



INTERIM FINANCIAL STATEMENTS  
for the half year ended  
June 30, 2017 (Unaudited)

همیشه کلاه



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# COMPANY INFORMATION

## Board of Directors

Khalid Bashir (Chairman)  
Zahid Bashir  
Nadeem Maqbool  
Imran Maqbool  
Khurram Mazhar  
Shams Rafi  
Attaullah A. Rasheed  
Asadullah Khawaja

## Chief Executive Officer

Zahid Bashir

## Chief Financial Officer & Company Secretary

Rao Ali Zeeshan

## Audit Committee

Nadeem Maqbool (Chairman)  
Imran Maqbool (Member)  
Khalid Bashir (Member)  
Asadullah Khawaja (Member)

## Claim Settlement Committee

Attaullah A. Rasheed (Chairman)  
Muhammad Imran (Member)  
Hasan Mustafa (Secretary)

## Underwriting Committee

Imran Maqbool (Chairman)  
Brendan D' Lima (Member)  
M.K. Baig (Member)  
M.A. Hannan Shadani (Secretary)

## Investment Committee

Zahid Bashir (Chairman)  
Nadeem Maqbool (Member)  
Imran Maqbool (Member)  
Asadullah Khawaja (Member)  
Rao Ali Zeeshan (Member)  
Shazia Bashir (Secretary)

### **Co-Insurance & Reinsurance Committee**

Khurram Mazhar (Chairman)  
Brendan D' Lima (Member)  
Kamran Safi Rizvi (Secretary)

### **Ethics, Human Resource, Nomination & Remuneration Committee**

Nadeem Maqbool (Chairman)  
Zahid Bashir (Member)  
Attaullah A. Rasheed (Member)  
Niina Khan (Secretary)

### **Risk Management & Compliance Committee**

Shams Rafi (Chairman)  
Brendan D' Lima (Member)  
Rao Ali Zeeshan (Member)

### **Auditors**

Deloitte Yousuf Adil, Chartered Accountants

### **Legal Advisors**

Arfin & Company Advocates  
Khalid Javed Advocates

### **Registered & Head Office**

5th Floor, State Life Building No.2A  
Wallace Road, Karachi-74000, Pakistan.

Phones : (21) 32416331-4

Fax : (21) 32416572

Email : [info@pil.com.pk](mailto:info@pil.com.pk)

Website : [www.pil.com.pk](http://www.pil.com.pk)

### **Registrar**

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

Phones : (21) 34380101-2

Fax : (21) 34380106

Email : [info.shares@famco.com.pk](mailto:info.shares@famco.com.pk)

# REPORT OF THE DIRECTORS TO THE MEMBERS

The Directors are pleased to present the unaudited condensed interim financial statements of the Company for the half year ended 30 June 2017.

## Review including Window Takaful Operations

	2017	2016
(Amounts in Rupees "000")		
Premium written	<b>373,623</b>	730,084
Net Premium	<b>360,674</b>	330,505
Underwriting result	<b>(48,315)</b>	(138,482)
Investment income	<b>89,826</b>	80,722
Profit / (loss) before taxation	<b>9,351</b>	(135,503)
Profit / (loss) after taxation	<b>3,747</b>	(149,398)
Earnings per share (2016: Restated)	<b>0.08</b>	(3.25)

Your company has earned profit despite a drop in Premium Written by 49%. However, Net premium revenue shows an increase of 9% due to the fact that a significant portion of opening unearned premium reserve has earned during the period. The Company's continuous emphasis on rigorous cost control measures resulted in decrease of overall expenses by 48%. The Company has adopted prudent approach in conducting business as those businesses were not renewed during the period under review which were incurring losses regularly. The net claims to net premium ratio has also decreased from 67% to 57%. Investment income has also increased by 11% despite the fall in overall market index.

## Outlook

A detailed outlook for 2017 is presented in our Annual Report for the year ended 31 December 2016. The Company was faced with some challenges in 2016 which we have successfully managed to overcome and we are hopeful of improved results in the current financial year as evident from the half yearly results. We will continue to focus on customer centric growth as well as explore new avenues where we are able to provide an edge over our customers. It is our intent to grow our market share and become an insurer of choice. We hope that with investments in new technology and human resource we hope to be able to give better returns to our shareholders. It is our view that the equity markets will perform well and as a result our investments will lend support to our operations.

## Acknowledgement

Your directors acknowledged the support and guidance of SECP, SBP and all Regulators and dedication of the company's employees. We are thankful to all our customers and business associates for reposing their confidence in the company.

On behalf of the Board

## Khalid Bashir

Chairman

Karachi: 29 August 2017

# ڈائریکٹران کی رپورٹ ممبران کے لئے:

## مستقبل کا منظر نامہ

ڈائریکٹران اختتام نصف سال 30 جون 2017 کے لئے کمپنی کے غیر آڈٹ شدہ مختصر عبوری مالیاتی گوشوارے پیش کرتے ہوئے مسرت محسوس کرتے ہیں۔

## نظر ثانی بشمول ونڈ وٹا کفل آپریشنز

2017 کا تفصیلی منظر نامہ اختتام سال 2016 کی سالانہ رپورٹ میں پیش کیا گیا ہے۔ 2016 میں کمپنی کو کچھ چیلنجز کا سامنا تھا جن پر کامیابی کے ساتھ قابو پایا گیا اور ہمیں امید ہے کہ موجودہ مالی سال میں بہتر نتائج سامنے آئیں گے جیسا کہ نصف سالی نتائج سے ظاہر ہوتا ہے۔ ہم مستقل مزاجی کے ساتھ کسٹمر کی نمو پر توجہ مرکوز رکھنے کے ساتھ ساتھ نئی راہیں تلاش کریں گے جن سے ہمارے کسٹمرز کو دوسروں پر فوقیت حاصل ہو جائے گی۔ ہماری خواہش ہے کہ مارکیٹ میں ہمارے حصے میں اضافہ ہو اور ہم ایک بہترین بیمہ کار کمپنی بن کر ابھریں۔ ہمیں امید ہے نئی ٹیکنالوجی میں سرمایہ کاری اور انسانی وسائل کے ذریعے ہم حصص یافتگان کو بہتر نفع پہنچانے میں کامیاب ہو جائیں گے۔ ہمیں توقع ہے کہ ایکویٹی مارکیٹ بہتر انداز میں کام کرے گی جس کے نتیجے میں ہونے والی سرمایہ کاری ہمارے آپریشنز میں معاون ثابت ہوگی۔

## اقرار نامہ

2017	2016	
373,623	730,084	تحریری پر بیمہ
360,674	330,505	خالص پر بیمہ
(48,315)	(138,482)	انڈر رائٹنگ (ذمہ داری) نتائج
89,826	80,722	سرمایہ کاری سے منافع
9,351	(135,503)	منافع / (خسارہ) قبل از ٹیکس
3,747	(149,398)	منافع / (خسارہ) بعد از ٹیکس
0.08	(3.25)	فی حصص منافع (2016: از سر نو تخمینہ)

آپ کے ڈائریکٹران ایس ای سی پی، ایس بی پی اور تمام گمراہ اداروں کی گمراہ قدر رہنمائی و سرپرستی اور کمپنی کے ملازمین کی انتھک جدوجہد پر ان کا تہہ دل سے شکریہ ادا کرتے ہیں۔ ہم اپنے تمام کسٹمرز اور کاروباری ساتھیوں کے شکر گزار ہیں کہ انہوں نے کمپنی پر اپنے اعتماد کا اظہار کیا۔

از طرف

خالد بشیر

چیئر مین

کراچی، 29 اگست 2017ء

تحریری پر بیمہ میں 49 فیصد کمی کے باوجود آپ کی کمپنی منافع میں رہی۔ تاہم، غیر اکتسابی افتتاحی پر بیمہ کے ذخائر کا ایک بڑا حصہ اسی مدت میں موصول ہوا جس کی وجہ سے خالص پر بیمہ میں 9 فیصد اضافہ ہوا۔ لاگت پر قابو پانے کے لئے تسلسل کے ساتھ سخت گیر اقدامات کی وجہ سے کمپنی کے اخراجات میں 48 فیصد کمی ہوئی۔ اس مدت کے دوران کمپنی کے کاروبار کے لئے محتاط رویہ اپنایا گیا اور ایسے کسی سودے کی تجدید نہیں کی گئی جو مسلسل کاروبار میں نقصان کا باعث بن رہا ہو۔ خالص پر بیمہ کے خالص دعووں کی شرح بھی 67 فیصد سے کم ہو کر 57 فیصد رہ گئی۔ مجموعی منڈی کے اشاریہ میں کمی کے باوجود سرمایہ کاری سے حاصل ہونے آمدنی میں 11 فیصد اضافہ ہوا۔

# AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO THE MEMBERS

## Introduction

### **We have reviewed the accompanying:**

- (i) condensed interim balance sheet;
- (ii) condensed interim profit and loss account;
- (iii) condensed interim statement of comprehensive income;
- (iv) condensed interim statement of changes in equity;
- (v) condensed interim statement of cash flows;
- (vi) condensed interim statement of premium;
- (vii) condensed interim statement of claims;
- (viii) condensed interim statement of expenses; and
- (ix) condensed interim statement of investment income.

of Premier Insurance Limited (the Company) as of and for the half year ended June 30, 2017 together with the selected notes forming part thereof (here-in-after referred to as the condensed interim financial information). Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information. The figures of the condensed interim financial information for the quarter ended June 30, 2017 have not been reviewed by us as we are required to review only the cumulative figures for the half year ended June 30, 2017.

# AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO THE MEMBERS

## Scope of Review

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

## Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as of and for the half year ended June 30, 2017 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

## Chartered Accountants

Engagement Partner:

Mushtaq Ali Hirani

Karachi

Date: 29 August 2017



# CONDENSED INTERIM BALANCE SHEET

As at June 30, 2017

(Amounts in Rupees '000)

Unaudited  
March 2017

Audited  
December 2016

Note

## SHAREHOLDERS' EQUITY AND LIABILITIES

### Share capital and reserves

Authorized share capital

75,000,000 ordinary shares of Rs 10 each (2016: 50,000,000 ordinary shares of Rs 10 each)

750,000

750,000

Issued, subscribed and paid-up capital

45,968,278 (2016: 41,789,344) ordinary shares of Rs 10 each

8

459,682

417,893

Accumulated loss

(276,355)

(280,102)

Reserves

1,062,494

1,104,283

**Shareholders' equity**

**1,245,821**

**1,242,074**

### Underwriting provisions

Provision for outstanding claims (including IBNR)

1,089,802

1,161,637

Unearned premium

280,340

509,562

Commission income unearned

19,896

42,155

**Total underwriting provisions**

**1,390,038**

**1,713,354**

### Deferred liability

Staff retirement benefits

11,064

13,441

**Liabilities against assets subject to finance lease**

**3,615**

**5,643**

### Creditors and accruals

Current maturity of finance lease

3,768

3,514

Amounts due to other insurers / reinsurers

190,738

290,824

Accrued expenses

15,202

15,202

Taxation - provision less payments

52,248

54,174

Other creditors and accruals

9

292,372

334,840

**554,328**

**698,554**

### Other liabilities

Unclaimed dividend

26,220

26,235

Total liabilities of Window Takaful Operations - Operator's Fund

**31,537**

**45,853**

## TOTAL EQUITY AND LIABILITIES

**3,262,622**

**3,745,154**

## CONTINGENCIES AND COMMITMENTS

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# CONDENSED INTERIM BALANCE SHEET

As at June 30, 2017

(Amounts in Rupees '000)

Unaudited  
March 2017

Audited  
December 2016

Note

## ASSETS

### Cash and bank deposits

Cash and stamps	617	1,039
Current and other accounts	65,647	416,675

### Investments

11 1,115,046 905,304

### Loan - unsecured considered good

1,812 1,475

### Investment properties

25,192 25,210

### Other assets

Premium due but unpaid	443,259	539,596
Amounts due from other insurers / reinsurers	277,455	322,927
Accrued investment income	56	1,105
Accrued salvage recoveries	13,478	15,771
Reinsurance recoveries against outstanding claims	760,564	786,215
Deferred commission expense	43,965	86,921
Prepayments	107,689	214,078
Deposits and other receivables	57,215	66,029
	1,703,681	2,032,642

### Fixed assets- Tangible and Intangible

13

#### Tangible

Land and buildings	162,504	163,062
Furniture, fixtures and office equipment	22,177	22,783
Motor vehicles - Owned	41,719	51,189
Motor vehicles - Leased	11,198	12,644
Capital work in progress	26,109	26,109

#### Intangible

Computer software	6,337	6,718
	270,044	282,505

Total assets of Window Takaful

Operations (including Qard-e-hasna) - Operator's Fund 80,583 80,304

### TOTAL ASSETS

3,262,622 3,745,154

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)

For the quarter and half year June 30, 2017

(Amounts in Rupees '000)

		For the quarter ended June 30					2017	2016
	Note	Fire and property damage	Marine, aviation & transport	Motor	Misc.	Treaty	Aggregate	Aggregate
<b>Revenue accounts</b>								
Net premium revenue		20,297	10,812	73,309	34,804	-	<b>139,222</b>	101,504
Net claims		(16,102)	(2,048)	(39,898)	(25,346)	-	<b>(83,394)</b>	(135,647)
Management expenses		(23,007)	(12,317)	(18,819)	(10,546)	-	<b>(64,689)</b>	(101,195)
Net commission		(5,741)	(2,262)	(8,719)	(5,942)	-	<b>(22,664)</b>	(24,530)
<b>Underwriting result</b>		<b>(24,553)</b>	<b>(5,815)</b>	<b>5,873</b>	<b>(7,030)</b>	<b>-</b>	<b>(31,525)</b>	(159,868)
Investment income							<b>38,514</b>	50,335
Gain on disposal of fixed assets							<b>1,927</b>	1,165
Other income							<b>107</b>	-
General and administration expenses							<b>(24,359)</b>	(32,701)
Profit / (loss) before tax from window takaful operations - OPF							<b>9,488</b>	(6,795)
<b>Loss before tax</b>							<b>(5,848)</b>	(147,864)
Provision for taxation							<b>630</b>	(10,340)
<b>Loss after tax</b>							<b>(5,222)</b>	(158,204)
<b>Earnings per share - basic and diluted (Rupees)- restated</b>								
							<b>(0.11)</b>	(3.46)

	For the half year ended June 30					2017	2016
<b>Revenue accounts</b>							
Net premium revenue	39,555	23,425	150,890	72,705	-	<b>286,575</b>	317,770
Net claims	(20,610)	(3,287)	(76,229)	(61,099)	-	<b>(161,225)</b>	(213,999)
Management expenses	(41,061)	(20,237)	(42,769)	(18,556)	-	<b>(122,623)</b>	(197,719)
Net commission	(10,398)	(5,115)	(18,106)	(11,220)	-	<b>(44,839)</b>	(42,886)
<b>Underwriting result</b>	<u>(32,514)</u>	<u>(5,214)</u>	<u>13,786</u>	<u>(18,170)</u>	-	<b>(42,112)</b>	(136,834)
Investment income						<b>84,031</b>	76,166
Gain on disposal of fixed assets						<b>3,658</b>	1,165
Other income						<b>155</b>	-
General and administration expenses						<b>(47,968)</b>	(59,871)

# CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)

For the quarter and half year June 30, 2017

(Amounts in Rupees '000)

Profit / (loss) before tax  
from window takaful  
operations - OPF

**Profit / (loss) before tax**

Provision for taxation-  
current

**Profit / (loss) after tax**

<b>11,587</b>	(16,129)
<b>9,351</b>	(135,503)
<b>(5,604)</b>	(13,895)
<b>3,747</b>	<b>(149,398)</b>

**Profit and loss  
appropriation account**

Balance at  
commencement of the  
year

**(280,102)** 51,424

Profit / (loss) after tax  
for the year 16

**3,747** (149,398)

Transfer from general  
reserves

**41,789** 104,473

Cash dividend for 2016  
- Nil (2015: @ Re. 1 per  
share)

- (34,824)

Bonus shares for the  
year 2016 at 10% (2015:  
20%)

**(41,789)** (69,649)

**Accumulated (loss) at the  
end of the period**

**(276,355)** **(97,974)**

**Earnings per share  
- basic and diluted  
(Rupees) - restated** 16

**0.08** **(3.25)**

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the quarter and half year June 30, 2017

(Amounts in Rupees '000)

	Quarter ended June 30,		Half year ended June 30,	
	<b>2017</b>	2016	<b>2017</b>	2016
Net (loss) / profit for the year	<b>(5,222)</b>	(158,204)	<b>3,747</b>	(149,398)
Other comprehensive income for the period				
Item not to be re-classified to profit and loss account in subsequent period:	-	-	-	-
Remeasurement of defined benefit plan for the year - net of tax	-	-	-	-
Total comprehensive income	<b><u>(5,222)</u></b>	<u>(158,204)</u>	<b><u>3,747</u></b>	<u>(149,398)</u>

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

For the half year June 30, 2017

(Amounts in Rupees '000)

	2017	2,016
<b>OPERATING CASH FLOWS</b>		
<b>a) Underwriting activities</b>		
Premium received	453,764	537,806
Reinsurance premium paid	(246,190)	(204,332)
Claims paid	(324,182)	(257,643)
Reinsurance and other recoveries received	116,773	103,296
Commissions paid	(79,636)	(77,764)
Commissions received	23,207	56,982
Net cash (used in) / generated from underwriting activities	(56,264)	158,345
<b>b) Other operating activities</b>		
Income tax paid	(7,530)	(15,415)
General management expenses paid	(122,623)	(197,719)
Other operating payments	(34,357)	(59,871)
Other income	155	-
Investment income received	19,535	21,990
Advances, deposits and sundry receivables	4,075	(31,052)
Other liabilities and accruals	(13,530)	27,869
Net cash used in other operating activities	(154,275)	(254,198)
<b>Total cash used in operating activities</b>	<b>(210,539)</b>	<b>(95,853)</b>
<b>INVESTMENT ACTIVITIES</b>		
Investments made	(592,549)	(286,221)
Proceeds from disposal of investments	446,254	773,817
Fixed capital expenditure	(1,990)	(25,078)
Proceeds from disposal of fixed assets	9,164	8,500
<b>Total cash (used in) / generated from investing activities</b>	<b>(139,121)</b>	<b>471,018</b>
<b>FINANCING ACTIVITIES</b>		
Dividends paid	(15)	(35,242)
Payment against finance lease	(1,774)	(2,479)
<b>Total cash (used in) financing activities</b>	<b>(1,789)</b>	<b>(37,721)</b>
<b>Total cash flow (used in) / generated from all activities</b>	<b>(351,450)</b>	<b>337,444</b>
Cash and cash equivalents at beginning of the period	417,714	84,797
<b>Cash and cash equivalents at the end of the period</b>	<b>66,264</b>	<b>422,241</b>

# CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

For the half year June 30, 2017

(Amounts in Rupees '000)

	2017	2016
<b>Reconciliation to profit and loss account</b>		
Operating cash flows	<b>(210,539)</b>	(95,853)
Depreciation	<b>(9,748)</b>	(6,989)
Investment income	<b>64,496</b>	54,176
Gain on disposal of fixed assets	<b>3,658</b>	1,165
Profit / (loss) from window takaful operations	<b>11,587</b>	(16,129)
Increase / (decrease) in assets other than cash	<b>(327,575)</b>	524,607
Decrease / (increase) in liabilities	<b>471,869</b>	(610,375)
<b>Profit / (loss) after taxation</b>	<b>3,747</b>	(149,398)

## Definition of cash

Cash comprises cash in hand, stamps in hand, current and saving accounts and short-term deposits.

Cash for the purpose of the statement of cash flows consists of:

## Cash and other equivalents

Cash	<b>199</b>	304
Stamps in hand	<b>418</b>	1,067
	<b>617</b>	1,371

## Current and other accounts

Current accounts	<b>23,180</b>	8,077
Savings accounts	<b>42,467</b>	412,793
	<b>65,647</b>	420,870

## Total cash and cash equivalents

<b>66,264</b>	422,241
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The annexed notes from 1 to 18 form an integral part of these financial statements.

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the half year June 30, 2017

(Amounts in Rupees '000)

	Share capital	Reserves							Total reserves	Total equity
	Issued, subscribed paid-up	Capital reserves		Reserve for issue of bonus shares	Revenue reserves		Unappropri- ated profit / (accumulated loss)			
		Reserve for exceptional losses	Devaluation reserve		General reserve	Reserve for bad and doubtful debts				
Balance at January 1, 2016	348,244	19,490	185	-	1,188,731	350	51,424	1,260,180	1,608,424	
Loss for the period ended June 30, 2016	-	-	-	-	-	-	(149,398)	(149,398)	(149,398)	
Other comprehensive income	-	-	-	-	-	-	-	-	-	
Total comprehensive income for the period ended June 30, 2016	-	-	-	-	-	-	(149,398)	(149,398)	(149,398)	
Transfer from general reserve	-	-	-	-	(34,824)	-	34,824	-	-	
Cash dividend for the year ended December 31, 2015	-	-	-	-	-	-	(34,824)	(34,824)	(34,824)	
Transferred from reserve for issue of bonus shares	-	-	-	69,649	(69,649)	-	-	-	-	
Bonus shares issued	69,649	-	-	(69,649)	-	-	-	(69,649)	-	
Balance as at June 30, 2016	417,893	19,490	185	-	1,084,258	350	(97,974)	1,006,309	1,424,202	
Balance as at January 01, 2017	417,893	19,490	185	-	1,084,258	350	(280,102)	824,181	1,242,074	
Profit for the period ended June 30, 2017	-	-	-	-	-	-	3,747	3,747	3,747	
Other comprehensive income	-	-	-	-	-	-	-	-	-	
Total comprehensive income for the period ended June 30, 2017	-	-	-	-	-	-	3,747	3,747	3,747	
Transfer from reserve to issue of bonus shares	-	-	-	41,789	(41,789)	-	-	-	-	
Bonus shares issued	41,789	-	-	(41,789)	-	-	-	-	-	
Balance as at June 30, 2017	459,682	19,490	185	-	1,042,469	350	(276,355)	827,928	1,245,821	

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer



# CONDENSED INTERIM STATEMENT OF PREMIUM (UNAUDITED)

For the quarter and half year June 30, 2017

(Amounts in Rupees '000)

Business underwritten inside Pakistan

		For the quarter ended June 30							2017	2016
Class	Premium written	Unearned premium reserve		Premium earned	Reinsurance ceded	Prepaid reinsurance premium ceded		Reinsurance expense	Net premium revenue	Net premium revenue
		Opening	Closing			Opening	Closing			
Direct and Facultative										
Fire and property damage	51,759	175,326	117,549	109,536	44,805	127,714	83,280	89,239	20,297	57,360
Marine, aviation and transport	28,361	11,547	13,441	26,468	18,025	6,408	8,777	15,656	10,812	(128,901)
Motor	38,890	147,751	113,003	73,638	(237)	566	-	329	73,309	92,285
Miscellaneous	23,825	65,961	36,347	53,439	13,028	18,938	13,331	18,635	34,804	80,760
Total	142,835	400,585	280,340	263,081	75,621	153,626	105,388	123,859	139,222	101,504
Treaty Proportional	-	-	-	-	-	-	-	-	-	-
Grand Total	142,835	400,585	280,340	263,081	75,621	153,626	105,388	123,859	139,222	101,504
		For the half year ended June 30							2017	2016
Direct and Facultative										
Fire and property damage	104,460	237,562	117,549	224,473	88,698	179,500	83,280	184,918	39,555	137,865
Marine, aviation and transport	51,482	13,650	13,441	51,691	30,334	6,709	8,777	28,266	23,425	(117,906)
Motor	108,805	156,689	113,003	152,491	385	1,216	-	1,601	150,890	163,856
Miscellaneous	47,208	101,661	36,347	112,522	26,687	26,461	13,331	39,817	72,705	133,955
Total	311,955	509,562	280,340	541,177	146,104	213,886	105,388	254,602	286,575	317,770
Treaty Proportional	-	-	-	-	-	-	-	-	-	-
Grand Total	311,955	509,562	280,340	541,177	146,104	213,886	105,388	254,602	286,575	317,770

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF CLAIMS (UNAUDITED)

For the quarter and half year June 30, 2017

(Amounts in Rupees '000)

Business underwritten inside Pakistan

For the quarter ended June 30									2017	2016
Class	Outstanding claims			Claims expense	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims 2		Reinsurance and other recoveries revenue	Net claims expense	Net claims expense
	Claims paid	Opening	Closing			Opening	Closing			
Direct and Facultative										
1 Fire and property damage	25,165	110,200	117,492	32,457	6,223	88,440	98,572	16,355	16,102	5,918
2 Marine, aviation and transport	14,510	446,337	443,275	11,448	10,320	439,360	438,440	9,400	2,048	1,912
3 Motor	40,580	39,519	38,776	39,837	84	445	300	(61)	39,898	29,761
4 Miscellaneous	64,412	506,922	490,259	47,749	20,675	221,524	223,252	22,403	25,346	98,056
Total	144,667	1,102,978	1,089,802	131,491	37,302	749,769	760,564	48,097	83,394	135,647
Treaty 5 Proportional	-	-	-	-	-	-	-	-	-	-
Grand Total	144,667	1,102,978	1,089,802	131,491	37,302	749,769	760,564	48,097	83,394	135,647
Class	For the half year ended June 30								2017	2016
	Claims paid	Opening	Closing	Claims expense	Reinsurance and other recoveries received	Opening	Closing	Reinsurance and other recoveries revenue	Net claims expense	Net claims expense
1 Fire and property damage	56,535	129,523	117,492	44,504	23,066	97,744	98,572	23,894	20,610	32,080
2 Marine, aviation and transport	25,522	455,507	443,275	13,290	19,159	447,596	438,440	10,003	3,287	6,156
3 Motor	78,861	41,166	38,776	76,471	262	320	300	242	76,229	67,757
3 Miscellaneous	163,264	535,441	490,259	118,082	74,286	240,555	223,252	56,983	61,099	108,006
4 Total	324,182	1,161,637	1,089,802	252,347	116,773	786,215	760,564	91,122	161,225	213,999
Treaty 5 Proportional	-	-	-	-	-	-	-	-	-	-
Grand Total	324,182	1,161,637	1,089,802	252,347	116,773	786,215	760,564	91,122	161,225	213,999

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF EXPENSES (UNAUDITED)

For the quarter and half year June 30, 2017

(Amounts in Rupees '000)

Business underwritten inside Pakistan

For the quarter ended June 30								2017	2016
Class	Commission paid or payable	Opening deferred commission	Closing deferred commission	Net commission expense	Other management expenses	Underwriting expenses	Commission from reinsurers	Net underwriting expense	Net underwriting expense
1 Fire and property damage	9,100	33,419	21,708	20,811	23,007	43,818	15,070	28,748	48,246
2 Marine, aviation and transport	5,346	2,259	2,560	5,045	12,317	17,362	2,783	14,579	3,600
3 Motor	4,301	17,279	12,835	8,745	18,819	27,564	26	27,538	28,724
4 Miscellaneous	2,668	13,905	6,862	9,711	10,546	20,257	3,769	16,488	45,155
Total	21,415	66,862	43,965	44,312	64,689	109,001	21,648	87,353	125,725
Treaty 5 Proportional	-	-	-	-	-	-	-	-	-
Grand Total	21,415	66,862	43,965	44,312	64,689	109,001	21,648	87,353	125,725
Class	For the half year ended June 30							2017	2016
1 Fire and property damage	20,081	44,205	21,708	42,578	41,061	83,639	32,180	51,459	86,611
2 Marine, aviation and transport	10,000	2,685	2,560	10,125	20,237	30,362	5,010	25,352	11,800
3 Motor	12,237	18,793	12,835	18,195	42,769	60,964	89	60,875	68,448
4 Miscellaneous	5,031	21,238	6,862	19,407	18,556	37,963	8,187	29,776	73,746
Total	47,349	86,921	43,965	90,305	122,623	212,928	45,466	167,462	240,605
Treaty 5 Proportional	-	-	-	-	-	-	-	-	-
Grand Total	47,349	86,921	43,965	90,305	122,623	212,928	45,466	167,462	240,605

Note: Commission from reinsurers is arrived at after taking the impact of opening and closing unearned commission. The annexed notes from 1 to 18 form an integral part of these financial statements.

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF INVESTMENT INCOME (UNAUDITED)

For the quarter and half year June 30, 2017

(Amounts in Rupees '000)

	Quarter ended June 30		Half year ended June 30	
	2017	2016	2017	2016
<b>Income from non-trading investments</b>				
Return on bank deposits	1,678	993	5,034	1,822
<b>Available for sale</b>				
Dividend income	9,789	9,793	17,153	20,933
Gain on sale of investments- net	28,110	40,497	63,447	54,777
	37,899	50,290	80,600	75,710
Investment management expenses	(1,063)	(948)	(1,603)	(1,366)
<b>Net investment income</b>	<b>38,514</b>	<b>50,335</b>	<b>84,031</b>	<b>76,166</b>

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the half year ended June 30, 2017

## 1. STATUS AND NATURE OF BUSINESS

Premier Insurance Limited (the Company) was incorporated as a public limited company in Pakistan in May 1952 and is engaged in general insurance business. The shares of the Company are listed on the Pakistan Stock Exchange. The registered office of the Company is situated at 5th Floor, State Life Building No. 2A, Wallace Road, Karachi. The Company has been authorised to work as Window Takaful Operator on October 2, 2015 by Securities and Exchange Commission of Pakistan (SECP) under SECP Takaful Rules, 2012 to carry on General Window Takaful Operations in Pakistan.

## 2. BASIS OF PRESENTATION

These condensed interim financial information have been prepared in accordance with the format of financial statements issued by the Securities and Exchange Commission of Pakistan (SECP) through Securities and Exchange Commission (Insurance) Rules, 2002 [SEC(Insurance) Rules, 2002] vide S.R.O. 938 dated December 12, 2002.

The condensed interim financial information are prepared and presented in Pakistani Rupees, which is the Company's functional and presentation currency.

## 3. STATEMENT OF COMPLIANCE

These condensed interim financial information have been prepared in accordance with the requirements of International Accounting Standard -34 (IAS -34) "Interim Financial Reporting" as applicable in Pakistan for interim reporting, provisions of and directives issued under the Companies Ordinance, 1984, the Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984, Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002 shall prevail.

From October 2015, the Company has been granted permission by Securities and Exchange Commission of Pakistan to transact Window Takaful Operations. In terms of the requirements of the Takaful Rules 2012, read with SECP Circular 25 of 2015 dated July 9, 2015, the assets, liabilities and profit and loss of the Operator Fund of the General Takaful operations of the Company have been presented as a single line item in the balance sheet and profit and loss account of the Company respectively.

Further, a separate set of financial information of the General Takaful operations has been annexed to these financial information as per the requirements of the Takaful Rules 2012.

The SECP has allowed the insurance companies to defer the application of International Accounting Standard - 39 (IAS-39), Financial Instruments: Recognition

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the half year ended June 30, 2017

and Measurement, in respect of valuation of 'available for sale investments'. Accordingly, the requirements of IAS-39, to the extent allowed by the SECP as aforesaid, have not been considered in the preparation of these financial information.

## **4. SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial information are the same as those applied in the preparation of the annual financial statements for the year ended December 31, 2016.

## **5. ESTIMATES AND JUDGMENTS**

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

In preparing these condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements as at and for the year ended December 31, 2016.

## **6. FINANCIAL AND INSURANCE RISK MANAGEMENT**

The Company's financial and insurance risk management objectives and policies are consistent with those disclosed in the annual financial statements as at and for the year ended December 31, 2016.

## **7. PREMIUM DEFICIENCY RESERVE**

No provision has been made as the unearned premium reserve for each class of business as at June 30, 2017 is considered adequate to meet the expected liability after reinsurance, for claims and other expenses, expected to be incurred after the balance sheet date in respect of policies in force at the balance sheet date.

## **8. ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL**

The Board of Directors in its meeting held on April 07, 2017 announced a bonus issue of 10% (41,789 shares), which was distributed out of reserves. The distribution was approved by the shareholders in the Annual General Meeting held on April 29, 2017.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the half year ended June 30, 2017

		Unaudited June 30, 2017	Audited December 31, 2016
Note		(Rupees in '000)	
<b>9</b>	<b>OTHER CREDITORS AND ACCRUALS</b>		
	Commissions payable	<b>231,338</b>	263,625
	Federal excise duty & sales tax	<b>7,748</b>	8,859
	Federal insurance fee	<b>211</b>	219
	Deposits and margins	<b>4,259</b>	4,803
	Others	<b>48,816</b>	57,334
		<b>292,372</b>	334,840

- 9.1** This includes provision for rent amounting to Rs 14 million (2016: 14 million). The Company is in litigation against the landlord. The possibility of the eventual beneficiary being other than the Company is considered remote by the Company's legal advisor. However, the Company has made a provision of the disputed amount as a matter of prudence.

		Unaudited June 30, 2017	Audited December 31, 2016
Note		(Rupees in '000)	

## 10 CONTINGENCIES AND COMMITMENTS

Commitment for capital expenditure	<b>15,038</b>	15,038
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There are no contingencies on the reporting date except as disclosed in note 9.1 and 12.1.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the half year ended June 30, 2017

	Note	Unaudited June 30, 2017	Audited December 31, 2016
(Rupees in '000)			
<b>11 INVESTMENTS</b>			
<b>Available for sale</b>			
<b>Related Parties</b>			
Quoted Shares [market value of Rs. 273.14 million (2016: Rs. 211.1 million)]		<b>169,976</b>	157,575
Unquoted shares		<b>118,983</b>	118,983
		<b>288,959</b>	276,558
<b>Others</b>			
Quoted Shares [market value of Rs. 999.002 million (2016: Rs. 665.3 million)]		<b>792,191</b>	599,484
Mutual funds [market value of Rs. 55.3 million (2016: Rs. 50.1 million)]	11.1	<b>34,158</b>	29,524
		<b>826,349</b>	629,008
Less: impairment		<b>(262)</b>	(262)
		<b>1,115,046</b>	905,304

- 11.1** Mutual funds includes Rs. 32.8 million (2016 : Rs. 29.5 million) placed as statutory deposit with the State Bank of Pakistan, Market value of these investment is Rs. 52.2 million (2016 : Rs. 50.1 million).



# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the half year ended June 30, 2017

	Note	Unaudited June 30, 2017 (Rupees in '000)	Audited December 31, 2016
<b>12 DEPOSITS AND OTHER RECEIVABLES</b>			
Deposits	12.1	<b>47,803</b>	58,226
Other receivables		<b>9,412</b>	7,803
		<b><u>57,215</u></b>	<u>66,029</u>

**12.1** These include Rs 24 million (2016: 24 million) deposited under a court order in respect of a claim where the possibility of the eventual beneficiary being other than the Company is considered remote by the Company's legal advisor.

## 13. FIXED ASSETS – TANGIBLE AND INTANGIBLE

During the period, the Company acquired fixed assets for Rs 1.9 million (June 30, 2016: Rs 25.1 million). The company has disposed off assets with written down value (WDV) of Rs 5.5 million at sale price of Rs 9.1 million. (June 30, 2016: WDV Rs. 7.3 at sale price of Rs. 8.5 million)

## 14. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise associated companies, entities under common control, entities with common directors, major shareholders, directors, key management personnel and funded employee retirement benefit scheme.

Transactions and balances with related parties, including remuneration and retirement benefits, are as follows:

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the half year ended June 30, 2017

<b>Transactions for the period</b>		Unaudited June 30, 2017	Unaudited June 30, 2016
<b>Associated undertakings</b>	Note	(Rupees in `000)	
Premium written		<b>32,700</b>	103,819
Claims paid		<b>5,077</b>	95,094
Dividend paid		-	8,810
Commission paid		<b>6,127</b>	2,217
Dividend received		-	810
<b>Others</b>			
Premium written		<b>8</b>	275
Dividend paid		-	1,595
Meeting fees		<b>642</b>	629
Remuneration and retirement benefits to key personnel		<b>61,905</b>	72,945
<b>Period-end balances</b>		Unaudited June 30, 2017	Audited December 31, 2016
<b>Associated undertakings</b>			
Premium receivable		<b>155,285</b>	150,796
Claims outstanding		<b>16,624</b>	30,663
<b>Others</b>			
Premium receivable		<b>383</b>	356

Transactions with related parties are in the normal course of business at rates and terms consistent with the market. Other related party transactions such as those relating to key management personnel and retirement plans are in accordance with terms of employment and company policy.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the half year ended June 30, 2017

## 15. SEGMENT REPORTING

The following presents segment assets and liabilities as at June 30, 2017 and December 31, 2016.

	<u>Fire and property damages</u>		<u>Marine, aviation &amp; transport</u>		<u>Motor</u>		<u>Miscellaneous</u>		<u>Total</u>	
	<u>June 30,</u> <u>2017</u>	<u>December</u> <u>30, 2016</u>	<u>June 30,</u> <u>2017</u>	<u>December</u> <u>30, 2016</u>	<u>June 30,</u> <u>2017</u>	<u>December</u> <u>30, 2016</u>	<u>June 30,</u> <u>2017</u>	<u>December</u> <u>30, 2016</u>	<u>June 30,</u> <u>2017</u>	<u>December</u> <u>30, 2016</u>
(Rupees in '000)										
Segment assets	<b>449,408</b>	689,365	<b>570,942</b>	484,416	<b>269,210</b>	274,486	<b>354,549</b>	517,049	<b>1,644,109</b>	1,965,316
Unallocated corporate assets									<b>1,618,513</b>	1,779,838
<b>Consolidated total assets</b>									<b><u>3,262,622</u></b>	<u>3,745,154</u>
Segment liabilities	<b>314,536</b>	522,273	<b>489,768</b>	479,425	<b>218,265</b>	282,146	<b>558,208</b>	720,334	<b>1,580,777</b>	2,004,178
Unallocated corporate liabilities									<b>436,025</b>	498,902
<b>Consolidated total liabilities</b>									<b><u>2,016,802</u></b>	<u>2,503,080</u>

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the half year ended June 30, 2017

## 16. EARNINGS PER SHARE – basic and diluted

Basic earnings per share are calculated by dividing the net profit / (loss) for the period by the weighted average number of shares at the period end as follows:

	Unaudited June 30, 2017	Unaudited June 30, 2016
Profit / (loss) after tax for the period (Rupees in '000)	<b>3,747</b>	(149,398)
Weighted average number of shares	<b>45,968,200</b>	45,968,200
Basic earnings per share of Rs 10 each – Rupees	<b>0.08</b>	(3.25)

The Company has not issued any instrument which would dilute its basic earnings per share when exercised.

## 17. DATE OF AUTHORIZATION OF ISSUE

These condensed interim financial statements were authorized for issue on 29 August 2017 by the Board of Directors of the Company.

## 18. GENERAL

All amounts have been rounded off to the nearest thousand Rupees, unless otherwise stated.

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

FINANCIAL  
STATEMENTS  
(WINDOW  
TAKAFUL  
OPERATIONS).



# AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO THE MEMBERS

## Introduction

### **We have reviewed the accompanying:**

- (i) condensed interim balance sheet;
- (ii) condensed interim profit and loss account;
- (iii) condensed interim statement of comprehensive income;
- (iv) condensed interim statement of changes in fund;
- (v) condensed interim statement of cash flows;
- (vi) condensed interim statement of contribution;
- (vii) condensed interim statement of claims;
- (viii) condensed interim statement of expenses of operator's fund;
- (ix) condensed interim statement of expenses of participants' takaful fund; and
- (x) condensed interim statement of investment income

of Premier Insurance Limited – Window Takaful Operations (the Operator) as of and for the half year ended June 30, 2017 together with the selected notes forming part thereof (here-in-after referred to as the condensed interim financial information). Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information. The figures of the condensed interim financial information for the quarter ended June 30,

2017 have not been reviewed by us as we are required to review only the cumulative figures for the half year ended June 30, 2017.

### **Scope of Review**

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

### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as of and for the half year ended June 30, 2017 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

### **Chartered Accountants**

Engagement Partner:

Mushtaq Ali Hirani

Karachi

Date: 29 August 2017

# CONDENSED INTERIM BALANCE SHEET

As at June 30, 2017

(Amounts in Rupees '000)

	Note	Unaudited Jun-17		Audited 2016
		Operator's Fund (OPF)	Participants' Takaful Fund (PTF)	Aggregate
				Aggregate
<b>FUNDS AND LIABILITIES</b>				
<b>Operator's fund</b>				
Statutory fund		50,000	-	50,000
Qard-e-hasna contributed to PTF		(12,500)	-	(12,500)
Accumulated loss		(21,857)	-	(21,857)
		15,643	-	15,643
<b>Waqf / Participants' takaful fund</b>				
Ceded money		-	500	500
Qard-e-hasna contributed by OPF		-	12,500	12,500
Accumulated deficit		-	(11,383)	(11,383)
		-	1,617	1,617
<b>Underwriting provisions</b>				
Provision for outstanding claims (including IBNR)		-	42,385	42,385
Unearned contribution		-	67,376	67,376
Unearned retakaful rebate		-	1,672	1,672
<b>Total underwriting provisions</b>		-	111,433	111,433
<b>Creditors and accruals</b>				
Amounts due to other takaful / retakaful operators		-	38,532	38,532
Unearned wakala fees		23,592	-	23,592
Wakala and mudarib fee payable		-	1,726	1,726
Payable to Premier Insurance Limited		20,903	-	20,903
Other creditors and accruals	8	7,945	1,225	9,170
		52,440	41,483	93,923
<b>TOTAL FUND AND LIABILITIES</b>		68,083	154,533	222,616

# CONDENSED INTERIM BALANCE SHEET

As at June 30, 2017

(Amounts in Rupees '000)

	Note	Unaudited Jun-17		Audited 2016
		Operator's Fund (OPF)	Participants' Takaful Fund (PTF)	Aggregate
<b>ASSETS</b>				<b>Aggregate</b>
<b>Cash and bank deposits</b>				
Cash and stamps		-	29	29
Current and other accounts		5,091	35,555	40,646
		5,091	35,584	40,675
<b>Investments</b>	9	52,164	600	52,764
<b>Other assets</b>				
Contribution due but unpaid		-	25,195	25,195
Amounts due from other takaful / retakaful operators		-	53,453	53,453
Accrued salvage			3,000	3,000
Wakala and mudarib fee receivable		1,726	-	1,726
Deferred wakala fee		-	23,592	23,592
Deferred commission expense		5,757	-	5,757
Retakaful recoveries against outstanding claims		-	4,651	4,651
Prepayments		-	7,585	7,585
Accrued profit		-	127	127
Deposits and other receivables	10	635	746	1,381
		8,118	118,349	126,467
Fixed assets		2,710	-	2,710
<b>TOTAL ASSETS</b>		<b>68,083</b>	<b>154,533</b>	<b>222,616</b>

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer



# CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)

For the quarter and half year ended June 30, 2017

(Amounts in Rupees '000)

(Amounts in Rupees 000)	For the quarter ended June 30, 2017					2017	2016
	Fire and property damage	Marine, aviation & transport	Motor	Misc.	Treaty	Aggregate	Aggregate
<b>PTF revenue accounts</b>							
Net contribution revenue	194	551	33,692	2,919	-	<b>37,356</b>	10,216
Wakala expense	(2,585)	(700)	(11,914)	(1,418)	-	<b>(16,617)</b>	(5,230)
Direct expense	(275)	(361)	(4,637)	(592)	-	<b>(5,865)</b>	(2,257)
Net claims	(52)	(181)	(18,390)	(4,727)	-	<b>(23,350)</b>	(4,684)
Rebate from re-takaful operations	<u>1,610</u>	<u>333</u>	<u>17</u>	<u>219</u>	-	<u><b>2,179</b></u>	<u>996</u>
<b>Underwriting result</b>	<u>(1,108)</u>	<u>(358)</u>	<u>(1,232)</u>	<u>(3,599)</u>	-	<u><b>(6,297)</b></u>	<u>(959)</u>
<b>Deficit for the period</b>						<u><b>(6,297)</b></u>	<u>(959)</u>
<b>Operator's revenue accounts</b>							
Wakala fee	2,585	700	11,914	1,418	-	<b>16,617</b>	5,230
Commission expenses	(1,405)	(328)	(2,609)	(325)	-	<b>(4,667)</b>	(1,784)
Management expenses	<u>(176)</u>	<u>(554)</u>	<u>(5,876)</u>	<u>(1,299)</u>	-	<u><b>(7,905)</b></u>	<u>(14,173)</u>
	<u>1,004</u>	<u>(182)</u>	<u>3,429</u>	<u>(206)</u>	-	<u><b>4,045</b></u>	<u>(10,727)</u>
Investment income						<b>5,483</b>	4,513
General and administration expenses						<b>(40)</b>	(581)
<b>Profit for the period</b>						<u><b>9,488</b></u>	<u>(6,795)</u>
	For the half year ended June 30, 2017					2017	2016
<b>PTF revenue accounts</b>							
Net contribution revenue	1,276	564	64,871	7,388	-	<b>74,099</b>	12,735
Wakala expense	(5,730)	(1,481)	(23,339)	(3,381)	-	<b>(33,931)</b>	(6,514)
Direct expense	(408)	(448)	(6,088)	(607)	-	<b>(7,551)</b>	(2,782)
Net claims	(67)	(157)	(33,114)	(10,230)	-	<b>(43,568)</b>	(6,311)
Rebate from re-takaful operations	<u>3,308</u>	<u>890</u>	<u>120</u>	<u>430</u>	-	<u><b>4,748</b></u>	<u>1,224</u>
<b>Underwriting result</b>	<u>(1,621)</u>	<u>(632)</u>	<u>2,450</u>	<u>(6,400)</u>	-	<u><b>(6,203)</b></u>	<u>(1,648)</u>
<b>Deficit for the period</b>						<u><b>(6,203)</b></u>	<u>(1,648)</u>

# CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)

For the quarter and half year ended June 30, 2017

(Amounts in Rupees '000)

						2017 Aggregate	2016 Aggregate
<b>Accumulated deficit</b>							
Balance at commencement of the year						(5,180)	(352)
Deficit for the period						(6,203)	(1,648)
Balance at the end of the period						<u>(11,383)</u>	<u>(2,000)</u>
<b>Operator's revenue accounts</b>							
Wakala fee	5,730	1,481	23,339	3,381	-	33,931	6,514
Commission expenses	(3,110)	(739)	(5,162)	(823)	-	(9,834)	(2,188)
Management expenses	(989)	(1,085)	(14,760)	(1,471)	-	(18,225)	(23,980)
	<u>1,631</u>	<u>(343)</u>	<u>3,417</u>	<u>1,087</u>	<u>-</u>	<u>5,872</u>	<u>(19,654)</u>
Investment income						5,795	4,556
General and administration expenses						(80)	(1,031)
<b>Profit for the period</b>						<u>11,587</u>	<u>(16,129)</u>
<b>Accumulated loss</b>							
Balance at commencement of the year						(33,444)	(5,895)
Profit for the period						11,587	(16,129)
Balance at the end of the period						<u>(21,857)</u>	<u>(22,024)</u>

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the quarter and half year ended June 30, 2017

(Amounts in Rupees '000)

	<b>2017</b>	2016	<b>2017</b>	2016
	Quarter ended June 30		Half year ended June 30	
<b>OPERATORS' FUND</b>				
Profit / (Loss) for the period	<b>9,488</b>	(6,795)	<b>11,587</b>	(16,129)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u><b>9,488</b></u>	<u>(6,795)</u>	<u><b>11,587</b></u>	<u>(16,129)</u>

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

For the half year ended June 30, 2017

(Amounts in Rupees '000)

	Operator's Fund	Participants Fund	2017 Aggregate	2016 Aggregate
<b>OPERATING CASH FLOWS</b>				
a) Takaful activities				
Contribution received	-	60,818	<b>60,818</b>	40,773
Re-takaful contributions paid	-	9,601	<b>9,601</b>	(6,896)
Claims paid	-	(27,450)	<b>(27,450)</b>	(370)
Re-takaful and other recoveries received	-	442	<b>442</b>	-
(Commissions paid) / re-takaful rebate received	(6,271)	1,763	<b>(4,508)</b>	3,237
Wakala fees received	32,000	-	<b>32,000</b>	28,455
Wakala fees paid	-	(32,000)	<b>(32,000)</b>	(28,455)
Net cash generated from underwriting activities	25,729	13,174	<b>38,903</b>	36,744
b) Other operating activities				
General and administration expenses paid	(18,305)	(7,551)	<b>(25,856)</b>	(26,762)
Other operating payments	328	-	<b>328</b>	(1,031)
Accrued salvage	-	(3,000)	<b>(3,000)</b>	-
Investment income received	5,795	-	<b>5,795</b>	4,556
Other liabilities and accruals	(399)	(1,588)	<b>(1,987)</b>	(1,808)
Paid by Premier Insurance	3,008	-	<b>3,008</b>	-
Qard-e-hasna contributions	(7,000)	7,000	<b>-</b>	-
Net cash used in other operating activities	(16,573)	(5,139)	<b>(21,712)</b>	(25,045)
<b>Total cash generated from operating activities</b>	<b>9,156</b>	<b>8,035</b>	<b>17,191</b>	<b>11,699</b>
<b>INVESTMENT ACTIVITIES</b>				
Investments made	(4,422)	-	<b>(4,422)</b>	(3,342)
<b>Total cash used in investing activities</b>	<b>(4,422)</b>	<b>-</b>	<b>(4,422)</b>	<b>(3,342)</b>
<b>Total cash generated from all activities</b>	<b>4,734</b>	<b>8,035</b>	<b>12,769</b>	<b>8,357</b>
Cash and cash equivalents at beginning of the year	357	27,549	<b>27,906</b>	7,190
<b>Cash and cash equivalents at the end of the year</b>	<b>5,091</b>	<b>35,584</b>	<b>40,675</b>	<b>15,547</b>
<b>Reconciliation to profit and loss account</b>				
Operating cash flows	9,156	8,035	<b>17,191</b>	11,699
Depreciation	(328)	-	<b>(328)</b>	-
Qard-e-hasna	7,000	(7,000)	<b>-</b>	-
Increase / (decrease) in assets other than cash	(15,549)	(21,433)	<b>(36,982)</b>	97,883
(Increase) / decrease in liabilities	11,308	14,195	<b>25,503</b>	(127,359)
<b>Profit / (Loss) for the period</b>	<b>11,587</b>	<b>(6,203)</b>	<b>5,384</b>	<b>(17,777)</b>

# CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

For the half year ended June 30, 2017

(Amounts in Rupees '000)

	Operator's Fund	Participants Fund	2017 Aggregate	2016 Aggregate
<b>Attributed to</b>				
Operators' Fund	11,587	-	<b>11,587</b>	(16,129)
Participant's Takaful Fund	-	(6,203)	<b>(6,203)</b>	(1,648)
	<u>11,587</u>	<u>(6,203)</u>	<u><b>5,384</b></u>	<u>(17,777)</u>

## Definition of cash

Cash comprises cash in hand, stamps in hand, current and saving accounts and short-term deposits.

Cash for the purpose of the statement of cash flows consists of:

## Cash and other equivalents

Cash	-	4	<b>4</b>	182
Stamps	-	25	<b>25</b>	-
	<u>-</u>	<u>29</u>	<u><b>29</b></u>	<u>182</u>

## Current and other accounts

Current and savings accounts	5,091	35,555	<b>40,646</b>	15,365
Total cash and cash equivalents	<u>5,091</u>	<u>35,584</u>	<u><b>40,675</b></u>	<u>15,547</u>

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF CHANGES IN FUND (UNAUDITED)

For the half year ended June 30, 2017

(Amounts in Rupees '000)

	Operator's Fund			
	Statutory fund	Qard-e-hasna	Accumulated loss	Total
Balance at January 01, 2016	50,000	-	(5,895)	44,105
Loss for the period ended June 30, 2016	-	-	(16,129)	(16,129)
<b>Balance as at June 30, 2016</b>	<b>50,000</b>	<b>-</b>	<b>(22,024)</b>	<b>27,976</b>
Balance as at January 01, 2017	50,000	(5,500)	(33,444)	11,056
Profit for the period ended June 2017	-	-	11,587	11,587
Qard-e-hasna contributed to PTF	-	(7,000)	-	(7,000)
<b>Balance as at June 30, 2017</b>	<b>50,000</b>	<b>(12,500)</b>	<b>(21,857)</b>	<b>15,643</b>

  

	Participants' Fund			
	Cede Money	Qard-e-hasna	Accumulated Deficit	Total
Balance at January 01, 2016	500	-	(352)	148
Deficit for the period ended June 30, 2016	-	-	(1,648)	(1,648)
<b>Balance as at June 30, 2016</b>	<b>500</b>	<b>-</b>	<b>(2,000)</b>	<b>(1,500)</b>
Balance as at January 01, 2017	500	5,500	(5,180)	820
Deficit for the period ended June 30, 2017	-	-	(6,203)	(6,203)
Qard-e-hasna contributed by OPF	-	7,000	-	7,000
<b>Balance as at June 30, 2017</b>	<b>500</b>	<b>12,500</b>	<b>(11,383)</b>	<b>1,617</b>

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF CONTRIBUTION (UNAUDITED)

For the quarter and half year ended June 30, 2017

(Amounts in Rupees '000)

Business underwritten inside Pakistan

For the quarter ended June 30, 2017										Net contribution revenue	
Class	Contribution written	Unearned Contribution reserve		Contribution earned	Re-takaful contribution ceded	Prepaid re-takaful contribution		Re-takaful expense		2017	2016
		Opening	Closing			Opening	Closing				
Direct and Facultative											
1 Fire and property damage	577	12,141	5,341	7,377	443	12,318	5,578	7,183		194	786
2 Marine, aviation and transport	1,858	799	660	1,997	1,607	409	570	1,446		551	1014
3 Motor	19,632	71,740	57,333	34,039	-	434	87	347		33,692	6102
4 Miscellaneous	4,642	3,437	4,042	4,037	665	1,803	1,350	1,118		2,919	2314
Total	26,709	88,117	67,376	47,450	2,715	14,964	7,585	10,094		37,356	10,216
Treaty 5 Proportional	-	-	-	-	-	-	-	-		-	-
Grand total	26,709	88,117	67,376	47,450	2,715	14,964	7,585	10,094		37,356	10,216
Class											
For the half year ended June 30, 2017											
Direct and Facultative											
1 Fire and property damage	3,332	18,368	5,341	16,359	2,905	17,756	5,578	15,083		1,276	1,308
2 Marine, aviation and transport	3,656	1,233	660	4,229	3,196	1,039	570	3,665		564	1,317
3 Motor	49,724	74,290	57,333	66,681	531	1,366	87	1,810		64,871	7,499
4 Miscellaneous	4,956	8,721	4,042	9,635	854	2,743	1,350	2,247		7,388	2,611
Total	61,668	102,612	67,376	96,904	7,486	22,904	7,585	22,805		74,099	12,735
Treaty 5 Proportional	-	-	-	-	-	-	-	-		-	-
Grand total	61,668	102,612	67,376	96,904	7,486	22,904	7,585	22,805		74,099	12,735

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF CLAIMS (UNAUDITED)

For the quarter and half year ended June 30, 2017

(Amounts in Rupees '000)

Business underwritten inside Pakistan

For the quarter ended June 30, 2017										
Class	Claims paid	Outstanding claims		Claims expense	Retakaful and other recoveries received	Retakaful and other recoveries in respect of outstanding claims		Retakaful and other recoveries revenue	Net claims expense	
		Opening	Closing			Opening	Closing		2017	2016
Direct and Facultative										
1 Fire and property damage	36	1,019	1,179	196	1	598	741	144	52	2,200
2 Marine, aviation and transport	-	1,933	3,745	1,812	-	1,584	3,215	1,631	181	24
3 Motor	8,464	19,638	29,585	18,411	-	6	27	21	18,390	2,459
4 Miscellaneous	4,943	8,097	7,876	4,722	51	724	668	(5)	4,727	1
Total	13,443	30,687	42,385	25,141	52	2,912	4,651	1,791	23,350	4,684
Treaty 5 Proportional	-	-	-	-	-	-	-	-	-	-
Grand total	13,443	30,687	42,385	25,141	52	2,912	4,651	1,791	23,350	4,684
For the half year ended June 30, 2017										
Direct and Facultative										
1 Fire and property damage	100	614	1,179	665	111	254	741	598	67	2,200
2 Marine, aviation and transport	45	2,223	3,745	1,567	40	1,845	3,215	1,410	157	24
3 Motor	16,001	12,415	29,585	33,171	35	5	27	57	33,114	4,086
4 Miscellaneous	11,304	8,799	7,876	10,381	256	773	668	151	10,230	1
Total	27,450	24,051	42,385	45,784	442	2,877	4,651	2,216	43,568	6,311
Treaty 5 Proportional	-	-	-	-	-	-	-	-	-	-
Grand total	27,450	24,051	42,385	45,784	442	2,877	4,651	2,216	43,568	6,311

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer



# CONDENSED INTERIM STATEMENT OF EXPENSES - OPF (UNAUDITED)

For the quarter and half year ended June 30, 2017

(Amounts in Rupees '000)

Business underwritten inside Pakistan

For the quarter ended June 30, 2017							
Class	Commission paid or payable	Deferred commission		Net commission expense	Management expenses	Net expenses OPF	
		Opening	Closing			2017	2016
Direct and Facultative							
1 Fire and property damage	180	2,191	966	1,405	176	<b>1,581</b>	1,005
2 Marine, aviation and transport	322	149	143	328	554	<b>882</b>	1,801
3 Motor	1,403	5,583	4,377	2,609	5,876	<b>8,485</b>	9,136
4 Miscellaneous	239	357	271	325	1,378	<b>1,703</b>	4,015
Total	2,144	8,280	5,757	4,667	7,984	<b>12,651</b>	15,957
Treaty 5 Proportional	-	-	-	-	-	-	-
Grand total	2,144	8,280	5,757	4,667	7,984	<b>12,651</b>	15,957
For the half year ended June 30, 2017							
Class							
Direct and Facultative							
1 Fire and property damage	585	3,491	966	3,110	989	<b>4,099</b>	3,245
2 Marine, aviation and transport	655	227	143	739	1,085	<b>1,824</b>	3,077
3 Motor	3,459	6,080	4,377	5,162	14,760	<b>19,922</b>	14,643
4 Miscellaneous	258	836	271	823	1,471	<b>2,294</b>	5,203
Total	4,957	10,634	5,757	9,834	18,305	<b>28,139</b>	26,168
Treaty 5 Proportional	-	-	-	-	-	-	-
Grand total	4,957	10,634	5,757	9,834	18,305	<b>28,139</b>	26,168

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

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Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF EXPENSES - PTF (UNAUDITED)

For the quarter and half year ended June 30, 2017

(Amounts in Rupees '000)

Business underwritten inside Pakistan

Class	For the quarter ended June 30, 2017						Net expenses PTF	
	Gross wakala fee	Deferred wakala fee		Net expense	PTF direct expenses	Rebate from re-takaful operations	2017	2016
		Opening	Closing					
Direct and Facultative								
1 Fire and property damage	202	4,254	1,871	2,585	275	1,610	1,250	739
2 Marine, aviation and transport	651	280	231	700	361	333	728	790
3 Motor	6,871	25,109	20,066	11,914	4,637	17	16,534	3,617
4 Miscellaneous	1,625	1,217	1,424	1,418	592	219	1,791	1,345
Total	9,349	30,860	23,592	16,617	5,865	2,179	20,303	6,491
Treaty 5 Proportional	-	-	-	-	-	-	-	-
Grand total	9,349	30,860	23,592	16,617	5,865	2,179	20,303	6,491
Class	For the half year ended June 30, 2017							
Direct and Facultative								
1 Fire and property damage	1,166	6,435	1,871	5,730	408	3,308	2,830	1,102
2 Marine, aviation and transport	1,280	432	231	1,481	448	890	1,039	1,005
3 Motor	17,403	26,002	20,066	23,339	6,088	120	29,307	4,451
4 Miscellaneous	1,735	3,070	1,424	3,381	607	430	3,558	1,514
Total	21,584	35,939	23,592	33,931	7,551	4,748	36,734	8,072
Treaty 5 Proportional	-	-	-	-	-	-	-	-
Grand total	21,584	35,939	23,592	33,931	7,551	4,748	36,734	8,072

Note: Commission from retakaful operators is arrived at after taking the impact of opening and closing unearned commission. The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF INVESTMENT INCOME (UNAUDITED)

For the quarter and half year ended June 30, 2017

(Amounts in Rupees '000)

	<b>2017</b>	2016	<b>2017</b>	2016
	Quarter ended June 30		Half year ended June 30	
Income from non-trading investments				
Return on bank deposits	<b>387</b>	57	<b>699</b>	100
Dividend income	<b>5,096</b>	4,456	<b>5,096</b>	4,456
Investment income	<u><b>5,483</b></u>	<u>4,513</u>	<u><b>5,795</b></u>	<u>4,556</u>

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

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the half year ended June 30, 2017

## 1. STATUS AND NATURE OF BUSINESS

Premier Insurance Limited (the Operator) has been authorised to undertake Window Takaful Operations (WTO) on October 2, 2015 by Securities and Exchange Commission of Pakistan (SECP) under SECP Takaful Rules, 2012 to carry on General Window Takaful Operations in Pakistan.

For the purpose of carrying on the Takaful business, the Operator has formed a Waqf (Participants' Takaful Fund (PTF)) on October 31, 2015 under the Waqf Deed with a Cede money of Rs. 500,000. The Waqf Deed and PTF Policies (Waqf Rules) govern the relationship of Operator, Waqf and Participants for management of Takaful operations, investment of Waqf and Operator's Fund as approved by the Shariah Advisor of the Operator. The accounts of the Waqf are maintained by the Operator in a manner that the assets and liabilities of Waqf remain separately identifiable. The condensed interim financial statements of the Operator are prepared such that the financial position and results from the operations of Waqf and the Operator are shown separately.

## 2. BASIS OF PRESENTATION

These condensed interim financial information have been prepared on the format of financial statements issued by the Securities and Exchange Commission of Pakistan (SECP) through Securities and Exchange Commission (Insurance) Rules, 2002 [SEC(Insurance) Rules, 2002] and SECP Circular No.25 of 2015 dated July 9, 2015.

The condensed interim financial information are prepared and presented in Pakistani Rupees, which is the functional and presentation currency. These condensed interim financial information reflect the financial position and results of operations of both the Operator and PTF in a manner that the assets, liabilities, revenue and expenses of the Operator and PTF remain separately identifiable.

## 3. STATEMENT OF COMPLIANCE

These condensed interim financial information of the WTO have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984, the Insurance Ordinance, 2000, the SEC (Insurance) Rules, 2002 and SECP Takaful Rules, 2012. In case where requirements differ, the provisions or directives of the Companies Ordinance, 1984, Insurance Ordinance, 2000, the SEC (Insurance) Rules, 2002 and SECP Takaful Rules, 2012 shall prevail.

These condensed interim financial information do not include all the information and disclosures required in the annual financial statements.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the half year ended June 30, 2017

## 4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial information are the same as those applied in the preparation of the annual financial statements for the year ended December 31, 2016.

## 5. ESTIMATES AND JUDGMENTS

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

In preparing these condensed interim financial information, the significant judgments made by the management in applying the company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended December 31, 2016.

## 6. FINANCIAL AND INSURANCE RISK MANAGEMENT

The Company's financial and takaful risk management objectives and policies are consistent with those disclosed in the annual financial statements as at and for the period ended December 31, 2016.

## 7. CONTRIBUTION DEFICIENCY RESERVE

No provision has been made as the unearned contribution reserve for each class of business as at June 30, 2017 is considered adequate to meet the expected liability after retakaful, for claims and other expenses, expected to be incurred after the balance sheet date in respect of policies in force at the balance sheet date.

## 8. OTHER CREDITORS AND ACCRUALS

	June 30, 2017			Audited December 31, 2016
	OPF	PTF	Aggregate	Aggregate
-----Rupees in '000'-----				
Federal insurance fee	-	85	85	82
Sales tax on services	-	1,019	1,019	1,852
Commission payable	6,940	-	6,940	8,254
Auditors Fee	80	-	80	240
Others	925	121	1,046	1,420
	<u>7,945</u>	<u>1,225</u>	<u>9,170</u>	<u>11,848</u>

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the half year ended June 30, 2017

## 9. INVESTMENTS - OPF

Audited  
Decemeber 31,  
2016

		June 30, 2017			
Available for sale-lower of cost or market value					
Mutual funds (unit trusts)		OPF	PTF	Aggregate	Aggregate
		-----Rupees in '000'-----			
Number of units	Name of entity				
3,337,648 (2016: 3,111,485)	"NAFA Islamic Asset Allocation Fund"	<u>52,164</u>	<u>600</u>	<u>52,764</u>	<u>48,342</u>
	Market value Rs 57.014 million (2016: Rs 57.88 million)				

## 10. DEPOSITS AND OTHER RECEIVABLES

Deposit miscellaneous - OPF	<b>605</b>	-	<b>605</b>	231
Federal excise duty - OPF	<b>30</b>	-	<b>30</b>	30
Federal excise duty - PTF	-	<b>746</b>	<b>746</b>	538
	<u><b>635</b></u>	<u><b>746</b></u>	<u><b>1,381</b></u>	<u>799</u>

## 11. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise associated companies, entities under common control, entities with common directors, major shareholders, directors, key management personnel and funded employee retirement benefit scheme.

Transactions and balances with related parties, including remuneration and retirement benefits, are as follows:

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the half year ended June 30, 2017

## Transactions for the period Associated undertakings

2017

2016

Rupees in '000'

Premium written	<b>1,758</b>	149
Claims paid	<b>4</b>	-
Commission paid	<b>77</b>	-

## Period-end balances

### Associated undertakings

Claims outstanding	<b>107</b>	-
Premium receivable	<b>742</b>	<b>163</b>

## 12. SEGMENT REPORTING

The following presents segment assets and liabilities as at June 30, 2017 and December 31, 2016

	Fire and property damage		Marine, aviation & transport		Motor		Misc.		Aggregate	
	June 30, 2017	Decem-ber 31, 2016	June 30, 2017	Decem-ber 31, 2016	June 30, 2017	Decem-ber 31, 2016	June 30, 2017	Decem-ber 31, 2016	June 30, 2017	Decem-ber 31, 2016
<b>Operator's Fund</b>										
Segment assets	966	3,491	143	227	4,377	6,080	271	836	<b>5,757</b>	10,634
Unallocated corporate assets									<b>62,326</b>	64,170
<b>Consolidated total assets</b>									<b>68,083</b>	74,804
Segment liabilities	1,871	6,435	231	432	20,066	26,002	1,424	3,070	<b>23,592</b>	35,939
Unallocated corporate liabilities									<b>28,848</b>	27,809

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the half year ended June 30, 2017

## Consolidated total liabilities

<b>52,440</b>	63,748
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## Participants' Takaful Fund

Segment assets	12,439	66,777	8,679	7,812	86,595	50,079	9,763	12,899	<b>117,476</b>	137,567
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Unallocated corporate assets									<b>37,057</b>	30,093
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## Consolidated total assets

<b>154,533</b>	167,660
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Segment liabilities	9,878	17,521	6,820	4,668	117,998	77,044	15,268	17,592	<b>149,964</b>	116,825
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Unallocated corporate liabilities									<b>2,952</b>	50,015
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## Consolidated total liabilities

<b>152,916</b>	166,840
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### 13. DATE OF AUTHORIZATION OF ISSUE

These condensed interim financial information were authorized for issue on 29 August 2017 by the Board of Directors of the company.

### 14. GENERAL

All amount have been rounded off to the nearest thousand Rupees.

**Khalid Bashir**  
Chairman

**Imran Maqbool**  
Director

**Nadeem Maqbool**  
Director

**Rao Ali Zeeshan**  
Chief Financial Officer



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## CSD North Lahore

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Fax: 042-35407006

## Canal Branch Lahore

162 Shadman II Lahore.  
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## Mall Branch Lahore

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## Peshawar Branch

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Since 1952 as a life-time companion we have delivered distinctive general insurance services across the country with diligence, zeal and commitment. Yet our journey to excel continues; to do more and better for our clients.

**Premier Insurance Limited**

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