



IGI
Holdings

IGI Holdings Limited

greater
than itself

Nine Months Ended
September 30, 2019

Contents

- 2 Company Information
- 3 Directors' Report to the Shareholders on Unconsolidated Condensed Interim Financial Statements
- 4 Unconsolidated Condensed Interim Financial Statements
- 19 Directors' Report to the Shareholders on Consolidated Condensed Interim Financial Statements
- 21 Consolidated Condensed Interim Financial Statements
- 39 Shareholders' Information
- 40 Pattern of Shareholding
- 42 Directors' Report to the Shareholders on Consolidated Condensed Interim Financial Statements (Urdu)
- 43 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
Mr. Hasan Askari (Joined on Sep. 11, 2019)
Ms. Faryal Jooma
Mr. Tahir Masaud

Chief Executive Officer

Mr. Tahir Masaud

Chief Financial Officer

Syed Awais Amjad

Company Secretary

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 Committee

Syed Yawar Ali
Syed Shahid Ali
Syed Hyder Ali
Mr. Tahir Masaud
Mr. Muhammad Adnan (Secretary)

Auditors

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

Legal Advisors

Hassan & Hassan
Access World Law Company
Chaudhary Abdul Rauf & Co.
S. & B. Durrani Law Advocates
Haldermota & Co.
Jurists & Arbitrators Advocates & Consultants
Lexicon Law Firm
Mian Law Associates
Mohsin Tayebaly & Co.
Mughees Law Associates
Orr, Dignam & Co.
Fazleghani Advocates
SMGD Law Associates
Ijaz Ahmed & Associates

Bankers

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

Shares Registrar

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

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: (021) 111-308-308
Fax: 92-21-35301706

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

The Directors of your Company take pleasure in presenting report for the nine months period ended September 30, 2019 together with the unconsolidated condensed interim financial statements (un-audited).

Company performance review

— Rupees in thousands —

	Nine months period ended September 30, 2019	Nine months period ended September 30, 2018
Operating revenue	997,950	2,182,664
Profit before taxation	802,497	2,069,181
Taxation	27,492	(84,517)
Profit after taxation	829,989	1,984,664
Earnings per share (in rupees)	5.82	13.95

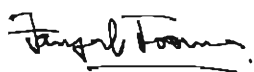
The Company has earned operating revenue of Rs 997.9 million during the current period against Rs 2,182.6 million of corresponding period and profit after tax of Rs 829.9 million compared to that of Rs 1,984.6 million during corresponding period of 2018. Earnings per share stood at Rs 5.82 compared to Rs 13.95 for corresponding period of 2018. The decline in profit is attributable to decline in dividend income from subsidiaries.

During the period, the Company has subscribed 83,201,959 shares of IGI Life Insurance Limited (IGI Life), its subsidiary company, amounting to Rs 832.23 million in accordance with the approval of shareholders in extra ordinary general meeting held on July 29, 2019. Consequently, Company's shareholding in IGI Life has increased from 81.967% to 82.694%.

IGI Holdings is operating as a holding company and derives value for its shareholders from its subsidiaries. The four subsidiaries are: namely IGI General Insurance Limited, IGI Life, 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 will follow dividend distribution pattern of its subsidiaries.

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

For and on behalf of the Board



Faryal Jooma
Director

Lahore: October 28, 2019



Tahir Masaud
Chief Executive Officer

Lahore: October 28, 2019

**Unconsolidated
Condensed Interim
Financial Statements
for the Nine Months Ended
September 30, 2019**

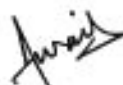
Condensed Interim Unconsolidated Statement of Financial Position as at September 30, 2019

	Note	Un-audited	Audited
		Sep. 30, 2019	Dec. 31, 2018
(Rupees in thousand)			
ASSETS			
Non-current assets			
Fixed assets	7	1,533	2,044
Investments	8	15,649,456	14,820,667
Long-term deposits		1,736	4,461
Deferred tax asset		85,170	55,485
		15,737,895	14,882,657
Current assets			
Loans and advances		10,200	10,200
Deposits and prepayments		6,714	5,644
Other receivables	9	226,512	226,512
Taxation recoverable		54,833	54,694
Cash and bank balances		22,166	6,990
		320,425	304,040
Total assets		16,058,320	15,186,697
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		1,426,305	1,426,305
Unappropriated profit		4,524,292	4,114,637
Reserves		7,764,863	7,764,863
Deficit on revaluation of financial assets at fair value through other comprehensive income		(10,792)	-
Total equity		13,704,668	13,305,805
Non-current liabilities			
Long term loan - secured	10	750,000	900,000
Current liabilities			
Current portion of long term loan - secured	10	300,000	300,000
Short term loan		972,943	409,623
Unclaimed dividend		29,082	32,748
Trade and other payables	11	301,627	238,521
		1,603,652	980,892
Total liabilities		2,353,652	1,880,892
TOTAL EQUITY AND LIABILITIES		16,058,320	15,186,697
CONTINGENCIES AND COMMITMENTS	12		

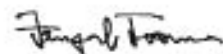
The annexed notes from 1 to 20 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Chief Financial Officer



Director

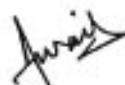
Condensed Interim Unconsolidated Statement of Profit or Loss (Un-audited)
for the Nine Months and Quarter Ended September 30, 2019

	Note	Nine months ended		Quarter ended	
		Sep. 30, 2019	Sep. 30, 2018	Sep. 30, 2019	Sep. 30, 2018
(Rupees in thousand)					
Operating revenue	13	997,950	2,182,664	200,497	298,050
Other income		1,826	9,321	532	403
Total income		999,776	2,191,985	201,029	298,453
General and administrative expenses		(63,601)	(62,677)	(23,939)	(23,040)
Finance costs		(141,378)	(72,594)	(62,761)	(24,913)
		(204,979)	(135,271)	(86,700)	(47,953)
		794,797	2,056,714	114,329	250,500
Reversal of provision for bad and doubtful loans and advances / lease losses		7,700	12,467	700	2,900
Profit before taxation		802,497	2,069,181	115,029	253,400
Taxation					
- Current		(2,193)	(18,778)	(816)	(2,192)
- Deferred		29,685	-	-	-
- Prior		-	(65,739)	-	-
		27,492	(84,517)	(816)	(2,192)
Profit after taxation		829,989	1,984,664	114,213	251,208
(Rupees)					
Earnings per share - basic and diluted	16	5.82	13.95	0.80	1.77

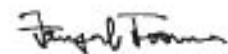
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Chief Executive Officer



Chief Financial Officer



Director

**Condensed Interim Unconsolidated Statement of Profit or Loss and
Other Comprehensive Income (Un-audited)**
for the Nine Months and Quarter Ended September 30, 2019

	Nine months ended		Quarter ended	
	Sep. 30, 2019	Sep. 30, 2018	Sep. 30, 2019	Sep. 30, 2018
	(Rupees in thousand)			
Profit after taxation	829,989	1,984,664	114,213	251,208
Other comprehensive income				
Items that may be reclassified to condensed interim unconsolidated statement of profit or loss subsequently				
Net unrealised gain on revaluation of financial assets classified as 'available for sale'	-	2,882	-	3,207
Items that will not be reclassified to condensed interim unconsolidated statement of profit or loss subsequently				
Net unrealised deficit on revaluation of financial assets classified as 'fair value through other comprehensive income'	(3,234)	-	(244)	-
Total comprehensive income for the period	826,755	1,987,546	113,969	254,415

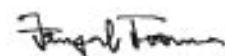
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Chief Executive Officer



Chief Financial Officer



Director

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

for the Nine Months Ended September 30, 2019

	Issued, subscribed and paid-up share capital	Proposed shares to be issued on amalgamation	Reserves			Unappropriated profits	Deficit on revaluation of financial assets at fair value through other comprehensive income	Total
			Capital reserves		Revenue reserves			
			Premium on issue of shares	Other capital reserves	General reserve			
(Rupees in thousand)								
Balance as at January 1, 2018 (audited)	1,226,895	411,659	35,762	33,267	7,287,545	4,361,029	-	13,366,157
Profit after taxation for the nine months ended September 30, 2018	-	-	-	-	-	1,984,664	-	1,984,664
Other comprehensive income for the period	-	-	-	-	-	2,882	-	2,882
Total comprehensive income for the nine months ended September 30, 2018	-	-	-	-	-	1,987,546	-	1,987,546
Transactions with owners directly recorded 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 approved on March 02, 2018	-	-	-	-	-	(992,213)	-	(992,213)
Final dividend for the year ended December 31, 2017 - Rs. 4 per share approved on April 27, 2018	-	-	-	-	-	(496,106)	-	(496,106)
	13,370	(411,659)	398,289	-	-	(1,488,319)	-	(1,488,319)
Balance as at September 30, 2018 (un-audited)	1,240,265	-	434,051	33,267	7,287,545	4,864,256	-	13,865,384
Loss after taxation for the three months ended December 31, 2018	-	-	-	-	-	(184,617)	-	(184,617)
Other comprehensive loss for the three months ended December 31, 2018	-	-	-	-	-	(2,882)	-	(2,882)
Total comprehensive loss for the three months ended December 31, 2018	-	-	-	-	-	(187,499)	-	(187,499)
Transactions with owners directly recorded in equity								
Interim dividend for the year ending December 31, 2018 at the rate of Rs. 3 per share approved on October 26, 2018	-	-	-	-	-	(372,080)	-	(372,080)
Issuance of bonus shares at the rate of 15%	186,040	-	-	-	-	(186,040)	-	-
	186,040	-	-	-	-	(558,120)	-	(372,080)
Balance as at December 31, 2018 (audited)	1,426,305	-	434,051	33,267	7,287,545	4,114,637	-	13,305,805
Effect of change in accounting policy - net of tax (note 4.1.1)	-	-	-	-	-	7,558	(7,558)	-
Profit after taxation for the nine months ended September 30, 2019	-	-	-	-	-	829,989	-	829,989
Other comprehensive loss for the period	-	-	-	-	-	-	(3,234)	(3,234)
Total comprehensive income for the nine months ended September 30, 2019	-	-	-	-	-	829,989	(3,234)	826,755
Transactions with owners directly recorded in equity								
Final dividend for the year ended December 31, 2018 - Rs. 3 per share approved on March 29, 2019	-	-	-	-	-	(427,892)	-	(427,892)
	-	-	-	-	-	(427,892)	-	(427,892)
Balance as at September 30, 2019 (un-audited)	1,426,305	-	434,051	33,267	7,287,545	4,524,292	(10,782)	13,704,668

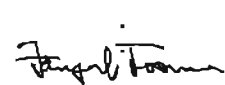
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Chief Executive Officer



Chief Financial Officer



Director

Condensed Interim Unconsolidated Statement of Cash Flows (Un-audited)

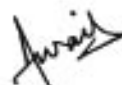
for the Nine Months Ended September 30, 2019

	Note	Nine months ended	
		Sep. 30, 2019	Sep. 30, 2018
		(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		802,497	2,069,181
Adjustments for :			
Depreciation		430	447
Finance cost		141,378	72,594
Gain on disposal of fixed assets		(291)	(777)
Reversal of provision for bad and doubtful loans and advances / lease losses - specific - net		(7,700)	(12,467)
Return on bank balances and term deposits		(1,535)	(8,544)
Dividend income		(997,950)	(2,180,501)
		(865,668)	(2,129,248)
		(63,171)	(60,067)
Changes in working capital			
Decrease in current assets			
Deposits, payments and other receivables		(1,070)	(721)
Long term deposits		2,725	(45)
Increase / (decrease) in current liabilities			
Trade and other payables		14,898	(11,784)
		16,553	(12,550)
		(46,618)	(72,617)
Net recovery from loans and advances		7,700	12,467
Tax paid		(2,332)	(9,688)
Net cash used in operating activities		(41,250)	(69,838)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds on disposal of fixed assets		372	1,014
Purchase of investment		(832,023)	-
Dividend received		997,950	2,244,996
Profit / return received		1,535	8,544
Net cash generated from investing activities		167,834	2,254,554
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(431,558)	(1,456,297)
Long term loan repayment		(150,000)	(376,000)
Financial cost paid		(93,170)	(88,474)
		-	(69,860)
Payment of current portion of long term loan		(674,728)	(1,990,631)
Net cash used in financing activities		(1,249,456)	(3,981,262)
Net increase in cash and cash equivalents		(402,633)	22,312
Cash and cash equivalents at beginning of the period		(950,777)	216,397
Cash and cash equivalents at end of the period	14	(950,777)	216,397

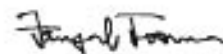
The annexed notes from 1 to 20 form an integral part of these condensed interim unconsolidated financial statements.



Chief Executive Officer



Chief Financial Officer



Director

Notes to and Forming Part of the Condensed Interim Unconsolidated Financial Statements (Un-audited)

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 (now Companies Act, 2017) 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. The objects of the Company include to act as our investment holding company and for that purpose invest, acquire, sell and hold the securities and financial instruments subject to compliance by relevant laws prevailing in Pakistan from time to time.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim unconsolidated 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.

These condensed interim unconsolidated 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 audited financial statements of the Company for the year ended December 31, 2018.

These condensed interim unconsolidated financial statements are unaudited and are being submitted to shareholders in accordance with the Pakistan Stock Exchange Limited Regulations and section 237 of the Companies Act, 2017.

2.2 Standards, interpretations of and amendments to the accounting and reporting standards that are effective in the current period:

The Company has applied the following amendment for the first time for their accounting period commencing January 1, 2019:

Effective from January 1, 2019, the Company has adopted IFRS 9: 'Financial Instruments' which has replaced IAS 39, 'Financial Instruments: Recognition and Measurement'.

The impacts of adoption of IFRS 9 are further given in note 4.1.1.

There are certain other new and amended standards and interpretations that are mandatory for the Company's accounting period beginning on or after January 1, 2019, but are considered not to be relevant or do not have any significant effect on the Company's operations and are therefore not detailed in these condensed interim unconsolidated financial statements.

2.3 Standards, interpretations of and amendments to the accounting and reporting standards that are not yet effective:

The following revised standards, amendments and interpretations with respect to the accounting and reporting standards would be effective for the dates mentioned below against the respective standards, amendments or interpretations:

- | | Effective date
(period beginning on or after) |
|---|--|
| - IAS 1 - 'Presentation of financial statements' (amendments) | January 1, 2020 |
| - IAS 8 - 'Accounting policies, changes in accounting estimates and errors' | January 1, 2020 |

There are certain other new and amended standards and interpretations that are mandatory for the Company's accounting period beginning on or after January 1, 2019, but are considered not to be relevant or will not have any significant effect on the Company's operations and are therefore not detailed in these condensed interim unconsolidated financial statements.

2.4 Cost convention

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.

3 FUNCTIONAL AND PRESENTATION CURRENCY

Items included in these condensed interim unconsolidated financial statements are measured using the currency of the primary economic environment in which the Company operates. These condensed interim financial statements are presented in Pakistani rupees, which is the Company's functional and presentation currency.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these condensed interim unconsolidated financial statements are the same as those applied in the preparation of the annual audited financial statements of the Company for the year ended December 31, 2018 except for the changes mentioned in note 4.1 below.

- 4.1 Effective from January 1, 2019, the Company has adopted IFRS 9: "Financial Instruments" which has replaced IAS 39: "Financial Instruments: Recognition and Measurement". The standard addresses recognition, classification, measurement and derecognition of financial assets and financial liabilities. The standard has also introduced a new impairment model for financial assets which requires recognition of impairment charge based on 'expected credit losses' (ECL) approach rather than 'incurred credit losses' approach, as previously given under IAS 39. The ECL has an impact on all the assets of the Company which are exposed to credit risk.

All equity investments are required to be measured in this condensed interim unconsolidated statement of financial position at fair value, with gains and losses recognised in condensed interim unconsolidated statement of profit or loss, except where an irrevocable election has been made at the time of initial recognition to measure the investment at fair value through other comprehensive income "(FVOCI)".

The Company has made an irrevocable election on initial recognition, on an instrument-by-instrument basis, to present changes in fair value in other comprehensive income rather than profit or loss (except for equities that give the Company significant influence over an investee according to IAS 27, which can only be accounted for under IFRS 9 if they are measured at "fair value through profit or loss"). When this election is used, fair value gains and losses recognised in other comprehensive income are not subsequently reclassified to profit or loss, including on disposal. Accordingly, investments carried as available for sale have been designated as investments at fair value through other comprehensive income from January 1, 2019 using modified retrospective restatement approach and comparatives have not been restated as permitted under specific transitional provisions in the standard. The impacts of above change are disclosed in note 4.1.1.

Dividends are recognised in condensed interim unconsolidated statement of profit or loss unless they clearly represent a recovery of part of the cost of an investment, in which case they directly reduce the carrying amount of the investment.

IFRS 9 removes the ability to measure unquoted equity investments at cost where fair value cannot be determined reliably. However, IFRS 9 indicates that, in limited circumstances, cost might be used as an estimate of fair value where:

- more recent available information is insufficient to determine fair value;
- there is a wide range of possible fair value measurements; and
- cost represents the best estimate of fair value within that range.

Accordingly, based on the information about the performance and operations of investees in determining whether cost is representative of fair value, the management has decided to record its unquoted equity instruments at cost as cost represents the best estimate of fair value of such securities.

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

4.1.1 Impacts of IFRS 9

Impact on condensed interim unconsolidated statement of financial position

	December 31, 2018	Change	January 1, 2019
Investments classified as 'available for sale'	9,077	(9,077)	-
Investments classified as 'fair value through other comprehensive income'	-	9,077	9,077
Unappropriated profit	4,114,637	7,558	4,122,195
Deficit on revaluation of investments at 'fair value through other comprehensive income'	-	(7,558)	(7,558)

This change in accounting policy has no impact on condensed interim unconsolidated statement of profit and loss and condensed interim unconsolidated statement of cash flows.

5 SIGNIFICANT ESTIMATES AND JUDGMENTS

The basis and the methods used for critical accounting estimates and judgments adopted in these condensed interim unconsolidated financial statements are the same as those applied in the preparation of the annual audited financial statements of the Company for the year ended December 31, 2018.

6 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended December 31, 2018.

7 FIXED ASSETS

Note	Un-audited	Audited
	Sep. 30, 2019	Dec. 31, 2018
	(Rupees in thousand)	
Furniture, fixtures and office equipments	56	136
Leasehold improvements	231	352
Motor vehicles- owned	1,246	1,556
7.1	<u>1,533</u>	<u>2,044</u>

7.1 Movement in fixed assets

Opening written down value	2,044	2,981
Add:		
Additions during the period / year	-	-
	<u>2,044</u>	<u>2,981</u>
Less :		
Net book value of assets disposed of / transferred during the period / year	81	345
Depreciation for the period / year	430	592
	511	937
Closing written down value	<u>1,533</u>	<u>2,044</u>

8 INVESTMENTS

- Investments in subsidiaries	8.1	15,643,613	14,811,590
- Investments at fair value through other comprehensive income	8.2	5,843	9,077
		<u>15,649,456</u>	<u>14,820,667</u>

8.1 Investments in subsidiaries

	Un-audited				Audited			
	September 30, 2019				December 31, 2018			
	Number of shares	Cost	Impairment / provision (note 8.1.1)	Carrying amount	Number of shares	Cost	Impairment / provision (note 8.1.1)	Carrying amount
	(Rupees in thousand)				(Rupees in thousand)			
Quoted								
IGI Life Insurance Limited (note 8.1.2)	141,048,278	1,690,854	-	1,690,854	57,846,319	858,831	-	858,831
Unquoted								
IGI Finex Securities Limited (note 8.1.3)	52,000,000	441,883	(289,603)	152,280	52,000,000	441,883	(289,603)	152,280
IGI General Insurance Limited (note 8.1.4)	191,838,400	1,918,384	-	1,918,384	191,838,400	1,918,384	-	1,918,384
IGI Investments (Pvt.) Limited (note 8.1.5)	118,820,950	11,882,095	-	11,882,095	118,820,950	11,882,095	-	11,882,095
Total		<u>15,933,216</u>	<u>(289,603)</u>	<u>15,643,613</u>		<u>15,101,193</u>	<u>(289,603)</u>	<u>14,811,590</u>

	Un-audited	Audited
	Sep. 30, 2019	Dec. 31, 2018
	(Rupees in thousand)	
8.1.1 Movement in provision		
Opening balance	289,603	136,732
Charge for the period / year	-	152,871
Closing balance	<u>289,603</u>	<u>289,603</u>

8.1.2 This represents 82.694% (December 31, 2018: 81.967%) holding in IGI Life Insurance Limited having market value of Rs 14.34 (December 31, 2018: Rs 47.10) per share.

During the period, the Company has subscribed 83,201,959 shares of IGI Life Insurance Limited, its subsidiary, amounting to Rs. 832.023 million in accordance with the approval accorded by its shareholders in extra ordinary general meeting held on July 29, 2019. Consequently Company's shareholding in IGI Life Insurance Limited has increased from 81.967% to 82.694%.

During the year ended December 31, 2017, 824,910 shares were withheld by IGI Life Insurance Limited at the time of issuance of bonus as issuance of bonus shares had been made taxable through Finance Act, 2014.

The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001. As a result of these amendments, companies are liable to withheld bonus shares at the rate of 5 percent. In accordance with the requirements of the Ordinance these shares shall only be released if the Company deposits tax equivalent to 5% of the value of the bonus shares issued. The value of tax is computed on the basis of day-end price on the first day of book closure. In this regard, a suit was filed by the Company in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by the Company and a stay order was granted by the High Court of Sindh in favour of the Company.

During the period, the above suit was dismissed by the single bench of the Honourable High Court of Sindh on account of decisions made by the single bench in similar cases earlier and vacated the stay order earlier granted by the Court.

The Company has filed an appeal on June 27, 2019 in front of larger bench of the Honorable High Court of Sindh against the above judgment issued by the single bench and has also obtained stay order against initiation of any recovery proceedings on the basis of judgement made by the single bench of the Honorable High Court of Sindh.

The Company has included these shares in its portfolio, as the management believes that the decision of the constitutional petition will be in favour of the Company.

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

8.1.3 This represents 100% (December 31, 2018: 100%) holding in IGI Finex Securities Limited having break - up value of Rs 5.10 per share on the basis of audited financial statements for the year ended December 31, 2018.

8.1.4 This represents 100% (December 31, 2018: 100%) holding in IGI General Insurance Limited having break - up value of Rs 12.29 (December 31, 2018: Rs 11.70) per share on the basis of unaudited condensed interim financial statements for the nine months ended September 30, 2019.

8.1.5 This represents 100% (December 31, 2018: 100%) holding in IGI Investments (Pvt.) Ltd having break - up value of Rs 268.66 (December 31, 2018: 399.44) per share on the basis of unaudited condensed interim financial statements for the nine months ended September 30, 2019.

		Un-audited Sep. 30, 2019	Audited Dec. 31, 2018
(Rupees in thousand)			
8.2 Investments at fair value through other comprehensive income	Note		
Debt instrument - term finance certificates	8.2.1	-	-
Equity Instruments		5,843	9,077
		<u>5,843</u>	<u>9,077</u>

8.2.1 These term finance certificates have been fully impaired.

9 OTHER RECEIVABLES

Net investment in finance lease	9.1	219,982	219,982
Withholding tax on bonus shares	9.2	6,530	6,530
		<u>226,512</u>	<u>226,512</u>

9.1 This also includes residual values relating to net investment in finance lease.

9.2 This represents 50% of the amount paid by the Company to revenue authority in relation to the charge and collection of income tax on issuance of bonus shares by IGI Life Insurance Limited (as more fully explained in note 8.1.2).

10 LONG TERM LOANS

		Un-audited Sep. 30, 2019	Audited Dec. 31, 2018
(Rupees in thousand)			
Secured			
Loan		1,050,000	1,200,000
Less: current maturity of loan		(300,000)	(300,000)
	10.1	<u>750,000</u>	<u>900,000</u>

10.1 The Company obtained a long term loan amounting to Rs. 1,500 million from Habib Bank Limited in 2017 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 against a commission). During the period, the Company has made principal repayment of Rs 150 million.

11 TRADE AND OTHER PAYABLES

	Note	Un-audited	Audited
		Sep. 30, 2018	Dec. 31, 2018
(Rupees in thousand)			
Certificates of deposit	11.1	594	614
Deposits under lease contracts	11.2	200,583	200,583
Accrued expenses		80,438	23,844
Others		20,012	13,480
		301,627	238,521

- 11.1 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.

During the period, the Company has made repayment of deposits amounting to Rs 0.02 million (December 31, 2018: Rs. 4.699 million) along with mark-up, except for two depositors with aggregate deposits amounting to Rs 0.594 million (December 31, 2018: Rs. 0.614 million) since they are untraceable. These certificates of deposits have already matured and mark-up payable on these till maturity is Rs. 0.034 million (December 31, 2018: Rs.0.041 million). In order to secure the amount for repayment of such deposits till the time parties are traced or lien matter is settled, the Company has placed this amount in a money market fund of NAFA with authority to Central Depository Company (CDC) to operate the said account on its behalf and to pay the depositors as and when traced in accordance with the directions of the Securities and Exchange Commission of Pakistan (SECP).

- 11.2 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.

12 CONTINGENCIES AND COMMITMENTS

There was 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, 2018 except for the following:

During the period, the Additional Commissioner Inland Revenue (ACIR) has passed an order against response submitted by the Company during the year ended December 31, 2018 on notice for explanation over the following matters pertaining to tax year 2017.

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

The Company had already 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. The ACIR accepted the Company's response on admissibility of deductions claimed on account of write-offs and raised tax demand of Rs. 435.869 million.

Subsequent to the period end, the Company has filed an appeal with Commissioner Inland Revenue (Appeals) (CIRA) and is in the process of submitting its response / explanations to CIRA. The management, based on the advice of its tax advisor, is confident of favourable outcome of the proceedings.

During the period, the Company received notice to amend assessment from Additional Commissioner Inland Revenue (ACIR) for the tax year 2018 for explanations over the matters raised in the notice prior to amendment in assessment under section 122 (5A) of the Income Tax Ordinance, 2001 (the Ordinance).

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

- Charge of super tax under section 4B of the Ordinance; and
- Taxability of entire income as single basket income in terms of rule 6B of the 4th Schedule of the Ordinance;
- Admissibility of deductions of provision against investments and impairment for doubtful debts; and
- Admissibility of deductions of impairment of goodwill under section 21(n) of the Ordinance.

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

The Company filed a constitution petition with the Honourable High Court of Sindh on levy of super tax and obtained stay order from for the matter against any adverse action thereto. Moreover, the Company submitted its response on observations to the ACIR. The ACIR accepted Company's response on provision against investments and impairment of doubtful debts and passed an order on remaining matters raising tax demand of Rs. 475.537 million.

Subsequent to the period end, the Company filed an appeal against the order with Commissioner Inland Revenue (Appeals) (CIRA). The CIRA, in its order, confirmed ACIR stance on super tax and remanded back the matters related to single basket income and impairment of goodwill to ACIR on the grounds that a proper opportunity of being heard was not provided to the Company by ACIR. Consequently, the ACIR has issued notice to the Company to submit its response on these matters. The Company is in process of submitting its response to the ACIR.

		(Un-audited)	
		Nine months ended	
		Sep. 30, 2019	Sep. 30, 2018
		(Rupees in thousand)	
13 OPERATING REVENUE	Note		
Dividend Income	13.1	997,950	2,180,501
Advisory fee		-	2,163
		<u>997,950</u>	<u>2,182,664</u>
13.1 Dividend Income			
Subsidiary companies	13.1.1	997,453	2,180,501
Others	13.1.2	497	-
		<u>997,950</u>	<u>2,180,501</u>
13.1.1 Subsidiary Companies			
- IGI Life Insurance Limited		-	56,893
- IGI General Insurance Limited		403,348	163,062
- IGI Investments (Pvt.) Limited		594,105	1,960,546
		<u>997,453</u>	<u>2,180,501</u>
13.1.2 Others			
- Unquoted shares		497	-
Techlogix International Limited		<u>497</u>	<u>-</u>
14 Cash and cash equivalents			
Cash and bank balances		22,166	6,990
Short term loan		(972,943)	(409,623)
		<u>(950,777)</u>	<u>(402,633)</u>
15 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 elsewhere in these condensed interim unconsolidated financial statements, are as follows:

for the Nine Months Ended September 30, 2019

(Un-audited)

Transactions

	Subsidiaries		Associates		Key management personnel (including directors)		Other related parties	
	Sep. 30, 2019	Sep. 30, 2018	Sep. 30, 2019	Sep. 30, 2018	Sep. 30, 2019	Sep. 30, 2018	Sep. 30, 2019	Sep. 30, 2018
	(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)	
Dividend income	997,453	2,180,501	-	-	-	-	-	-
Commission expense	4,999	-	-	-	-	-	-	-
Key management personnel compensation	-	-	-	-	1,400	1,550	-	-
Purchase of shares	832,023	-	-	-	-	-	-	-
Markup expense on long term loan	-	1,630	-	-	-	-	-	-
Payment of mark-up on long term loan	-	16,870	-	-	-	-	-	-
Long term loan repaid	-	69,860	-	-	-	226,000	-	-
Receipts against group shared services	10,274	4,254	-	-	-	-	-	-
Payment against group shared services	11,205	22,742	24,022	5,637	-	-	14	-

For the nine months ended

Sep. 30, 2019	Sep. 30, 2018	Sep. 30, 2019	Sep. 30, 2018	Sep. 30, 2019	Sep. 30, 2018	Sep. 30, 2019	Sep. 30, 2018
(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)	

Subsidiaries Associates Key management personnel (including directors) Other related parties

as at

Balances

	Subsidiaries		Associates		Key management personnel (including directors)		Other related parties	
	(Un-audited) Sep. 30, 2019	(Audited) Dec. 31, 2018	(Un-audited) Sep. 30, 2019	(Audited) Dec. 31, 2018	(Un-audited) Sep. 30, 2019	(Audited) Dec. 31, 2018	(Un-audited) Sep. 30, 2019	(Audited) Dec. 31, 2018
	(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)		(Rupees in thousand)	
Investment in shares	15,643,613	14,811,580	-	-	-	-	-	-
Group shared service payable	5,772	3,015	-	-	-	-	-	-

16 EARNINGS PER SHARE

	Un-audited		Un-audited	
	Nine months ended		Quarter ended	
	Sep. 30, 2019	Sep. 30, 2018	Sep. 30, 2019	Sep. 30, 2018
	(Rupees in thousand)		(Rupees in thousand)	
Basic / diluted earnings per share				
Profit for the period	829,989	1,984,664	114,213	251,208
	(Number of shares)		(Number of shares)	
Weighted average number of ordinary shares	142,630,500	142,242,962	142,630,500	142,242,962
	(Rupees)		(Rupees)	
Earnings per share	5.82	13.95	0.80	1.77

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

17 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).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at September 30, 2019, the Company held the following financial instruments measured at fair value:

	(Un-audited)		
	As at September 30, 2019		
	Level 1	Level 2	Level 3
	(Rupees in thousand)		
Assets classified as fair value through other comprehensive income			
Investments	3,125	2,718	-

	(Audited)		
	As at December 31, 2018		
	Level 1	Level 2	Level 3
	(Rupees in thousand)		
Assets classified as available-for-sale			
Investments	6,359	2,718	-

18 GENERAL

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

19 CORRESPONDING FIGURES

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

20 DATE OF AUTHORIZATION FOR ISSUE

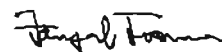
These condensed interim unconsolidated financial statements were authorised for issue on October 28, 2019 by the Board of Directors of the Company.



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 report for the nine months period ended September 30, 2019 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").

Group performance review

	— Rupees in thousands —	
	Nine months period ended September 30, 2019	Nine months period ended September 30, 2018
Profit before tax	883,148	1,603,411
Taxation	(187,578)	(515,723)
Profit after tax	695,570	1,087,688
Earnings per share (in rupees)	4.88	7.65

During this period, the group achieved profit after tax of Rs 695.6 million compared to that of Rs 1,087.7 million earned during corresponding period of 2018 reflecting a decrease of 36%. The decline in profit is attributable to decline in dividend income of the Group.

The group achieved earnings per share of Rs 4.88 compared to Rs 7.65 earned during corresponding period of 2018.

Financial Highlights of the subsidiaries are hereunder:

IGI GENERAL INSURANCE LIMITED

During the current period, the Company achieved gross written premium of Rs 4,337 million as compared to Rs 3,645 million during the corresponding period of last year. The net premium increased to Rs 1,809 million from Rs 1,673 million as compared to the corresponding period.

Net claims for the period amounted to Rs 914 million compared to Rs 863 million. Accordingly, the underwriting profits were Rs 188 million as compared to Rs 197 million in the corresponding period.

The Company earned Rs 40 million from its Window Takaful operation during the current period as compared to Rs 11 million in the corresponding period.

The Company also recorded investment income of Rs. 254 million during the current period as compared to Rs 107 million in the corresponding period of last year.

The Company earned profit after tax of Rs 367 million during the current period compared to Rs 231 million in the corresponding period of last year.

IGI INVESTMENTS (PRIVATE) LIMITED

Income stream of IGI Investments is primarily based on dividend income from its investment portfolio, accordingly, its income pattern follows dividend distribution pattern of its investments. During the current period, IGI Investments

Directors' Report to the Shareholders on Consolidated Condensed Interim Financial Statements

has earned dividend income of Rs 1,155.6 million compared to Rs 1,706.4 million in the corresponding period of 2018. IGI Investments has earned profit after tax of Rs 788.5 million compared to Rs 1,238.9 million in the corresponding period of 2018.

IGI LIFE INSURANCE LIMITED

During the nine months of 2019, Gross Premium written by IGI Life (including Family Takaful Contributions) stood at Rs. 3.591 billion as against Rs. 3.706 billion in the corresponding period last year. Individual life regular premium (including takaful contributions) posted growth of 7% and stood at Rs. 1,640 million as against Rs. 1,535 million in the corresponding period last year. Renewal premium base increased to Rs. 1,217 million from Rs. 1,078 million in the corresponding period last year, registering growth of 13%. Individual Family Takaful regular contributions showed a growth of 34% compared to corresponding period of last year and stood at Rs. 591 million as against Rs. 442 million in 2018.

Group Life and Group Health premium / contribution (including Takaful Group Family and Health) stood at Rs. 1,646 million (2018: Rs. 1,345 million), posting growth of 22% from corresponding period of last year.

Issuance of Right Shares

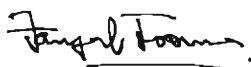
The Board of Directors of IGI Life, in its meeting held on June 14, 2019, had approved the issuance of right shares amounting to Rs 1 billion. The subscription of rights shares has been completed and shares have been duly allotted to the Shareholders. The injection of fresh equity has enabled IGI Life maintaining the sufficient solvency margins as prescribed and to improve its profitability.

IGI FINEX SECURITIES LIMITED

During the current period, IGI Securities has generated operating revenues of Rs 51.7 million compared to Rs 64.3 million in the corresponding period of 2018. It also earned other income of Rs 23 million compared to Rs 15.7 million in the corresponding period of 2018. It incurred direct and administrative expenses of Rs 85.3 million compared to Rs 99.3 million in the corresponding period of 2018. IGI Securities has reported loss after tax of Rs 11.9 million during the period as compared to loss after tax of Rs 26.7 million during the corresponding period of 2018.

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

For and on behalf of the Board



Faryal Jooma
Director

Lahore: October 28, 2019



Tahir Masaud
Chief Executive Officer

Lahore: October 28, 2019

**Consolidated
Condensed Interim
Financial Statements
for the Nine Months Ended
September 30, 2019**

Consolidated Condensed Interim Statement of Financial Position

	Note	Un-audited	Audited
		Sep. 30, 2019	Dec. 31, 2018
(Rupees in thousand)			
ASSETS			
Non-current assets			
Fixed assets			
- Property and equipment	4	1,347,330	1,052,581
- Intangible asset		561,501	114,074
Investments	5	53,130,642	69,236,040
Long-term deposits		19,066	21,816
		55,058,539	70,424,511
Current assets			
Insurance / takaful / reinsurance / retakaful receivables		2,343,071	1,531,007
Reinsurance recoveries against outstanding claims		781,322	854,042
Current maturity of investments	5	6,508,453	8,643,291
Loans secured against life insurance policies		178,582	181,375
Deferred commission expense		222,307	161,395
Accrued income on investments and deposits		647,100	288,407
Deposits, prepayments, loans, advances and other receivables	6	2,499,820	1,697,599
Wakala fees receivable		109,298	41,763
Taxation recoverable		609,206	546,812
Cash and bank balances		845,367	1,474,583
Non-current asset held for sale		9,110	9,110
		14,753,636	15,429,384
TOTAL ASSETS		69,812,175	85,853,895

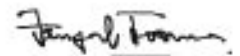
The annexed notes from 1 to 17 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

as at September 30, 2019

Note	Un-audited	Audited
	Sep. 30, 2019	Dec. 31, 2018
(Rupees in thousand)		
EQUITY AND LIABILITIES		
Share capital and reserves		
Authorised share capital		
	2,000,000	2,000,000
	200,000,000 ordinary shares of Rs. 10/- each	
	1,426,305	1,426,305
	9,934,568	9,625,830
	20,338,067	39,217,962
	7,764,863	7,764,863
	39,463,803	58,034,960
	360,441	215,642
	39,824,244	58,250,602
	404,312	-
Non-current liabilities		
	16,200,941	16,250,548
7	1,083,333	1,399,999
	211,384	109,857
	48,257	57,467
	1,110,265	1,588,683
	18,654,190	19,406,554
Current liabilities		
	1,661,462	1,782,959
	2,244,349	1,503,062
	20,503	20,503
	222,954	120,932
	1,671,125	726,473
	59,092	21,919
	67,850	49,452
	2,356,463	1,450,518
	633,334	662,935
	31,498	35,165
8	1,960,809	1,822,821
	10,929,439	8,196,739
	29,583,619	27,603,293
TOTAL EQUITY AND LIABILITIES		
	69,812,175	85,853,895
CONTINGENCIES AND COMMITMENTS		
9		

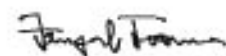
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Chief Executive Officer



Chief Financial Officer



Director

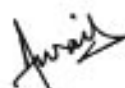
Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited)
for the Nine Months and Quarter Ended September 30, 2019

	Nine months ended		Quarter ended	
	Sep. 30, 2019	Sep. 30, 2018	Sep. 30, 2019	Sep. 30, 2018
	(Rupees in thousand)		(Rupees in thousand)	
Profit after taxation	695,570	1,087,688	456,932	520,171
Other comprehensive income that may be reclassifiable to profit or loss				
- Net unrealised deficit on revaluation of financial assets classified as 'fair value through other comprehensive income'	(15,836,644)	(9,332,673)	(4,973,661)	(8,937,732)
- Change in insurance liabilities - net	131,222	234,734	(35,866)	58,244
- Share of other comprehensive income / (loss) of associate - net of tax	(3,167,167)	(1,854,191)	(1,004,689)	(1,850,555)
	(18,872,589)	(10,952,130)	(6,014,216)	(10,730,043)
Total comprehensive income	<u>(18,177,019)</u>	<u>(9,864,442)</u>	<u>(5,557,284)</u>	<u>(10,209,872)</u>
Total comprehensive income / (loss) attributable to:				
Equity holders of the parent	(18,153,546)	(9,873,835)	(5,563,088)	(10,209,425)
Non-controlling interest	(23,473)	9,393	5,804	(447)
	<u>(18,177,019)</u>	<u>(9,864,442)</u>	<u>(5,557,284)</u>	<u>(9,864,442)</u>

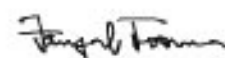
The annexed notes from 1 to 17 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

Consolidated Condensed Interim Statement of Changes in Equity for the Nine Months Ended September 30, 2019

	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 financial assets at fair value through others	Equity attributable to equity holders of the parent	Non-controlling interest	Total
			Capital reserves								
			Premium on issue of shares	Reserve for bonus shares	Other capital reserves						
(Rupees in thousand)											
Balance as at January 1, 2018	1,226,895	411,659	35,762	-	33,267	7,297,545	10,817,902	53,449,002	73,272,032	252,256	73,524,288
Profit after taxation for nine months ended September 30, 2018	-	-	-	-	-	-	1,078,295	-	1,078,295	9,393	1,087,688
Other comprehensive income											
- Surplus on revaluation of available for sale investments - net of tax	-	-	-	-	-	-	-	(9,364,498)	(9,364,498)	31,815	(9,332,673)
- Change in insurance liabilities - net	-	-	-	-	-	-	-	266,549	266,549	(31,815)	234,734
- Share of other comprehensive income of associate - net of tax	-	-	-	-	-	-	-	(1,854,191)	(1,854,191)	-	(1,854,191)
Total comprehensive income for the nine months ended September 30, 2018	-	-	-	-	-	-	1,078,295	(10,952,130)	(9,873,835)	9,393	(9,864,442)
Transactions with owners directly recorded in equity											
Issuance of shares under the scheme of amalgamation	13,370	(411,659)	398,289	-	-	-	-	-	-	-	-
Repayment of advance against preference shares	-	-	-	-	-	-	(100,000)	-	(100,000)	-	(100,000)
Final dividend for the year ended December 31, 2016, Rs.8 per share	-	-	-	-	-	-	(982,213)	-	(982,213)	-	(982,213)
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	-	-	-	-	-	-	-	-	-	(12,725)	(12,725)
Balance as at September 30, 2018	1,240,265	-	434,051	-	33,267	7,297,545	10,307,877	42,496,872	61,609,877	248,924	62,058,801
Profit after taxation for the three months ended December 31, 2018	-	-	-	-	-	-	(93,160)	-	(93,160)	(26,471)	(119,631)
Other comprehensive income that may be reclassifiable to profit or loss											
- Deficit on revaluation of available-for-sale investments - net of tax	-	-	-	-	-	-	-	(2,980,566)	(2,980,566)	(138,338)	(3,118,904)
- Change in insurance liabilities - net	-	-	-	-	-	-	-	188,068	188,068	131,832	319,901
- Share of other comprehensive income / (loss) of associate - net of tax	-	-	-	-	-	-	(24,091)	(486,413)	(510,504)	-	(510,504)
- Re-measurement of post employment benefit obligations - net of tax	-	-	-	-	-	-	(6,676)	-	(6,676)	(305)	(6,981)
Total comprehensive income / (loss) for the three months ended December 31, 2018	-	-	-	-	-	-	(123,827)	(3,278,910)	(3,402,837)	(33,282)	(3,436,119)
Transactions with owners directly recorded in equity											
Issuance of bonus shares at the rate of 15%	186,040	-	-	-	-	-	(186,040)	-	-	-	-
Interim dividend for the year ending December 31, 2018, Rs. 3 per share	-	-	-	-	-	-	(372,080)	-	(372,080)	-	(372,080)
Balance as at December 31, 2018	1,426,305	-	434,051	-	33,267	7,297,545	9,625,834	39,217,962	58,034,960	215,642	58,250,602
Profit after taxation for nine months ended September 30, 2019	-	-	-	-	-	-	726,057	-	726,057	(30,487)	695,570
Other comprehensive income that may be reclassifiable to profit or loss											
- Net unrealised deficit on revaluation of financial assets classified as 'Fair value through other comprehensive income'	-	-	-	-	-	-	-	(15,820,295)	(15,820,295)	(16,349)	(15,836,644)
- Change in insurance liabilities - net	-	-	-	-	-	-	-	107,567	107,567	23,665	131,222
- Share of other comprehensive income / (loss) of associate - net of tax	-	-	-	-	-	-	-	(3,167,167)	(3,167,167)	-	(3,167,167)
Total comprehensive income / (loss) for the nine months ended September 30, 2019	-	-	-	-	-	-	726,057	(18,879,895)	(18,153,838)	(23,181)	(18,177,019)
Transfer from surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	10,573	-	10,573	-	10,573
Shares issued against subscription of right shares - IGI Life	-	-	-	-	-	-	-	-	-	167,980	167,980
Transactions with owners directly recorded in equity											
Final dividend for the year ended December 31, 2018, Rs. 3 per share	-	-	-	-	-	-	(427,892)	-	(427,892)	-	(427,892)
Balance as at September 30, 2019	1,426,305	-	434,051	-	33,267	7,297,545	9,934,568	20,338,067	39,463,803	360,441	39,824,244

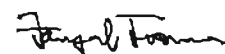
The annexed notes from 1 to 17 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

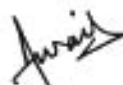
Consolidated Condensed Interim Statement of Cash Flows (Un-audited)
for the Nine Months Ended September 30, 2019

	Nine months ended	
	Un-audited Sep. 30, 2019	Un-audited Sep. 30, 2018
	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	883,148	1,603,411
Adjustments for :		
Depreciation and amortization	145,346	90,081
Finance cost	327,311	175,188
(Gain) / loss on sale of investments	(9,442)	42,552
Loss / (gain) on disposal of property and equipment	27,658	(4,084)
Surplus of statutory funds	213,336	38,421
Profit on saving accounts and deposits with exchanges	(234,379)	(146,837)
Unrealized gain on fair value through profit and loss investments	8,414	253,293
Return on government and debt securities	(1,150,545)	(778,877)
Share of profit from associates	(284,723)	(502,212)
Dividend income	(755,654)	(1,016,768)
	(1,712,678)	(1,849,243)
	(829,530)	(245,832)
Changes in working capital		
(Increase) / decrease in current assets		
Deposit, loans and other receivables	(1,200,796)	(1,139,582)
Increase / (decrease) in current liabilities		
Trade and other payables	1,471,621	546,737
	(558,705)	(838,677)
Income tax paid	(377,521)	(379,769)
Net cash generated from operating activities	(938,226)	(1,218,446)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(266,976)	(210,793)
Payment for long term deposits	3,300	(7,445)
Proceeds on disposal of property, plant and equipment	18,245	7,671
Proceeds from / (purchase of) investments - net	(1,597,228)	(1,611,945)
Dividends received	791,293	1,820,967
Profits / returns received	1,396,961	933,782
Net cash (used in) / generated from investing activities	345,595	932,237
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(431,558)	(1,458,485)
Long term loan repayment	(316,666)	(88,474)
Repayment / (addition) of lease liability	(32,943)	28,845
Repayment of advance paid against preference shares	-	(100,000)
Finance cost paid	(254,463)	(471,487)
Net cash (used in) / generated from investing activities	(1,035,630)	(2,089,601)
Net (decrease) / increase in cash and cash equivalents	(1,626,261)	(2,375,810)
Cash and cash equivalent at beginning of the period	1,660,065	4,200,996
Cash and cash equivalents at end of the period	33,804	1,825,186

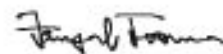
The annexed notes from 1 to 17 form an integral part of these consolidated condensed interim financial statements.



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:

Holding Company

(i) IGI Holdings Limited

Subsidiary Companies

(i) IGI Life Insurance Limited

(ii) IGI Finex Securities Limited

(iii) IGI General Insurance Limited

(iv) IGI Investments (Pvt.) Limited

Percentage Shareholding

82.69%

100%

100%

100%

1.2 Holding Company

IGI Holdings Limited ("Holding Company"), a Packages Group Company, was incorporated as a public limited company in 1953 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and is quoted on the Pakistan Stock Exchange Limited. The registered office of the Holding Company is situated at 7th floor, The Forum, Suite No. 701-713, G-20, Block 9, Khayaban-e-Jami, Clifton, Karachi. The objects of the Holding Company include to act as an investment holding company and to invest, acquire, sell and hold the securities and financial instruments subject to compliance by relevant laws prevailing in Pakistan from time to time.

1.2.1 The Company was earlier operating as 'IGI Insurance Limited'. Pursuant to the Scheme of Arrangement of IGI Insurance Limited sanctioned by the High Court of Sindh through its order dated December 16, 2017 with effect from January 31, 2017, the Insurance segment of IGI Insurance Limited had been transferred to IGI General Insurance Limited (a company incorporated in 2016) along with its associated license to carry out the business of general insurance. The Scheme of Arrangement was effective from January 31, 2017 and essentially entails 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 The requirements of the Insurance Ordinance, 2000 and the Securities and Exchange Commission (Insurance) Rules, 2002 were applicable on IGI Holdings Limited until the close of business on January 31, 2017.

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 repealed Companies Ordinance, 1984 (now the Companies Act, 2017). Its shares are quoted on the Pakistan Stock Exchange Limited. IGI Life commenced its operations on May 25, 1995 after registration with the Controller of Insurance on April 30, 1995. IGI Life is engaged in life insurance, carrying on both participating and non-participating business. IGI Life is also engaged in providing Shariah Compliant family takaful products as an approved Window Takaful Operator.

- 1.3.2 IGI Finex Securities Limited (IGI Finex) was incorporated in Pakistan on June 28, 1994 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). 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. IGI Finex has a Trading Right Entitlement Certificate (TREC) of Pakistan 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 repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The objects of IGI General include providing general insurance services (mainly Fire, Marine, Motor, Health and Miscellaneous) and general takaful services (mainly Fire, Marine, Motor, Health and Miscellaneous).
- 1.3.4 IGI Investments (Pvt.) Limited ("IGI Investments"), was incorporated as a private limited company on October 31, 2016 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The objects of IGI Investments include investing, acquiring, selling and holding of debt / equity securities.
- 1.4 Holding Company has three associates namely Packages Limited, Dane Foods Limited and Packages Real Estate (Private) Limited. The details of these companies are given in note 8.1 to the consolidated financial statements for the year ended December 31, 2018.

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.

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 Group for the year ended December 31, 2018.

2.2 Accounting Convention

These condensed interim financial statements have been prepared under the historical cost convention except for certain staff retirement benefits which are carried at present value of defined benefit obligation less fair value of plan assets, certain investments which are carried at market value, investment property and building which are carried at fair value.

2.3 Standards, interpretations of and amendments to the accounting and reporting standards that are effective in the current period:

The Group has applied the following amendment for the first time for their accounting period commencing January 1, 2019:

Effective from January 1, 2019, the Group has adopted IFRS 16: 'Leases' which has replaced IAS 17, 'Leases.' The standard addresses recognition and measurement of leases for both lessor and lessee. The impacts of adoption of IFRS 16 are further given in note 3.1 below.

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)

Effective from January 1, 2019, the Group has adopted IFRS 9: "Financial Instruments" which has replaced IAS 39: "Financial Instruments: Recognition and Measurement". The standard addresses recognition, classification, measurement and derecognition of financial assets and financial liabilities. The standard has also introduced a new impairment model for financial assets which requires recognition of impairment charge based on 'expected credit losses' (ECL) approach rather than 'incurred credit losses' approach, as previously given under IAS 39. The ECL has impact on all the assets of the Group which are exposed to credit risk, except for those assets pertaining to insurance business.

Further, IFRS 4 provides two alternative options in relation to application of IFRS 9 for entities issuing contracts within the scope of IFRS 4, notably a temporary exemption and an overlay approach. The temporary exemption enables eligible entities to defer the implementation date of IFRS 9. The overlay approach allows an entity applying IFRS 9 from the effective date to remove from profit or loss the effects of some of the accounting mismatches that may occur from applying IFRS 9 before IFRS 17 is applied. The Group has adopted the temporary exemption which allows the Group to defer the application of IFRS 9 on insurance business until December 31, 2021. For the companies adopting the temporary exemption, the IFRS 4 requires certain disclosures which have been disclosed as in note 4.

2.3 Standards, Interpretations and amendments to published accounting and reporting standards that are not yet effective:

The following revised standards, amendments and interpretations with respect to the accounting and reporting standards would be effective for the dates mentioned below against the respective standards, amendments or interpretations:

Standards, amendments or Interpretations

	Effective date (period beginning on or after)
- IAS 1 - 'Presentation of financial statements' (amendments)	January 1, 2020
- IAS 8 - 'Accounting policies, changes in accounting estimates and errors' (amendments)	January 1, 2020

The management is in the process of assessing the impact of these amendments on the financial statements of the Group.

There are certain new and amended standards, interpretations and amendments that are mandatory for the Group's accounting period beginning on or after January 1, 2020, but are considered not to be relevant or will not have any significant effect on the Group's operations and are therefore not detailed in these consolidated condensed interim financial statements.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of these condensed interim financial statements are same as those applied in the preparation of financial statements of the Group for the year ended December 31, 2018 except for the changes mentioned below:

- 3.1 "Effective from January 1, 2019, the Group has adopted IFRS 16, "Leases" which replaces existing guidance on accounting for leases, including IAS 17 'Leases', IFRIC 4 'Determining whether an arrangement contains a Lease', SIC-15 'Operating Leases-Incentive and SIC-27 'Evaluating the substance of transactions involving the legal form of a Lease'. IFRS 16 introduces a single, on balance sheet lease accounting model for lessees. A lessee recognises a right-of-use asset representing its right-of-use of the underlying asset and a lease liability representing its obligations to make lease payments. Lessor accounting remains similar to the current standard i.e. lessors continue to classify leases as finance or operating leases. During the period the Group has changed its accounting policy with respect to leases in accordance with IFRS 16 - "Leases".
- 3.2 For leases previously classified as finance leases the Group recognised the carrying amount of the lease assets and lease liability immediately before transition as the carrying amount of the right-of-use assets and the lease liability at the date of initial application. The measurement principles of IFRS 16 are applied only after that date. The remeasurements to the lease liabilities are recognised as adjustments to the related right-of-use assets immediately after the date of initial application.

3.2.1 Impacts of IFRS 16

	December 31, 2018	Change	January 1, 2019
	(Rupees in thousand)		
Motor vehicles - leased	140,213	(140,213)	-
Right-of-use assets	-	140,213	140,213

- 3.3 The Group has adopted IFRS 16 from January 1, 2019 using the modified retrospective restatement approach, and has not restated comparatives for the 2018 reporting period, as permitted under the specific transitional provisions in the standard.
- 3.4 On adoption of IFRS 16, the Group has recognised liabilities in respect of leases which had previously been classified as operating leases under IAS 17 except for certain short term leases in accordance with IFRS 16. These liabilities were initially measured at the present value of the remaining lease payments, discounted using the Group's incremental weighted average borrowing rate as of January 1, 2019. The lease liability is subsequently measured at amortised cost using the effective interest rate method.
- 3.5 The right-of-use assets recognised subsequent to the adoption are measured based on the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred. The right-of-use assets are depreciated on a straight line basis over the lease term as this method most closely reflects the expected pattern of consumption of future economic benefits. The right-of-use assets are reduced by impairment losses, if any, and adjusted for certain remeasurements of lease liability.

	Un-audited September 30, 2019 (Rupees in thousand)
Building	51,918
Total lease liability recognised	42,135

	Un-audited Nine months ended September 30, 2019 (Rupees in thousand)
Impact on profit and loss account	
Decrease in rent expense	7,483
Increase in finance cost	856
Increase in depreciation expense	6,627

- 3.6 During the period, the Group has changed its accounting policy in respect of subsequent measurement of the carrying amounts of buildings and its related leasehold improvements subsequent to initial recognition. In this respect the Group has decided to follow the revaluation model as allowed under International Accounting Standard "Property, Plant and Equipment" (IAS 16). In accordance with the new policy the buildings and its related leasehold improvements of the Group shall be carried at revalued amount, being their fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent impairment losses. Revaluation of these assets shall be carried out with sufficient regularity to ensure that the carrying amount does not differ materially from that which would be determined using fair value at the reporting date. Previously, the buildings and its related leasehold improvements were carried at their cost less accumulated depreciation and accumulated impairment losses. In the opinion of the management, the revised policy will result in a more realistic reflection of the value of these assets in the condensed interim statement of financial position. Surplus arising due to change in the value of buildings and its related leasehold improvements has been recognised prospectively. The revaluation of these assets resulted in surplus of Rs. 584.348 million as at the date of revaluation.

Surplus arising on revaluation is credited to the surplus on revaluation of property and equipment. This account is shown below equity in these condensed interim statement of financial position. Deficit arising on subsequent revaluation of buildings and its related leasehold improvements is adjusted against the balance in the above mentioned surplus as allowed under the IAS 16. Any deficit in excess of the surplus previously recognised is charged to the condensed interim statement of comprehensive income. The surplus on revaluation of buildings and its related leasehold improvements to the extent of incremental depreciation charged on the related assets is transferred to the unappropriated profit.

Had the accounting policy not been changed, property and equipment and deferred taxation would have been lower by Rs. 584.348 million and Rs. 169.461 million respectively.

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)

	Note	Un-audited	Audited
		Sep. 30, 2019	Dec. 31, 2018
(Rupees in thousand)			
4 PROPERTY AND EQUIPMENT			
Operating assets	4.1	1,286,777	653,535
Capital work in progress		60,553	399,046
		<u>1,347,330</u>	<u>1,052,581</u>
4.1 Operating assets			
Furniture, fixtures and office equipments		147,706	157,815
Buildings		883,906	314,145
Right-of-use assets - Buildings		51,190	-
Motor vehicles- Own		35,896	41,362
Right-of-use assets - Vehicles		168,079	140,213
		<u>1,286,777</u>	<u>653,535</u>
5 INVESTMENTS			
The investments comprise of the following:			
Investments in associates		13,837,148	17,679,112
Fair value through profit or loss		1,820,908	1,719,378
Held to maturity investments		1,877,819	1,956,665
Fair value through other comprehensive income		42,103,220	56,524,176
		<u>59,639,095</u>	<u>77,879,331</u>
Less: current maturity of investments		(6,508,453)	(8,643,291)
		<u>53,130,642</u>	<u>69,236,040</u>

	Un-audited	Audited
	Sep. 30, 2019	Dec. 31, 2018
(Rupees in thousand)		
6 DEPOSITS, PREPAYMENTS, LOANS, ADVANCES AND OTHER RECEIVABLES		
Advances - considered good	33,528	9,043
Advances / loans to agents - unsecured considered good	461	8,925
Sales tax recoverable	45,494	35,350
Salvage recoverable	110,667	46,148
Advances to employees against expenses - unsecured considered good - executives	-	1,206
Receivable against claim administration services	178,582	144,773
Net investment in finance lease	219,982	219,982
Receivable from clients against purchase of marketable securities and commodity contracts	90,425	57,995
Security deposits and prepayments	256,667	191,053
Prepaid reinsurance premium ceded	1,220,963	613,174
Exposure deposit with National Clearing Company of Pakistan Limited / Pakistan Stock Exchange Limited	143,392	155,648
Qard-e-hasan to Participant Takaful Fund	28,000	28,000
Experience refund receivable	7,125	-
Others	164,534	186,302
	<u>2,499,820</u>	<u>1,697,599</u>

7 LONG TERM LOAN

	Note	Un-audited	Audited
		Sep. 30, 2019	Dec. 31, 2018
(Rupees in thousand)			
Secured			
Long term loan	7.1	1,716,667	2,033,333
Less: current maturity of long term loan		(633,334)	(633,334)
		<u>1,083,333</u>	<u>1,399,999</u>

- 7.1 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 Real Estate (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.

8 TRADE AND OTHER PAYABLES

	Note	Un-audited	Audited
		Sep. 30, 2019	Dec. 31, 2018
(Rupees in thousand)			
Federal excise duty		53,214	29,177
Federal insurance fee		3,925	1,977
Agent commission payable		231,667	221,883
Cash margin		243,988	265,036
Certificates of deposit	8.1	594	614
Deposits under lease contracts	8.2	200,583	200,583
Payable against sale of marketable securities		362,250	290,548
Payable against profit on unutilised funds		2,548	1,708
Accrued expenses		330,031	235,980
Payable to National Clearing Company of Pakistan Limited (NCCPL)		25,648	34,123
Qard-e-hasan to Participant's Takaful Fund		-	28,000
Experience refund payable		97,759	98,525
Others		408,602	414,667
		<u>1,960,809</u>	<u>1,822,821</u>

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)

- 8.1 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.

During the period, the Group has repaid a depositor amounting to Rs. 0.020 million along with its related markup.

- 8.2 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.

9 CONTINGENCIES AND COMMITMENTS

There are no material changes in contingencies and commitments as disclosed in financial statements for the year ended December 31, 2018 except for the following:

9.1 Holding Company

During the period, the Additional Commissioner Inland Revenue (ACIR) has passed an order against response submitted by the Holding Company during the year ended December 31, 2018 on notice for explanation over the following matters pertaining to tax year 2017.

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

The Holding Company had already 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. The ACIR accepted the Holding Company's response on admissibility of deductions claimed on account of write-offs and raised tax demand of Rs. 435.869 million.

Subsequent to the period end, the Holding Company has filed an appeal with Commissioner Inland Revenue (Appeals) (CIRA) and is in the process of submitting its response / explanations to CIRA. The management, based on the advice of its tax advisor, is confident of favourable outcome of the proceedings.

During the period, the Holding Company received notice to amend assessment from Additional Commissioner Inland Revenue (ACIR) for the tax year 2018 for explanations over the matters raised in the notice prior to amendment in assessment under section 122 (5A) of the Income Tax Ordinance, 2001 (the Ordinance).

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

- Charge of super tax under section 4B of the Ordinance;
- Taxability of entire income as single basket income in terms of rule 6B of the 4th Schedule of the Ordinance;
- Admissibility of deductions of provision against investments and impairment for doubtful debts; and
- Admissibility of deductions of impairment of goodwill under section 21(n) of the Ordinance.

The Holding Company filed a constitution petition with the Honourable High Court of Sindh on levy of super tax and obtained stay order from for the matter against any adverse action thereto. Moreover, the Holding Company submitted its response on observations to the ACIR. The ACIR accepted the Holding Company's response on provision against investments and impairment of doubtful debts and passed an order on remaining matters raising tax demand of Rs. 475.537 million.

Subsequent to the period end, the Holding Company filed an appeal against the order with Commissioner Inland Revenue (Appeals) (CIRA). The CIRA, in its order, confirmed ACIR stance on super tax and remanded back the matters related to single basket income and impairment of goodwill to ACIR on the grounds that a proper opportunity of being heard was not provided to the Holding Company by ACIR. Consequently, the ACIR has issued notice to the Holding Company to submit its response on these matters. The Holding Company is in process of submitting its response to the ACIR.

9.2 IGI Life Insurance Limited

Sindh Board of Revenue vide notifications Nos. SRB 3-4/5/2019 and SRB 3-4/16/2019 dated May 8, 2019 and June 27, 2019 respectively has exempted the life and health insurance till June 30, 2020 from the scope of applicability of Sindh Sales Tax on Services (SST) under the Sindh Sales Tax Act, 2011. Due to the aforementioned exemption, contingent liability of the Company as at September 30, 2019 is Nil (December 31, 2018: Rs. 250.762 million).

The provincial sales tax exemption on Group Health Insurance and Life Insurance premiums were discontinued / withdrawn on various dates. IGI Life Insurance Limited (IGI Life) has not yet billed its customers for provincial Sales Tax on its life insurance and health insurance premiums since the lapse / withdrawal of exemptions on their respective dates, nor has it made any provision for provincial sales tax in these consolidated condensed interim financial statements for the nine months ended September 30, 2019.

IGI Life is of the view that the levy of sales tax on life insurance business needs to be reviewed in the interest of sustainability and growth of Life Insurance business in Pakistan. The matter for renewal of the exemption has been raised with the Punjab Revenue Authority (PRA) at industry level by Insurance Association of Pakistan. The Securities and Exchange Commission of Pakistan (SECP) being the apex regulator of the insurance industry has also approached provincial revenue authority against the application of sales tax on life and health insurance business. SECP has emphasized that the insurance market in Pakistan is serving an integral component of the economy by providing risk mitigating solutions to the corporate sector. They have also pointed out that most of the individual life insurance policies sold in Pakistan have a predominant savings component and that taxing the gross premium of insurance policies would result in taxing the hard earned savings of the policyholders. IGI Life contends that such tax if charged shall be calculable on the gross amount of premium charged on risk covered in the insurance policy and not on gross premium charged to policyholders that includes amount allocated to policyholders and has sought a legal opinion in support of their contention. In view of this, IGI Life, along with the other participants in the Industry, has filed the Constitutional Petition against the provincial revenue authority and no provision in this respect has been made in these consolidated condensed interim financial statements for the nine months ended September 30, 2019.

Had the sales tax liability on life insurance and health insurance premium been recorded, the profit after tax and earnings per share of the Group would have been lower by Rs. 55.670 million and Rs. 0.39 million respectively while sales tax liability as at September 30, 2019 would have been higher by Rs. 117.981 million.

10 OPERATING REVENUE

Net premium revenue	
Dividend income	
Return on government securities	
Fee, commission and brokerage	
Wakalah fee income	
Return on debt securities	
Loss on sale of securities	

Un-audited	
Nine months ended	
Sep. 30, 2019	Sep. 30, 2018
(Rupees in thousand)	
5,264,181	5,252,394
755,654	1,016,768
1,109,356	778,877
56,126	71,081
74,055	29,604
41,189	-
(9,442)	(42,552)
<u>7,291,119</u>	<u>7,106,172</u>

11 OPERATING EXPENSES

Net claims	
Commission expense - net	
Management expenses	

Un-audited	
Nine months ended	
Sep. 30, 2019	Sep. 30, 2018
(Rupees in thousand)	
4,499,554	4,627,370
607,478	487,855
1,439,925	1,100,698
<u>6,546,957</u>	<u>6,215,923</u>

14 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.

(Un-audited)

For the nine months ended September 30, 2019																				Brokerage Business	Investment Business	Aggregate Total		
Non-life Insurance										Life Insurance														
Fire and property damage	Marine, aviation and transport	Motor	Accident and 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	Health	Miscellaneous		Individual	Group		Individual	Group		Individual family	Group family	Group health					
(Rupees in thousand)																								
Net premium revenue	130,624	183,744	1,057,438	268,408	132,516	-	-	-	-	-	27,775	388,882	287,084	765,903	6,152	1,073,838	28,745	880,579	13,350	138,141	-	-	5,284,181	
Fee, commission and brokerage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	51,701	-	51,701
Waikalah fee income	-	-	-	-	-	14,057	5,021	34,363	18,392	1,222	-	-	-	-	-	-	-	-	-	-	-	-	-	74,055
Investment income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	754,858	754,858
Net claims	(32,567)	(53,710)	(530,859)	(245,885)	(50,887)	-	-	-	-	-	(107,818)	(733,751)	(770,188)	(1,410,782)	(196)	(749,898)	(1,468)	(268,227)	(142)	(144,104)	-	-	(4,500,644)	
Expenses	(244,784)	(73,870)	(175,879)	(48,583)	(84,428)	(1,304)	(370)	(4,072)	(4,004)	(136)	(4,911)	(45,188)	(51,284)	(281,832)	(13,126)	(148,248)	-	(150,478)	(2,979)	(20,853)	(85,268)	(33,772)	(1,534,216)	
Net commission	42,236	24,426	(123,054)	(11,880)	(3,660)	(8,254)	(1,828)	(7,302)	(3,748)	(500)	(280)	(28,680)	(28,384)	(77,175)	(4,889)	(74,294)	-	(178,172)	(8,687)	(5,857)	-	-	(607,478)	
Net Investment Income - Statutory Fund	-	-	-	-	-	-	-	-	-	-	144,773	541,982	9,548	263,481	915	(1,038)	8,389	(104,284)	620	228	-	-	864,945	
Other income-net	-	-	-	-	-	-	-	-	-	-	8,282	15,906	3,313	15,014	1,410	17,240	1,518	67,127	2,405	4,882	-	-	(24,828)	
Add: Policyholders' liabilities at the beginning of period	-	-	-	-	-	-	-	-	-	-	1,560,883	6,075,027	98,103	6,219,006	10,020	320,265	108,582	1,721,087	7,529	33,077	-	-	18,160,539	
Less: Policyholders' liabilities at the end of the period	-	-	-	-	-	-	-	-	-	-	(1,683,187)	(8,072,587)	(148,212)	(5,535,540)	(7,918)	(455,945)	(140,288)	(1,874,819)	(15,138)	(84,483)	-	-	(15,925,888)	
(Surplus) / deficit taken to statutory fund	-	-	-	-	-	-	-	-	-	-	(42,425)	-	-	-	-	-	-	-	-	-	-	-	-	(42,425)
Financial Changes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(173,982)
Segment results	(64,486)	90,783	227,856	(38,718)	3,541	4,388	2,728	12,988	12,638	586	192	121,487	10,881	(211,825)	(7,728)	(46,782)	1,514	(82,887)	(3,072)	(38,318)	(33,588)	557,282	508,881	
Other operating income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	453,788
Unallocated general and administrative expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(856,254)
Share of profit from associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	284,723
Profit before taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	883,448

(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	Accident and 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	Health	Miscellaneous		Individual	Group		Individual	Group		Individual family	Group family	Group health					
(Rupees in thousand)																								
Net premium revenue	136,843	207,687	880,581	228,550	204,883	-	-	-	-	-	28,178	448,044	221,854	993,651	7,881	878,558	37,486	828,195	12,785	123,887	-	-	5,252,894	
Fee, commission and brokerage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	84,242	-	84,242
Waikalah fee income	-	-	-	-	-	2,240	2,757	10,387	6,510	-	-	-	-	-	-	-	-	-	-	-	-	-	-	28,804
Investment income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	78	958,817	958,895
Net claims	(91,658)	(71,406)	(408,598)	(212,803)	(78,275)	-	-	-	-	-	(108,840)	(561,718)	(81,302)	(2,223,875)	(3,853)	(688,172)	(17)	(90,557)	(5,747)	(70,855)	-	-	(4,827,370)	
Expenses	(148,887)	(80,821)	(182,218)	(43,830)	(115,282)	(1,626)	(381)	(2,577)	-	(1,883)	(3,881)	(68,854)	(47,353)	(252,184)	(9,550)	(108,288)	48	(70,486)	(1,148)	(885)	(88,268)	(18,104)	(1,218,152)	
Net commission	43,320	22,222	(86,154)	(8,304)	(38,453)	(3,648)	(1,124)	(4,242)	(1,172)	(2,434)	(27,871)	(18,174)	(180,263)	(6,638)	(54,887)	(128)	(145,213)	(1,548)	(3,229)	-	-	-	(487,855)	
Net Investment Income - Statutory Fund	-	-	-	-	-	-	-	-	-	-	48,516	185,400	3,285	218,848	485	1,100	(878)	(1,185)	88	(786)	-	-	455,114	
Other income-net	-	-	-	-	-	-	-	-	-	-	7,784	12,456	2,277	21,788	35	14,245	128	(5,258)	14	135	-	-	74,138	
Add: Policyholders' liabilities at the beginning of period	-	-	-	-	-	-	-	-	-	-	1,573,879	6,119,817	75,342	8,188,888	11,624	282,324	74,827	1,111,274	5,387	16,502	-	-	17,254,155	
Less: Policyholders' liabilities at the end of the period	-	-	-	-	-	-	-	-	-	-	(1,535,857)	(5,998,322)	(130,438)	(6,751,201)	(10,548)	(408,857)	(111,728)	(1,852,516)	(7,853)	(9,588)	-	-	(18,884,125)	
(Surplus) / deficit taken to statutory fund	-	-	-	-	-	-	-	-	-	-	13,065	-	-	-	-	-	-	-	-	-	-	-	-	13,065
Financial Changes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(86,345)
Segment results	(64,781)	88,582	223,584	(35,487)	(28,813)	1,968	1,722	3,578	-	3,455	-	168,954	28,087	(53,846)	(18,188)	(4,784)	(2)	(3,846)	2,747	(738)	(33,357)	848,785	1,889,182	
Other operating income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	265,227
Unallocated general and administrative expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(254,210)
Share of profit from associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	502,212
Profit before taxation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,603,411

Notes to and forming part of the Consolidated Condensed Interim Financial Statements (un-audited)

(Un-audited)

															September 30, 2019			Brokerage business	Investment Business	Aggregate total			
Non-life Insurance										Life Insurance													
Fire and property damage	Marine, aviation and transport	Motor	Accident and 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	Health	Miscellaneous		Individual	Group		Individual	Group		Individual family				Group family	Group health	
(Rupees in thousand)																							
Segment assets	1,330,373	309,299	533,112	91,560	783,307	-	-	-	-	-	1,946,008	6,542,025	522,716	5,773,945	32,788	511,620	140,855	1,807,519	71,894	71,570	645,629	45,852,580	66,118,662
Unallocated assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,892,543
Consolidated total assets																							69,811,205
Segment liabilities	1,371,521	374,222	1,259,409	302,751	855,819	-	-	-	-	-	1,946,008	6,542,025	506,917	5,725,275	32,788	506,830	140,855	1,807,519	71,894	71,570	783,074	2,179,904	24,070,715
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,512,904
Consolidated total liabilities																							29,583,619

(Audited)

															December 31, 2018			Brokerage business	Investment Business	Aggregate total			
Non-life Insurance										Life Insurance													
Fire and property damage	Marine, aviation and transport	Motor	Accident and 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	Health	Miscellaneous		Individual	Group		Individual	Group		Individual family				Group family	Group health	
(Rupees in thousand)																							
Segment assets	1,115,226	278,362	437,394	100,152	794,581	-	-	-	-	-	1,956,820	6,786,543	428,785	6,433,494	48,355	515,307	113,029	1,794,065	14,869	37,189	571,610	60,741,285	81,042,255
Unallocated assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,211,640
Consolidated total assets																							85,253,895
Segment liabilities	1,134,480	324,583	1,022,419	285,812	855,289	-	-	-	-	-	1,956,820	6,786,543	428,785	5,429,245	48,355	515,307	113,029	1,794,065	14,869	37,189	482,908	2,707,317	23,894,434
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,668,159
Consolidated total liabilities																							27,562,593

15 EARNINGS PER SHARE

	Un-audited		Un-audited	
	Nine months ended		Quarter ended	
	Sep. 30, 2019	Sep. 30, 2018	Sep. 30, 2019	Sep. 30, 2018
	(Rupees in thousand)		(Rupees in thousand)	
Basic / diluted earnings per share				
Profit for the period	695,570	1,087,688	456,932	520,171
	Number of shares		Number of shares	
Weighted average number of ordinary shares	142,630,500	142,242,962	142,630,500	142,242,962
	(Rupees)		(Rupees)	
Earnings per share	4.88	7.65	3.20	3.66

16 GENERAL

Figures in these consolidated condensed interim financial statements have been rounded off to the nearest thousand of rupees. Corresponding figures have been restated / rearranged and reclassified, wherever necessary, for the purpose of comparison.

17 DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were authorised for issue on October 28, 2019 by the Board of Directors of the Group.

Chief Executive Officer

Chief Financial Officer

Director

Shareholders' Information for the Nine Months Ended September 30, 2019 (Un-audited)

Shareholders Category	Number of Shareholders	Number of Shares Held	Percentage
Directors, Chief Executive Officer, and their spouse and minor children	24	42,464,648	29.77
Associated Companies, Undertakings and related Parties	6	53,833,342	37.74
NIT and ICP			
Banks, Development Financial Institutions, Non Banking Financial Institutions	11	6,059,690	4.25
Insurance Companies	8	2,116,519	1.48
Modarabas and Mutual Funds	5	79,001	0.06
Share holders holding 10%	3	66,026,283	46.29
General Public :			
a. local	3,330	24,332,106	17.06
b .Foreign			
Others	144	13,745,244	9.64
Total	3,528	142,630,550	100

Pattern of Shareholding for the Nine Months Ended September 30, 2019 (Un-audited)

Number of Shareholders	No. of Shareholdings		Total Shares
	From	To	
1,829	1	100	44,999
601	101	500	140,165
223	501	1,000	155,756
423	1,001	5,000	968,478
150	5,001	10,000	1,077,073
84	10,001	15,000	992,005
26	15,001	20,000	450,569
22	20,001	25,000	493,566
16	25,001	30,000	431,662
18	30,001	35,000	587,075
5	35,001	40,000	188,170
7	40,001	45,000	292,518
2	45,001	50,000	96,623
12	50,001	55,000	630,128
7	55,001	60,000	406,234
5	60,001	65,000	315,041
2	65,001	70,000	133,806
2	70,001	75,000	148,542
2	75,001	80,000	153,882
7	80,001	85,000	579,269
3	85,001	90,000	250,397
1	90,001	95,000	92,525
6	95,001	100,000	583,269
1	100,001	105,000	101,890
5	110,001	115,000	575,000
1	115,001	120,000	119,830
1	125,001	130,000	125,331
2	130,001	135,000	287,232
3	135,001	140,000	413,269
1	140,001	145,000	143,500
1	150,001	155,000	153,000
1	155,001	160,000	158,269
2	160,001	165,000	325,069
2	170,001	175,000	344,669
2	180,001	185,000	385,321
3	185,001	200,000	591,124
2	225,001	230,000	460,000
3	250,001	255,000	761,268
2	255,001	260,000	517,006
1	260,001	265,000	260,170
1	280,001	285,000	282,785
1	290,001	295,000	292,425
1	305,001	310,000	305,250
2	325,001	330,000	655,682
2	335,001	340,000	678,360
2	345,001	350,000	696,977
1	375,001	380,000	376,565
1	455,001	460,000	460,000
1	490,001	495,000	493,656
1	540,001	545,000	643,450
1	665,001	670,000	667,202
1	670,001	675,000	673,275
2	715,001	720,000	1,437,495
1	730,001	735,000	730,480
1	745,001	750,000	747,500
1	765,001	770,000	767,383
1	825,001	830,000	826,505
1	870,001	875,000	872,650
1	1,110,001	1,115,000	1,110,927
1	1,155,001	1,160,000	1,157,625
1	1,220,001	1,225,000	1,222,668
1	1,265,001	1,270,000	1,266,902
1	1,310,001	1,315,000	1,313,875
1	1,340,001	1,345,000	1,343,103
1	1,405,001	1,410,000	1,409,902
1	1,410,001	1,415,000	1,412,377
1	1,455,001	1,455,000	1,450,528
1	1,930,001	1,935,000	1,932,000
1	2,235,001	2,240,000	2,238,318
1	2,315,001	2,320,000	2,315,493
1	4,485,001	4,490,000	4,489,830
1	5,255,001	5,260,000	5,255,247
1	5,570,001	5,575,000	5,573,737
1	7,160,001	7,165,000	7,164,636
1	9,415,001	9,420,000	9,419,494
1	14,975,001	14,980,000	14,975,406
1	23,980,001	23,985,000	23,982,060
1	27,065,001	27,070,000	27,068,817
3,528			142,630,550

کا طریقہ کار اس کی سرمایہ کاری کے منافع منقسمہ کی تقسیم کے طریقہ کار کے مطابق ہوتا ہے۔ موجودہ مدت کے دوران آئی جی آئی انویسٹمنٹس نے 2018 کی متعلقہ مدت کے 1,706.4 ملین روپے کے مقابلے میں 1,155.6 ملین روپے کی منافع منقسمہ سے آمدنی حاصل کی ہے۔ آئی جی آئی انویسٹمنٹس نے 2018 کے متعلقہ عرصہ کے 1.238.9 ملین روپے کے مقابلے میں 788.5 ملین روپے کا بعد از ٹیکس منافع کمایا۔

آئی جی آئی لائف انشورنس لمیٹڈ

2019 کی 9 ماہ مدت کے دوران آئی جی آئی لائف (بشمول فیملی کفافل کنٹری بیوشن) کا مجموعی پریمیم 3.591 بلین روپے رہا جو گزشتہ سال کی اسی مدت کے دوران 3.706 بلین روپے تھا۔ انفرادی لائف ریگولر پریمیم (بشمول کفافل کنٹری بیوشن) 7 فیصد اضافے کے ساتھ 1,640 ملین روپے رہا جو کہ گزشتہ سال کی اسی مدت کے دوران 1,535 ملین روپے تھا۔ تجدیدی پریمیم گزشتہ سال کی اسی مدت کے 1,078 ملین روپے سے 1,217 ملین روپے تک پہنچنے سے 13 فیصد ترقی حاصل ہوئی۔ انفرادی فیملی کفافل کے ریگولر کنٹری بیوشن میں گزشتہ سال کے مقابلے میں 13 فیصد اضافہ ہوا اور 2018 کے 442 ملین روپے کے مقابلے میں 591 ملین روپے حاصل ہوئے۔

گروپ لائف اور گروپ ہیلتھ پریمیم / کنٹری بیوشن (بشمول کفافل گروپ فیملی اور ہیلتھ) نے گزشتہ سال کی اسی مدت کے مقابلے میں 22 فیصد ترقی کے ساتھ 1,646 ملین روپے (2018 میں 1,345 ملین روپے) حاصل ہوئے۔

رائٹ شیئرز کا اجراء

آئی جی آئی لائف کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس منعقدہ 14 جون 2019 کو 1 بلین روپے رقم کے رائٹ شیئرز کے اجراء کی منظوری دی ہے۔ رائٹ شیئرز کی سبسکریپشن مکمل ہو چکی ہے اور شیئرز حصص یافتگان (شیئرز ہولڈرز) کو الاٹ کر دیئے گئے ہیں۔ تازہ ایکویٹی کی شمولیت سے کمپنی اپنے منافع جات کو بڑھانے اور مناسب صلاحیت کو برقرار رکھنے میں مدد ملے گی جیسا کہ متعین کیا گیا ہے۔

آئی جی آئی فنانیکس سیکورٹیز لمیٹڈ

موجودہ مدت کے دوران، آئی جی آئی سیکورٹیز نے 2018 کی متعلقہ مدت کے 64.3 ملین روپے کے مقابلے میں 51.7 ملین روپے کی آمدنی حاصل کی۔ کمپنی نے اس کے علاوہ 23 ملین کی دیگر آمدنی بھی کمائی جو کہ گزشتہ سال کے اسی مدت میں 15.7 ملین روپے تھی۔ کمپنی نے 85.3 ملین روپے کے ڈائریکٹ اور انتظامی اخراجات برداشت کئے جو کہ گزشتہ سال کی اسی مدت کے مقابلے میں 99.3 ملین روپے تھے۔ آئی جی آئی سیکورٹیز کو 2018 کی اسی مدت کے 26.7 ملین روپے کے بعد از ٹیکس نقصان کے مقابلے میں اس سال 11.9 ملین روپے کا نقصان ہوا۔

ہم اپنے کاروباری شراکت داروں اور تمام اسٹیک ہولڈرز کے اعتماد اور تعاون پر شکریہ ادا کرتے ہیں۔

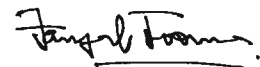
از طرف اور حسب الحکم بورڈ



طاہر مسعود

چیف ایگزیکٹو آفیسر

لاہور، 28 اکتوبر 2019



فریال جمعہ

ڈائریکٹر

لاہور، 28 اکتوبر 2019

ڈائریکٹرز کا جائزہ برائے شیئر ہولڈرز

آپ کی کمپنی کے ڈائریکٹرز اپنی رپورٹ برائے نو ماہی ختم شدہ 30 ستمبر 2019 بشمول کمپنی کے مجموعی عبوری مالیاتی گوشوارے (غیر آڈٹ شدہ) پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

آئی جی آئی ہولڈنگز ایک ہولڈنگ کمپنی کی حیثیت سے 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 انشورنس لائف لمیٹڈ ("آئی جی آئی لائف")، آئی جی آئی فائیکس سیکورٹیز لمیٹڈ ("آئی جی آئی سیکورٹیز") سے منافع مقسمہ (ڈیویڈنڈ) کی صورت میں آمدنی حاصل کرتی ہے۔

گروپ کی کارکردگی کا جائزہ

..... روپے ہزاروں میں

نو ماہی مدت ختم شدہ 30 ستمبر 2018	نو ماہی مدت ختم شدہ 30 ستمبر 2019	
1,603,411	883,148	قبل از ٹیکس منافع
(515,723)	(187,578)	ٹیکسیشن (محصولات)
1,087,688	695,570	بعد از ٹیکس منافع
7.65	4.88	منافع فی شیئر (روپے میں)

اس مدت کے دوران بعد از ٹیکس منافع سال 2018 کی اسی مدت کے 1,087.7 ملین روپے کے مقابلے میں 36% فیصد کمی کے ساتھ 695.6 ملین روپے ہے۔ منافع میں کمی کی اہم وجہ گروپ کے ڈیویڈنڈ منافع میں کمی واقع ہونا ہے۔

رواں مدت کے دوران گروپ کا فی شیئر منافع 4.88 روپے ہے جو گزشتہ سال کی اسی مدت میں 7.65 روپے تھا۔

ذیلی اداروں کی مالیاتی جھلکیاں درج ذیل ہیں:

آئی جی آئی جنرل انشورنس لمیٹڈ

موجودہ مدت کے دوران، کمپنی نے مجموعی پریمیم 4,337 ملین روپے حاصل کیا جو کہ گزشتہ سال کے اسی عرصے کے دوران 3,645 ملین روپے تھا۔ اس طرح خالص پریمیم رواں مدت کے دوران 1,673 ملین روپے سے بڑھ کر 1,809 ملین روپے ہو گیا۔

رواں مدت کے لیے خالص کلیم گزشتہ سال کے 863 ملین روپے کے مقابلے میں 914 ملین روپے تک بڑھ گئے۔ اسی طرح رواں مدت کے دوران 197 ملین روپے کے مقابلے میں 188 ملین روپے کا انڈر رائٹنگ منافع حاصل ہوا۔

کمپنی نے اپنے وٹھ دکا فل آپریشنز سے 11 ملین روپے کے مقابلے میں رواں مدت کے دوران 40 ملین روپے حاصل کمائے۔

کمپنی نے موجودہ مدت کے دوران سرمایہ کاری سے 254 ملین روپے آمدنی حاصل کی جو کہ گزشتہ سال کی اسی مدت کے دوران 107 ملین روپے تھی۔

کمپنی نے موجودہ مدت کے دوران بعد از ٹیکس منافع 367 ملین روپے حاصل کیا جو کہ گزشتہ سال کی اسی مدت کے دوران 231 ملین روپے تھا۔

آئی جی آئی انویسٹمنٹس (پرائیویٹ) لمیٹڈ

آئی جی آئی انویسٹمنٹس کی آمدنی بنیادی طور پر اس کی سرمایہ کاری کے پورٹ فولیو سے حاصل ہونے والے منافع مقسمہ (ڈیویڈنڈ) کی آمدنی پر مشتمل ہے، اس لیے اس کی آمدنی

ڈائریکٹرز کا جائزہ برائے شیئر ہولڈرز

آپ کی کمپنی کے ڈائریکٹرز اپنی رپورٹ برائے نو ماہی ختم شدہ 30 ستمبر 2019 بشمول کمپنی کے انفرادی عبوری مالیاتی گوشوارے (غیر آڈٹ شدہ) پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

کمپنی کی کارکردگی کا جائزہ

..... روپے ہزاروں میں

نو ماہی مدت ختم شدہ 30 ستمبر 2018	نو ماہی مدت ختم شدہ 30 ستمبر 2019	
2,182,664	997,950	کاروباری آمدنی
2,069,181	802,497	قبل از ٹیکس منافع
(84,517)	27,492	ٹیکسیشن (محصولات)
1,984,664	829,989	بعد از ٹیکس منافع
13.95	5.82	منافع فی شیئر (روپے میں)

کمپنی نے موجودہ مدت کے دوران 997.9 ملین روپے آمدنی کمائی جو کہ گزشتہ سال کی اسی مدت کے دوران 2,182.6 ملین روپے تھی اور اس دوران بعد از ٹیکس منافع 829.9 ملین روپے ہے جو کہ 2018 کی اسی مدت کے دوران 1,984.6 ملین روپے تھا۔ فی شیئر منافع 2018 کی اسی مدت کے 13.95 روپے کے مقابلے میں 5.82 روپے رہا۔ منافع میں کمی کی وجہ ذیلی اداروں سے حاصل ہونے والی منافع معسمہ کی کم آمدنی ہے۔

اسی مدت کے دوران، کمپنی نے اپنی ذیلی کمپنی آئی جی آئی لائف انشورنس لمیٹڈ (آئی جی آئی لائف) کے 83,201,959 شیئرز کی سبسکرپشن کی، جس کی رقم 832.23 ملین روپے بنتی ہے اور یہ سبسکرپشن 29 جولائی 2019 کو منعقدہ کمپنی کے غیر معمولی اجلاس عام میں شیئر ہولڈرز کی منظوری کی تعمیل میں ہوئی۔ نتیجتاً کمپنی کی آئی جی آئی لائف میں شیئر ہولڈنگ 81.967 فیصد سے بڑھ کر 82.694 فیصد ہو گئی ہے۔

آئی جی آئی ہولڈنگز ایک ہولڈنگ کمپنی کی حیثیت سے کام انجام دے رہی ہے اور اپنے شیئر ہولڈرز کے لیے اپنے ذیلی اداروں سے آمدنی حاصل کرتی ہے۔ ہمارے چار ذیلی ادارے بنام آئی جی آئی جنرل انشورنس لمیٹڈ، آئی جی آئی لائف، آئی جی آئی انویسٹمنٹس (پرائیویٹ) لمیٹڈ، آئی جی آئی فنانس سیکورٹیز لمیٹڈ مصروف عمل ہیں۔ منافع معسمہ (ڈیویڈنڈ) سے حاصل ہونے والی آمدنی کمپنی کی آمدنی کا اہم ذریعہ ہے اور اس طرح کمپنی کی آمدنی کا دار و مدار ذیلی اداروں کے منافع معسمہ کی تقسیم کے طریقہ کار کے مطابق ہوتا ہے۔

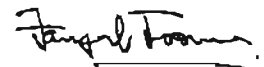
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طاہر مسعود

چیف ایگزیکٹو آفیسر

لاہور، 28 اکتوبر 2019



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






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