Rental income	279	2,936	1	2,656
Other income	49,220	45,967	16,729	23,776
	<u>49,499</u>	<u>48,903</u>	<u>16,730</u>	<u>26,432</u>
	<u>134,419</u>	<u>277,593</u>	<u>(47,558)</u>	<u>(83,205)</u>

12 TRANSACTIONS WITH RELATED PARTIES

Transactions	Associates		Post employment benefit plans		Directors		Key management personnel		Other related parties	
	For the nine months ended									
	(un-audited)									
	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 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	-	-	254,401	242,667
Premium Collected	139,883	117,189	-	-	176	400	-	-	320,815	362,320
Claims Expense	1,961	1,524	-	-	-	174	-	-	33,968	17,707
Commission Expense	6,346	7,190	-	-	-	-	-	-	10,533	14,282
Commission Paid	4,832	3,862	-	-	-	-	-	-	10,311	25,410
Fixed Assets Disposed	-	-	-	-	-	-	-	-	-	-
Investment/ (Disinvestment) in Shares - Net of Provision for Impairment	920,029	301,691	-	-	-	-	-	-	-	-
Long term loan repaid	-	-	-	-	226,000	5,000	-	-	-	-
Donations Paid	-	-	-	-	-	-	-	-	-	-
Charge in respect of Gratuity Fund	-	-	8,244	5,483	-	-	-	-	-	-
Charge in respect of Provident Fund	-	-	10,049	6,493	-	-	-	-	-	-
Contribution to Gratuity Fund	-	-	15,056	13,064	-	-	-	-	-	-
Contribution to Provident Fund	-	-	21,939	14,929	-	-	-	-	-	-
Charge for Administrative Services	-	-	-	-	-	-	-	-	-	-
Key Management Personnel Compensation	-	-	-	-	1,550	-	-	-	-	-

Balances	Associates		Post employment benefit plans		Directors		Key management personnel		Other related parties	
	as at									
	Sep. 30, 2018	Dec. 31, 2017	Sep. 30, 2018	Dec. 31, 2017	Sep. 30, 2018	Dec. 31, 2017	Sep. 30, 2018	Dec. 31, 2017	Sep. 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	-	-	24,288	10,188
Commission Payable	2,672	1,157	-	-	-	-	-	-	4,299	4,077
Investment in Shares	20,485,574	19,960,511	-	-	-	-	-	-	479,342	524,496
Long term loan	-	-	-	-	-	226,000	-	-	-	-
Other Receivable	3,895	1,229	-	-	-	-	-	-	-	-
Other Payable	-	-	-	-	-	-	-	-	-	-
(Payable to)/ receivable from Gratuity Fund	-	-	(12,419)	(12,419)	-	-	-	-	-	-
(Payable to)/ receivable from Provident Fund	-	-	(3,417)	(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 nine months ended September 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	136,841	207,687	896,561	229,350	294,963	-	-	-	28,178	448,044	221,854	193,651	7,881	879,539	37,486	829,495	12,735	123,807	-	-	5,232,934	
Fee, commission and brokerage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	64,342	-	64,342	
Wakalah fee income	-	-	-	-	-	7,240	2,757	10,557	6,510	-	-	-	-	-	-	-	-	-	-	-	36,904	
Investment Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	78	566,817	566,895	
Net claims	(91,056)	(71,804)	(408,376)	(212,983)	(74,275)	-	-	-	(108,140)	(561,716)	(81,320)	(2,233,875)	(3,351)	(401,172)	(17)	(90,537)	(5,707)	(70,653)	-	-	(4,627,570)	
Expenses	(748,907)	(60,921)	(1,622,218)	(43,838)	(115,262)	(1,626)	(361)	(2,577)	(1,883)	(1,691)	(68,654)	(47,205)	(252,164)	(9,532)	(109,396)	(8)	(70,446)	(1,140)	(865)	(99,238)	(18,104)	(1,218,152)
Net commission	43,330	23,222	(96,156)	(8,304)	(39,459)	(3,645)	(1,174)	(4,242)	(1,172)	(7,434)	(77,871)	(18,174)	(169,365)	(6,656)	(34,687)	(128)	(45,213)	(1,548)	(3,229)	-	-	(487,855)
Net Investment Income - Statutory Fund	-	-	-	-	-	-	-	-	-	48,516	185,400	1,585	218,649	465	1,100	(679)	(1,155)	89	(786)	-	-	455,144
Other income-net	-	-	-	-	-	-	-	-	-	7,784	12,456	8,277	23,788	35	14,245	138	15,258	14	135	-	-	74,130
Add: Policyholders' liabilities at the beginning of period	-	-	-	-	-	-	-	-	-	1,573,079	8,119,617	75,342	8,109,889	11,624	282,534	74,922	1,111,274	5,397	10,302	-	-	17,354,155
Less: Policyholders' liabilities at the end of the period	-	-	-	-	-	-	-	-	-	(1,555,657)	(5,998,322)	(30,436)	(8,751,201)	(31,546)	(406,957)	(111,729)	(1,632,510)	(7,053)	(39,508)	-	-	(16,694,123)
(Surplus) / deficit taken to statutory fund	-	-	-	-	-	-	-	-	-	13,085	(5,998,322)	(30,436)	(8,751,201)	(31,546)	(406,957)	(111,729)	(1,632,510)	(7,053)	(39,508)	-	-	13,085
Financial Charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(9,345)
Segment results	(64,781)	58,382	223,594	(35,487)	(28,033)	1,968	1,272	3,578	3,651	-	101,934	26,987	(53,646)	(12,388)	(1,784)	(2)	(3,940)	2,747	(739)	(34,357)	840,795	1,898,182
Other operating income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	365,277
Unallocated general and administrative expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(542,218)
Share of profit from associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	302,212
Profit before taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,663,411

(Un-audited)

	For the nine months ended September 30, 2017																			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	119,756	168,310	661,315	166,030	187,315	-	-	-	28,832	545,801	204,683	1,835,012	8,245	749,712	1,763	809,932	1,514	21,772	-	-	5,509,992	
Fee, commission and brokerage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	110,817	-	110,817	
Wakalah fee income	-	-	-	-	-	276	-	364	21	-	-	-	-	-	-	-	-	-	-	-	661	
Investment Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	66,881	1,590,214	1,657,095	
Net claims	(58,479)	(65,842)	(346,080)	(141,341)	(73,446)	-	-	-	(89,869)	(484,932)	(105,065)	(2,073,778)	(1,601)	(469,348)	(823)	(30,099)	(400)	(8,706)	-	-	(3,949,809)	
Expenses	(77,430)	(32,565)	(1,111,752)	(21,545)	(58,571)	(712)	-	(528)	(40)	(2,051)	(40,032)	(34,427)	(153,404)	(5,360)	(77,068)	-	(54,359)	-	(118,220)	(5,279)	(793,343)	
Net commission	87,431	35,610	(35,747)	(2,505)	7,035	(34)	-	(113)	(3)	(1,566)	(50,302)	(13,711)	(233,352)	(8,413)	(50,778)	-	(43,817)	(37)	(217)	-	-	(410,719)
Net Investment Income - Statutory Fund	-	-	-	-	-	-	-	-	-	99,252	309,011	22,173	198,765	4,657	13,909	3,738	(30,941)	(55)	(91)	-	-	620,418
Other income-net	-	-	-	-	-	-	-	-	-	5,469	10,652	944	27,201	14	7,593	304	5,105	-	2	-	-	57,284
Add: Policyholders' liabilities at the beginning of period	-	-	-	-	-	-	-	-	-	1,367,408	5,701,085	77,320	8,695,955	9,337	212,747	55,878	239,008	573	3,114	-	-	16,361,865
Less: Policyholders' liabilities at the end of the period	-	-	-	-	-	-	-	-	-	(1,564,847)	(5,923,922)	(122,938)	(8,254,983)	(10,765)	(340,418)	(38,871)	(833,502)	(1,350)	(13,414)	-	-	(17,125,030)
(Surplus) / deficit taken to statutory fund	-	-	-	-	-	-	-	-	-	157,372	(5,923,922)	(122,938)	(8,254,983)	(10,765)	(340,418)	(38,871)	(833,502)	(1,350)	(13,414)	-	-	157,372
Financial Charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(383)
Segment results	71,278	105,513	167,736	639	62,333	(470)	-	(277)	(22)	-	67,161	28,979	40,856	(3,906)	46,349	1,989	(38,673)	245	2,460	59,095	1,478,489	2,089,774
Other operating income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	116,286
Unallocated general and administrative expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(228,781)
Share of profit from associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,709,410
Profit before taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,694,689

(Un-audited)

	September 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	1,201,656	273,888	481,463	131,222	851,667	24,227	5,303	38,397	28,062	1,340,937	6,291,256	458,684	7,257,120	24,349	432,668	112,411	1,795,263	13,144	19,677	716,708	32,306,522	74,639,657
Unallocated assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	16,650,284
Consolidated total assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	91,286,841
Segment liabilities	1,228,076	334,476	1,135,042	369,127	914,846	9,416	2,692	14,923	10,907	1,340,937	6,277,257	454,445	7,193,436	24,349	429,718	112,411	1,795,263	13,144	15,286	444,313	2,255,806	25,239,645
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,413,384
Consolidated total liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	28,652,989

(Audited)

	December 31, 2017																	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	999,302	228,086	323,504	82,021	630,515	23,051	1,257	13,830	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 Nine Months Ended		Un-audited Quarter Ended	
	Sep. 30, 2018	Sep. 30, 2017	Sep. 30, 2018	Sep. 30, 2017
	(Rupees in thousand)		(Rupees in thousand)	
Basic / diluted earnings per share				
Profit for the period	1,087,688	3,246,651	520,171	1,567,275
	Number of shares	Number of shares	Number of shares	Number of shares
Weighted average number of ordinary shares	123,839,773	122,689,532	123,839,773	122,689,532
	(Rupees)	(Rupees)	(Rupees)	(Rupees)
Earnings per share	8.78	26.46	4.20	12.77

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 Profit and Loss Account	Reclassification to Profit and Loss Account	
General and administration expenses	Management expenses	111,772

17 NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Board of Directors, in its meeting held on October 26, 2018, has declared an interim cash dividend of Rs. 3 per share, amounting to Rs 372.080 million and bonus shares at the rate 15% in respect of the year ending December 31, 2018. The consolidated condensed interim financial statements for the nine months period ended September 30, 2018 does not include effect of these appropriations.

18 DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were authorised for issue on October 26, 2018 by the Board of Directors of the Group.



Chief Executive Officer



Chief Financial Officer



Director

Shareholder's Information as at September 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	41,236,896	33
Associated Companies, undertakings and related parties.	5	42,229,116	34
Banks Development Financial Institutions, Non Banking Financial Institutions.	11	5,269,299	4
Insurance Companies	11	1,856,653	2
Modarabas and Mutual Funds	8	718,198	1
Share holders holding 10%	3	62,047,817	50
General Public :			
a. Local	3,449	21,310,536	17
b. Foreign	-	-	-
Others	153	11,405,867	9
Total (excluding : share holders holding 10%)	3,664	124,026,565	100

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

Number of Shareholders	No. of Shareholdings		Total Shares
	From	To	
1,946	1	100	48,520
625	101	500	155,275
225	501	1,000	169,124
416	1,001	5,000	989,225
179	5,001	10,000	1,328,249
59	10,001	15,000	734,104
29	15,001	20,000	505,562
20	20,001	25,000	449,339
23	25,001	30,000	643,021
10	30,001	35,000	327,150
9	35,001	40,000	332,868
6	40,001	45,000	262,953
9	45,001	50,000	423,490
7	50,001	55,000	369,368
3	55,001	60,000	172,854
4	60,001	65,000	256,108
3	65,001	70,000	205,731
7	70,001	75,000	509,246
1	75,001	80,000	79,500
4	80,001	85,000	329,321
1	85,001	90,000	88,600
8	100,000	105,000	806,100
2	105,001	110,000	215,131
2	110,001	115,000	227,059
3	115,001	120,000	354,368
1	120,001	125,000	121,022
1	130,000	135,000	130,000
2	135,001	140,000	274,466
1	140,001	145,000	144,549
1	145,001	150,000	148,415
1	150,001	155,000	151,298
2	160,001	165,000	327,852
3	170,001	175,000	514,022
3	200,000	205,000	600,413
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
2	300,001	305,000	606,068
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	510,000	515,000	510,000
2	550,001	555,000	1,101,498
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	650,000	655,000	650,000
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
2	1,140,001	1,145,000	2,283,081
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	1,845,001	1,850,000	1,849,077
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	27,975,001	27,980,000	27,977,091
3,664			124,026,565

اسی مدت کے دوران 632 ملین روپے صرف کئے گئے تھے۔ اس کے نتیجے میں انڈر رائٹنگ منافع کم ہو کر 197 ملین روپے ہو گیا جبکہ گزشتہ سال کی اس مدت میں 271 ملین روپے حاصل کئے گئے تھے۔

30 ستمبر 2018 کو ختم ہونے والی مدت کے لئے ونڈ و بک افل آپریشن سے 11 ملین روپے کا منافع حاصل ہوا۔

کمپنی نے رواں مدت کے دوران 107 ملین روپے کی سرمایہ کارانہ آمدنی حاصل کی جو گزشتہ سال کی اس مدت کے دوران 46 ملین روپے تھی۔

اس مدت کے لئے کمپنی کا منافع بعد از ٹیکس 231 ملین روپے رہا جو گزشتہ سال کی اس مدت میں 204 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 1,706 ملین روپے کی منافع منقسمہ حاصل کیا جبکہ 2017 کی اسی مدت کے دوران 2,198 ملین روپے حاصل کئے گئے تھے۔ کمپنی نے اس دوران 1,239 ملین روپے کا منافع بعد از ٹیکس حاصل کیا جو 2017 کی اس مدت میں 1,808 ملین روپے تھا۔

آئی جی آئی لائف انشورنس لمیٹڈ

30 ستمبر 2018 کو ختم ہونے والی مدت کے دوران آئی جی آئی لائف نے 3,605 ملین روپے کا خالص پریمیم حاصل کیا جو 2017 کی اسی مدت کی مالیت کے مقابلے میں 4,228 ملین روپے تھا اور 15 فیصد کمی کو ظاہر کرتا ہے۔ کمپنی نے اس دوران 52 ملین روپے کا منافع بعد از ٹیکس حاصل کیا جو 2017 کی اس مدت میں 190 ملین روپے تھا۔

آئی جی آئی فنانکس سیکورٹیز لمیٹڈ

30 ستمبر 2018 کو ختم ہونے والی مدت کے دوران آئی جی آئی سیکورٹیز نے 79 ملین روپے کا آپریٹنگ ریونیو حاصل کیا جو 2017 کی اس مدت میں 131 ملین روپے تھا۔ اس نے 99 ملین روپے کے براہ راست اور انتظامی اخراجات صرف کئے اور جس کے نتیجے میں آئی جی آئی سیکورٹیز نے اس مدت کے دوران 27 ملین روپے کا خسارہ بعد از ٹیکس ظاہر کیا جبکہ اس کے مقابلے میں 2017 کی اس مدت کے دوران 62 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 بابر علی
چیئرمین



لاہور 26 اکتوبر 2018

ڈائریکٹرز کی رپورٹ برائے شیئر ہولڈرز

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

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

گروپ کی کارکردگی کا جائزہ

..... روپے ہزاروں میں

نو ماہی مختتمہ	نو ماہی مختتمہ	
30 ستمبر 2017	30 ستمبر 2018	
3,694,689	1,603,411	منافع قبل از ٹیکس
(448,038)	(515,723)	ٹیکسیشن
3,246,651	1,087,688	منافع بعد از ٹیکس
57,663,875	(10,952,130)	دیگر جامع آمدنی / (نقصان)
60,910,526	(9,864,442)	مجموعی - جامع آمدنی / (نقصان)
26.46	8.78	

اس مدت کے دوران گروپ نے 1,088 ملین روپے کا منافع بعد از ٹیکس حاصل کیا جبکہ 2017 کی اسی مدت کے دوران 3,246 ملین روپے حاصل کئے گئے تھے جس سے 66 فیصد کمی ظاہر ہوتی ہے اور اس کمی کی بنیادی وجہ منسلکہ اداروں سے منافع جات میں 71 فیصد تک کمی آنا تھا۔

گروپ نے 8.78 روپے فی شیئر کی آمدنی حاصل کی جبکہ 2017 کی اس مدت میں 26.46 روپے حاصل کئے گئے تھے۔

ذیلی اداروں کے مالیاتی نکات درج ذیل کے مطابق ہیں:

آئی جی آئی جنرل انشورنس لمیٹڈ

رواں مدت کے دوران آئی جی آئی جنرل نے 3,644 ملین کا مجموعی پریمیم حاصل کیا جو اس کے مقابلے میں گزشتہ سال کی اس مدت کے دوران 2,322 ملین روپے تھا۔ خالص پریمیم 1,165 ملین روپے سے بڑھ کر 1,673 ملین روپے ہو گیا ہے۔ اس مدت کے لئے خالص کلیمز کی رقم 863 ملین روپے رہی جبکہ گزشتہ سال کی

ڈائریکٹرز کی رپورٹ برائے شیئر ہولڈرز

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

کمپنی کی کارکردگی کا جائزہ

..... روپے ہزاروں میں.....

نومای مختتمہ 30 ستمبر 2017	نومای مختتمہ 30 ستمبر 2018	
228,801	2,182,664	آپریٹنگ ریونیو
36,128	2,069,181	منافع قبل از ٹیکسیشن
(12,756)	(84,517)	ٹیکسیشن
23,372	1,984,664	منافع بعد از ٹیکسیشن
0.19	16.03	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 انویسٹمنٹس (پرائیویٹ) لمیٹڈ اور آئی جی آئی فنانکس 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 انویسٹمنٹس (پرائیویٹ) لمیٹڈ کو بالترتیب 31 جنوری 2017 کو منتقل کی گئیں۔ اس کے نتیجے میں متعلقہ آمدنی کا حصول ان ذیلی اداروں کے علیحدہ (Standalone) مالیاتی حسابات کا حصہ بن گیا۔

کمپنی نے 30 ستمبر 2018 کو ختم ہونے والی نو ماہ کی مدت کے دوران اپنے ذیلی اداروں سے 2,181 ملین روپے کی منافع منقسمہ کی آمدنی حاصل کی۔ کمپنی نے 1,985 ملین روپے کا منافع بعد از ٹیکس بھی حاصل کیا جبکہ 2017 کی اسی مدت کے دوران 23 ملین روپے کا منافع بعد از ٹیکس حاصل کیا گیا تھا۔ اس مدت کے دوران آمدنی فی شیئر 16.03 فی شیئر رہی جبکہ 2017 کی اسی مدت میں آمدنی فی شیئر 0.19 روپیہ تھی۔

ہم بامسرت یہ اعلان کرتے ہیں کہ بورڈ آف ڈائریکٹرز نے رواں سال منقسمہ 31 دسمبر 2018 کے لئے 3 روپے کا عبوری نقد منافع منقسمہ اور 15 فیصد بونس حصص دینے کی منظوری دی ہے۔

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

چیرمین



لاہور 26 اکتوبر 2018