

Interim Financial Information
for the half year ended June 30, 2020
(Unaudited)



بمیشه کالو

Company Information

- 02 Company Information
- 04 Report of the Directors to Members
- 08 Independent Auditor's Review Report

Financial Statements

- 09 Condensed Interim Statement of Financial Position
- 10 Condensed Interim Statement of Profit and Loss Account
- 11 Condensed Interim Statement of Comprehensive Income
- 12 Condensed Interim Statement of Changes in Equity
- 13 Condensed Interim Statement of Cash Flows
- 15 Notes to the Condensed Interim Financial Information

Financial Statement (Window Takaful)

- 37 Independent Auditor's Review Report
- 38 Condensed Interim Statement of Financial Position
- 39 Condensed Interim Statement of Profit and Loss
- 40 Condensed Interim Statement of Comprehensive Income
- 41 Condensed Interim Statement of Changes in Fund
- 42 Condensed Interim Statement of Cash Flows
- 44 Notes to the Condensed Interim Financial Information

Branch Network

63

Company Information

Board of Directors

Khalid Bashir
(Chairman)

Ahsan Bashir

Sharik Bashir

Shameen Azfar

Imran Maqbool

Shams Rafi

Mr. Asadullah Khawaja

Attaullah A. Rasheed

Chief Executive Officer

Nadeem Maqbool

Chief Financial Officer

Amjed Bahadur Ali

Company Secretary & Head of Compliance

Zeeshan Sattar

Audit Committee

Asadullah Khawaja
(Chairman)

Khalid Bashir
(Member)

Imran Maqbool
(Member)

Oan Ali Mustansir
(Secretary)

Ethics, Human Resource, Remuneration & Nomination Committee

Attaullah A Rasheed
(Chairman)

Shameen Azfar
(Member)

Nadeem Maqbool
(Member)

Niina Khan
(Secretary)

Risk Management Committee

Ahsan Bashir
(Chairman)

Nadeem Maqbool
(Member)

Imran Maqbool
(Member)

Asadullah Khawaja
(Member)

Sharik Bashir
(Member)

Amjed Bahadur Ali
(Secretary)

Claim Settlement Committee

Imran Maqbool
(Chairman)

Attaullah A. Rasheed
(Chairman)

Afzal-ur-Rehman
(Member)

Hassan Mustafa
(Member/Secretary)

Underwriting Committee

Imran Maqbool
(Chairman)

M. K. Baig
(Member)

Afzal Ur Rehman
(Member)

M. A. Hannan Shadani
(Secretary)

Reinsurance & Co-Insurance Committee

Sharik Bashir
(Chairman)

Afzal Ur Rehman
(Member)

Kamran Safi Rizvi
(Member/Secretary)

Risk Management & Compliance Committee

Shams Rafi
(Chairman)

Nadeem Maqbool
(Member)

Sharik Bashir
(Member)

Amjed Bahadur Ali
(Member)

Zeeshan Sattar
(Secretary)

Auditors

EY Ford Rhodes,
Chartered Accountants.

Legal Advisors

Arfin & Company
Advocates

Registrar

FAMCO Associates (Pvt) Ltd
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Nursery, Block-6, P.E.C.H.S.,
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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 June 30, 2020.

Performance Review

	Conventional		Takaful	
	Jun 30, 2020	Jun 30, 2019	Jun 30, 2020	Jun 30, 2019
	(Rupees in `000)			
Premium / contribution written	157,081	185,932	33,978	53,185
Net Premium / contribution	92,491	114,761	34,797	42,085
Underwriting Result	(90,033)	(63,175)	5,568	(83)
Investment income	9,493	(150,656)	1,429	1,524
Profit / (Loss) before taxation	(70,207)	(219,562)	7,285	1,441
Profit / (Loss) after taxation	(71,933)	(223,027)	-	-
Earning / (Loss) per share	(1.42)	(4.41)		

Company reported a decline of 15.5% in gross written premium during the six months period ended June 30, 2020. The overall claim ratio increase by 50.5% as compared to last year and underwriting loss increased by Rs. 26.858 million.

Company's Window Takaful Operations reported a decline of 36.1% in gross written premium during the six months period ended June 30, 2020. The overall claim ratio decrease by 26.3% as compared to last year and underwriting profit increase by Rs. 5.651 million.

Premier has embarked on a major reengineering of its business strategy and is striving towards a positive growth trajectory. Your company has initiated reforms in its management structure and a greater emphasis is being placed on attracting qualified human resources both in marketing and operations. Our emphasis during this period has been on retaining our clients as well as targeting new business. Our product base is being diversified in order to attract a wider customer base. 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.

We are pleased to inform our stakeholders that PACRA has maintained the company's rating at the same level as last year.

Report of the **Directors to the Members**

Future prospects

Premier is one of the oldest names in the insurance industry in Pakistan. Due to management efforts overseen by a qualified and diligent Board will enable us to show positive growth as compared to the previous period. We have been able to retain our existing clients, regain some lost clients as well attract new clients. This positive trend is expected to continue in the second half of the year and we hope that our efforts towards writing quality business will enable us to post better results. During this period we expect that our marketing efforts and reorganization of the company will enable us to achieve our goals.

Appointment of Auditors

M/s. EY Ford Rhodes (Chartered Accountants) has been appointed as statutory auditors of the company for the next term i.e., year ending on December 31, 2020.

Acknowledgement

We would like to thank our valued customers for their continued patronage and support and to the Pakistan Reinsurance Company Limited, Securities and Exchange Commission of Pakistan and State Bank of Pakistan for their guidance and assistance.

It is a matter of deep gratification for your Directors to place on record their appreciation of the efforts made by officers, field force and staff who had contributed to the growth of the Company and the continued success of its operations.

On behalf of the Board

Chairman

Chief Executive Officer

Karachi, Dated: August 27, 2020

ہے تاکہ وسیع کسٹمر اساس کو کشش کیا جاسکے۔ کمپنی نے کاروبار کو انجام دینے کے لئے محتاط رسائی اختیار کی ہے لہذا جائزہ مدت کے دوران ان کاروبار کی تجدید نہیں کی گئی جن میں باقاعدگی کے ساتھ نقصان ہو رہا تھا۔

ہم مسرت کے ساتھ اپنے مستفیدان کو مطلع کرتے ہیں کہ PACRA نے کمپنی کی ریٹنگ گزشتہ سال کی سطح پر ہی برقرار رکھی ہے۔

مستقبل کے امکانات

پریمر پاکستان کی انشورنس صنعت کا ایک بہت پرانا نام ہے۔ انتظامیہ کی کوششوں کی نگرانی ایک تعلیم یافتہ اور شائستہ بورڈ کے کرنے سے گزشتہ مدت کی بہ نسبت مثبت نمو کا مشاہدہ کیا گیا۔ ہم نے اپنے موجودہ کلائنٹس کو برقرار رکھنے، کچھ کھوئے ہوئے کلائنٹس کو دوبارہ حاصل کرنے کے ساتھ ساتھ نئے کلائنٹس کو بھی کشش کیا۔ توقع ہے کہ یہی مثبت رجحان سال کی دوسری ششماہی میں بھی جاری رہے گا اور ہم امید کرتے ہیں کہ معیاری کاروبار کے حصول کے لئے ہماری کوششوں کے بہتر نتائج سامنے آئیں گے۔ اس مدت کے دوران مارکیٹنگ کی کوششوں اور کمپنی کی از سر نو ساخت بندی سے توقع ہے کہ ہم اپنے مقاصد کے حصول میں کامیاب ہونگے۔

آڈیٹرز کی تقرری

میسرزی وائی نورڈ روڈز (چارٹرڈ اکاؤنٹنٹس) کو اگلی مدت تختہ 31 دسمبر 2020 کے لئے کمپنی کا نیا دستوری آڈیٹر مقرر کیا گیا ہے۔

اعتراف

ہم اپنے قابل قدر گاہکوں کی مسلسل سرپرستی اور تعاون اور پاکستان ری انشورنس کمپنی لمیٹڈ، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی رہنمائی اور مدد پر ان کے شکر گزار ہیں۔

آپ کے ڈائریکٹران کمپنی کے تمام آفیسرز، فیلڈ فورس اور اسٹاف کو گہری ستائش پیش کرتے ہیں جنہوں نے کمپنی کی ترقی میں اور اس کے مسلسل کامیاب آپریشنز میں اہم کردار ادا کیا۔

از طرف بورڈ

سی ای او/ڈائریکٹر

چیئرمین

کراچی مورخہ 27 اگست 2020

ڈائریکٹر ز رپورٹ برائے ممبران

ڈائریکٹر ان کمپنی کے غیر آڈٹ شدہ اختصاری عبوری مالیاتی گوشوارے برائے مختتمہ ششماہی 30 جون 2020 پیش کرتے کرتے ہوئے اظہار مسرت کرتے ہیں۔

کارکردگی کا جائزہ

مکاف		روایتی	
30 جون 2019	30 جون 2020	30 جون 2019	30 جون 2020
روپے '000			
53,185	33,978	185,932	157,081
42,085	34,797	114,761	92,491
(83)	5,568	(63,175)	(90,033)
1,524	1,429	(150,656)	9,493
1,441	7,285	(219,562)	(70,207)
-	-	(223,027)	(71,933)
		(4.41)	(1.42)

تحریری پر بیمہ / کٹری بیوشہ
خالص تحریری پر بیمہ / کٹری بیوشن
ذمہ نویسی کے نتائج
سرمایہ کاری آمدن
منافع / (خسارہ) قبل از ٹیکس
منافع / (خسارہ) بعد از ٹیکس
آمدن / (خسارہ) فی حصص

وکالہ فیس کی امتیازی معاونت

ششماہی مدت مختتمہ 30 جون 2020 کے دوران کمپنی کے خام تحریری پر بیمہ میں 15.5 فیصد کمی ہوئی۔ کلیم کی مجموعی شرح میں گزشتہ سال کی بہ نسبت 50 فیصد اضافہ ہوا اور ذمہ نویسی کے خسارہ میں 26.858 ملین روپے کا اضافہ ہوا۔

ششماہی مدت مختتمہ 30 جون 2020 کے دوران کمپنی کے ونڈ و مکافل آپریشنز کے خام تحریری پر بیمہ میں 36.1 فیصد کمی ہوئی۔ کلیم کی مجموعی شرح میں گزشتہ سال کی بہ نسبت 26.3 فیصد کمی ہوئی اور ذمہ نویسی کے منافع میں 5.651 ملین روپے کا اضافہ ہوا۔

پر بیمہ نے اپنی کاروباری حکمت عملی میں بڑی تبدیلیاں کی ہیں اور مثبت نمو کی سمت کی جانب جدوجہد کر رہی ہے۔ آپ کی کمپنی نے اپنی انتظامی ساخت میں اصلاحات کا آغاز کیا ہے اور مارکیٹنگ اور کاروباری افعال کے لئے تعلیم یافتہ انسانی وسائل کو کشش کرنے پر بڑی توجہ دی جا رہی ہے۔ اس مدت کے دوران ہماری توجہ اپنے موجودہ کلائنٹس کو برقرار رکھنے کے ساتھ ساتھ نئے کاروبار کو ہدف بنانے پر مرکوز رہی۔ ہماری مصنوعات کی اساس کو متنوع کیا جا رہا

DRAFT

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Premier Insurance Limited

Report on review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Premier Insurance Limited** as at **30 June 2020** and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures for the quarters ended 30 June 2020 and 30 June 2019 in the condensed interim statement of comprehensive income have not been subject to the review and therefore, we do not express a conclusion thereon.

Scope of review

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

Conclusion

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

The engagement partner on the audit resulting in this independent auditor's report is Shaikh Ahmed Salman.



Chartered Accountants
Place: Karachi
Date

Condensed Interim Statement of Financial Position

As at 30 June 2020

	Note	Unaudited June 30, 2020	Audited December 31, 2019
(Rupees in `000)			
Assets			
Property and equipment	7	227,445	232,382
Intangible assets	8	2,404	2,826
Investment properties	9	271,853	268,348
Investment in equity securities and mutual fund units	10	674,252	742,852
Investment in associate		261,802	242,729
Loans and other receivables	11	75,189	51,370
Insurance / reinsurance receivables	12	564,967	635,165
Reinsurance recoveries against outstanding claims	19	373,937	377,512
Salvage recoveries accrued		4,175	3,531
Deferred commission expense	20	11,683	20,156
Taxation - provision less payment		7,323	7,725
Deferred tax asset		45,531	44,390
Prepayments	13	65,337	125,078
Cash and bank	14	53,650	95,196
		2,639,547	2,849,260
Total Assets of Window Takaful Operations - Operator's Fund		99,394	108,040
Total Assets		2,738,941	2,957,300
Equity and Liabilities			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital		505,650	505,650
Reserves		1,334,414	1,332,439
Accumulated losses		(752,999)	(681,066)
Total Equity		1,087,065	1,157,023
Liabilities			
Underwriting provisions			
Outstanding claims including IBNR	19	693,670	682,106
Unearned premium reserves	18	161,839	241,735
Unearned reinsurance commission	20	8,810	15,263
Retirement benefit obligations		5,116	4,447
Lease Liabilities		11,783	12,948
Insurance / reinsurance payables		403,653	454,165
Other creditors and accruals	16	272,977	283,529
Unclaimed dividends		25,527	25,527
Total Liabilities		1,583,375	1,719,720
Total Liabilities of Window Takaful Operations - Operator's Fund		68,501	80,557
Total Equity and Liabilities		2,738,941	2,957,300
Contingencies and commitments	17		

The annexed notes 1 to 31 form an integral part of these condensed interim financial statements.

Chairman

Chief Executive
Officer

Director

Director

Chief Financial
Officer

Condensed Interim Statement of

Profit & Loss Account (Unaudited) | For the Quarter and Half Year Ended 30 June 2020

	Note	Quarter ended		Half year ended	
		June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
(Rupees in `000)					
Net insurance premium	18	44,998	59,179	92,491	114,761
Net insurance claims	19	(22,864)	(14,804)	(51,983)	(34,542)
Net commission expense and other acquisition costs	20	(3,593)	(6,558)	(14,535)	(21,298)
Insurance claims and acquisition expenses		(26,457)	(21,362)	(66,518)	(55,839)
Management expenses	21	(61,932)	(60,776)	(116,006)	(122,097)
Underwriting results		(43,391)	(22,959)	(90,033)	(63,175)
Investment income / (loss)	22	5,891	(152,802)	9,493	(150,656)
Rental income		990	930	1,960	1,560
Revaluation gain on investment property		1,747	1,762	1,747	1,762
Other income	23	6,314	26,786	11,820	20,989
Other expenses	24	(1,002)	2,869	(963)	(8,249)
Results of operating activities		(29,451)	(143,414)	(65,976)	(197,769)
Finance costs		(398)	(881)	(816)	(914)
Share of loss from associate		(1,033)	-	(1,033)	-
Loss before tax from General Insurance Operations		(30,881)	(144,295)	(67,824)	(198,683)
Loss before tax from Window Takaful Operations - Operator's Fund		1,405	(15,476)	(2,383)	(20,879)
Loss before tax		(29,476)	(159,770)	(70,207)	(219,562)
Income tax expense	25	(214)	(1,529)	(1,726)	(3,465)
Loss after tax		(29,691)	(161,299)	(71,933)	(223,027)
Loss per share - Rupees	26	(0.59)	(3.19)	(1.42)	(4.41)

The annexed notes 1 to 31 form an integral part of these condensed interim financial statements.

Chairman

Chief Executive
Officer

Director

Director

Chief Financial
Officer

Condensed Interim Statement of

Comprehensive Income (Unaudited) | For the Quarter and Half Year Ended 30 June 2020

	Quarter ended		Half year ended	
	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
(Rupees in '000)				
Loss after tax	(29,691)	(161,299)	(71,933)	(223,027)
Other comprehensive income:				
Item that will be reclassified subsequently to profit and loss account				
Unrealised gain / (loss) on available-for-sale investments during the period	26,834	70,291	(18,132)	51,211
Other comprehensive income from associated company	20,107	-	20,107	-
Other comprehensive income from Window Takaful Operations - Operator's Fund	-	1,621	-	2,456
Other comprehensive income for the period	46,941	71,912	1,975	53,667
Total comprehensive income / (loss) for the period	17,250	(89,387)	(69,958)	(169,361)

The annexed notes 1 to 31 form an integral part of these condensed interim financial statements.

Chairman

Chief Executive
Officer

Director

Director

Chief Financial
Officer

Condensed Interim Statement of

Changes In Equity (Unaudited) | For the Half Year Ended 30 June 2020

	Share capital	Reserves							Total equity
	Issued, subscribed and paid-up	Capital reserves		Revenue reserves				Total reserves	
		Reserve for exceptional losses	Devaluation reserve	General reserve	Revaluation Reserves - Available for sale investments	Revaluation Reserves - Property and Equipment	Unappropriated profit / (Accumulated losses)		
(Rupees in `000)									
Balance as at 01 January 2019	505,650	19,490	185	996,851	96,512	35,859	(479,413)	669,484	1,175,134
Loss for the period ended 30 June 2019	-	-	-	-	-	-	(223,027)	(223,027)	(223,027)
Other comprehensive income for the period	-	-	-	-	53,667	-	-	53,667	53,667
Total comprehensive loss for the period ended 30 June 2019	-	-	-	-	53,667	-	(223,027)	(169,360)	(169,360)
Balance as at 30 June 2019	505,650	19,490	185	996,851	150,179	35,859	(702,440)	500,124	1,005,775
Balance as at 01 January 2020	505,650	19,490	185	996,851	280,054	35,859	(681,066)	651,373	1,157,023
Loss for the period ended 30 June 2020	-	-	-	-	-	-	(71,933)	(71,933)	(71,933)
Other comprehensive income for the period	-	-	-	-	1,975	-	-	1,975	1,975
Total comprehensive loss for the period ended 30 June 2020	-	-	-	-	1,975	-	(71,933)	(69,958)	(69,958)
Balance as at 30 June 2020	505,650	19,490	185	996,851	282,029	35,859	(752,999)	581,415	1,087,065

The annexed notes 1 to 31 form an integral part of these condensed interim financial statements.

Chairman

Chief Executive
Officer

Director

Director

Chief Financial
Officer

Condensed Interim Statement of
Cashflows (Unaudited) | For the Half Year Ended 30 June 2020

		Half year ended	
	Note	June 30, 2020	June 30, 2019
(Rupees in `000)			
Operating cash flows			
a) Underwriting activities			
Insurance premium received		203,289	253,416
Reinsurance premium paid		(134,114)	(43,827)
Claims paid	19	(69,864)	(104,741)
Reinsurance and other recoveries received	19	33,020	37,403
Commission paid		(8,007)	(28,513)
Commission received		10,713	13,144
Other acquisition costs paid		(10,686)	(11,611)
Management expenses paid		(73,593)	(158,413)
Net cash used in underwriting activities		(49,241)	(43,142)
b) Other operating activities			
Income tax paid		(1,324)	(2,461)
Other operating payments		(6,756)	(8,877)
Other operating receipts		9,860	6,622
Loans advanced, deposits made		(24,000)	(8,488)
Other liabilities paid		(15,087)	(11,523)
Total cash used in other operating activities		(37,307)	(24,727)
Total cash used in all operating activities		(86,548)	(67,869)
Investment activities			
Profit / return received		12,945	11,739
Rental received		1,960	1,560
Payment for investments		(23,765)	(3,667)
Proceeds from investments		53,746	19,028
Fixed capital expenditure		(1,064)	(1,060)
Proceeds from sale of property and equipment		1,999	10,278
Total cash flow generated from investing activities		45,820	37,878
Financing activities			
Interest paid		(816)	(914)
Dividend paid		-	(637)
Payment of lease liability		(2)	(1,674)
Total cash used in financing activities		(818)	(3,226)
Net cash used in all activities		(41,545)	(33,217)
Cash and cash equivalents at beginning of the period	14	95,196	72,840
Cash and cash equivalents at end of the period		53,650	39,623

Condensed Interim Statement of

Cashflows (Unaudited) | For the Half Year Ended 30 June 2020

		Half year ended	
	Note	June 30, 2020	June 30, 2019
(Rupees in `000)			
Reconciliation to profit or loss account			
Total operating		(86,548)	(67,869)
Depreciation and amortization expense	21	(6,137)	(6,200)
Finance costs		(816)	(914)
Profit on disposal of property and equipment	23	1,714	6,638
Profit / (loss) on disposal of investments	22	18,964	(1,249)
Impairment in value of AFS Securities	22	(22,235)	(162,321)
Rental income		1,960	1,560
Dividends income	22	12,787	13,742
Other income	23	10,106	20,989
Share of loss of associates		(1,033)	-
Loss from Window Takaful Operations - Operator's Fund	15	(2,383)	(20,879)
Increase in assets other than cash		(135,239)	(234,552)
Decrease in liabilities other than borrowings		135,180	226,267
Gain on revaluation of investment property	9	1,747	1,762
Loss after taxation		(71,932)	(223,027)
Definition of cash			
Cash comprises cash in hand, stamps in hand, current and saving accounts and short-term deposits maturing within 3 months.			
Cash for the purpose of the statement of cash flows consists of:			
Cash and other equivalents			
Cash		-	25
Stamps in hand		147	548
		147	573
Current and other accounts			
Current accounts		1,753	22,559
Savings accounts		51,750	16,491
		53,503	39,050
Total cash and cash equivalents		53,650	39,623

The annexed notes 1 to 31 form an integral part of these condensed interim financial statements.

Chairman

Chief Executive
Officer

Director

Director

Chief Financial
Officer

1. LEGAL 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 allowed to work as Window Takaful Operator since 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 PREPARATION AND STATEMENT OF COMPLIANCE

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

- International Financial Reporting Standards (IAS) 34, Interim Financial Reporting issued by International Accounting Standards Board (IASB) as for interim financial reporting notified under Companies Act, 2017; and

- Provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017, Takaful Rules, 2012 and General Takaful Accounting Regulations, 2019.

In case requirements differ, the provisions or directives of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and General Takaful Accounting Regulations, 2019 shall prevail.

These condensed interim financial statements are presented in Pakistani Rupees which is also the Company's functional currency. All financial information presented in Pakistani Rupees has been rounded to nearest Rupees, unless otherwise stated.

These condensed interim financial statements for the half year ended June 30, 2020 have been prepared under the historical cost convention, except that investments classified as available-for-sale and investment properties are stated at fair value and obligations under employee benefits are measured at present value.

The condensed interim financial statements do not include all the information and disclosure

required in the audited financial statements and should be read in connection with annual audited financial statements of the Company for the year ended December 31, 2019.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements for the year ended December 31, 2019.

3.1 Adoption of amendments to accounting standards effective during the period

The Company has adopted the following amendments to International Financial Reporting Standards (IFRSs) which became effective for the current period:

- IFRS 3 - Definition of a Business (Amendments)
- IAS 39 - Interest Rate Benchmark Reform (Amendments)
- IFRS 16 - COVID 19 Related Rent Concessions (Amendments)
- IAS 1 / IAS 8 - Definition of Material (Amendments)

The IASB has also issued the revised Conceptual Framework for Financial Reporting (the Conceptual Framework) in March 2018 which is effective for annual periods beginning on or after 01 January 2020 for preparers of financial statements who develop accounting policies based on the Conceptual Framework. The revised Conceptual Framework is not a standard, and none of the concepts override those in any standard or any requirements in a standard. The purpose of the Conceptual Framework is to assist IASB in developing standards, to help preparers develop consistent accounting policies if there is no applicable standard in place and to assist all parties to understand and interpret the standards.

3.2 Standards, amendments and improvements to the approved accounting standards that are not yet effective

The following standards, amendments and improvements to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standard or Amendments		Effective date (period beginning on or after)
IFRS 3	Reference to the Conceptual Framework (Amendments)	01 January 2022
IFRS 10 / IAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendment)	Not yet finalised
IAS 1	Classification of Liabilities as Current or Non-current (Amendments)	01 January 2022
IAS 16	Proceeds before Intended Use (Amendments)	01 January 2022
IAS 37	Onerous Contracts – Costs of Fulfilling a Contract (Amendments)	01 January 2022

Improvements to Accounting Standards Issued by the IASB (2018-2020 cycle)

Standard or Amendments		Effective date (period beginning on or after)
IFRS 9	Financial Instruments – Fees in the '10 percent' test for derecognition of financial liabilities	01 January 2022
IAS 41	Agriculture – Taxation in fair value measurements	01 January 2022

Further, the following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standard or Amendments		Effective date (period beginning on or after)
IFRS 1	First time adoption of IFRSs	01 January 2004
IFRS 17	Insurance Contracts	01 January 2023

4. ESTIMATES AND JUDGMENTS

The preparation of these financial statements 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.

The significant judgments made by management in applying the Company's accounting

policies and the key sources of estimation uncertainty were the same as those disclosed in the annual financial statements for the year ended December 31, 2019.

5. FINANCIAL AND INSURANCE RISK MANAGEMENT

The company's financial and Insurance risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended December 31, 2019 except for as stated below:

During the year, the COVID – 19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe, including Pakistan. The World Health Organization has declared COVID-19 a pandemic. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts. SECP has also given regulatory relief to corporate sector which includes extension of holding Annual General Meeting, alternatives to disseminate information to shareholders through post, relaxation for filing of interim financial statements, relaxation to hold Board of Director's meeting once in each quarter and instructions to prioritize safety of employees in COVID-19 outbreak.

COVID-19 has adversely impacted the insurance industry on a number of fronts including increase in overall credit risk pertaining to the premium receivables and other financial assets, disruption in growth due to slowdown in economic activity, continuity of business operations and managing cybersecurity threat as a significant number of the company's staff is working from home.

Due to overall uncertain situation about the impacts and duration for which such a situation will continue, the overall impact on the Company's financial position and financial performance cannot be predicted with reasonable certainty. The management continues to monitor the developing situation and would proactively manage any risk arising thereof.

5.1 Credit Risk

The Risk Management function is regularly conducting detailed analysis on sectors/ industries and identify the degree by which the company's policy holder and their businesses have been impacted amid COVID-19. Keeping in view short term and long term outlook of each sector, management has taken into consideration the factors while determining required provisions against financial assets where required.

5.2 Liquidity Risk

Due to COVID-19 outbreak Company's policy holders and their businesses has been adversely impacted. The management is continuously monitoring the liquidity position and solvency position and is taking necessary precautionary measures where needed.

5.3 Market Risk

The Company has significant investment in shares classified as available-for-sale category. Due to COVID-19 pandemic, the Pakistan Stock Market (PSX) has shown volatility in performance during the period, accordingly the management is continuously monitoring the shares portfolio for significant price fluctuations and is taking necessary precautionary measures where needed and provisions where required.

5.4 Interest Rate Risk

The Company invests in securities and has deposits that are subject to interest / mark-up rate risk. Due to COVID-19 pandemic, the State Bank of Pakistan has responded to the crises by cutting the Policy Rate by 625 basis point. Accordingly, the market interest rates have declined significantly. The management is continuously monitoring the situation and is taking necessary precautionary measures where needed.

5.5 Operational Risk

COVID-19 pandemic has created an unprecedented challenge for Company in terms of Business Continuity Management. The management is closely monitoring the situation and has invoked required actions to ensure the safety and security of Company's staff and uninterrupted service to policy holders.

Business Continuity Plans for respective areas are in place and tested. Work-from-Home capabilities have been enabled for staff where required, while ensuring adequate controls to ensure that Company's information assets are adequately protected from emerging cyber threats.

6. PREMIUM DEFICIENCY RESERVE

No provision has been made as the unearned premium reserve for each class of business as at 30 June 2020 is considered adequate to meet the expected liability after reinsurance,

for claims and other expenses, expected to be incurred after the reporting date in respect of policies in force at the reporting date.

7. PROPERTY AND EQUIPMENT

	Note	Unaudited June 30, 2020	Audited December 31, 2019
(Rupees in `000)			
Operating fixed assets	7.1	191,233	194,961
Capital work-in-progress		26,109	26,109
Right of use assets	7.2	10,103	11,312
		227,445	232,382

7.1 Operating fixed assets

Opening written down value	194,961	206,575
Add: Additions during the period	1,064	3,876
Less: Book value of disposals during the period	(285)	(5,008)
Depreciation charged during the period	(4,507)	(10,481)
	(4,792)	(15,490)
Closing written down value	191,233	194,961

7.2 Right-of-use assets

The Company has recognized right-of-use assets in respect of the Head Office and its branches:

Opening written down value	11,312	13,729
Add: Additions during the period	-	-
	11,312	13,729
Less: Depreciation charged during the period	(1,209)	(2,417)
Closing written down value	10,103	11,312

8. INTANGIBLE ASSETS

	Note	Unaudited June 30, 2020	Audited December 31, 2019
(Rupees in `000)			
Opening written down value		2,826	4,038
Less: Amortization charged during the period		(422)	(1,212)
Closing written down value		2,404	2,826

9. INVESTMENT PROPERTIES

Carrying value at the beginning of the period	268,348	266,586
Unrealized gain on revaluation during the period	1,747	1,762
Capital expenditure during the period	1,758	-
Carrying value at the end of the period	271,853	268,348

10. INVESTMENTS IN EQUITY SECURITIES AND MUTUAL FUND UNITS - AVAILABLE FOR SALE

	Unaudited June 30, 2020				Audited December 31, 2019			
	Cost	Impairment/ Provision for the Period	Revaluation Surplus / (Deficit)	Carrying Value	Cost	Impairment/ Provision for the Period	Revaluation Surplus / (Deficit)	Carrying Value
(Rupees in `000)								
Available for sale								
Related parties								
Listed shares	192,502	-	69,062	261,564	204,142	(11,640)	51,172	243,674
Unlisted shares	114,983	-	-	114,983	114,983	-	-	114,983
Other than related parties								
Listed shares	262,456	(22,235)	(191)	240,030	451,797	(155,790)	33,356	329,363
Mutual funds *	44,021	-	13,653	57,674	38,703	-	16,129	54,832
	613,962	(22,235)	82,525	674,252	809,625	(167,430)	100,657	742,852

* Investments in Mutual funds having carrying cost of Rs.44.021 Million (2019: Rs.38.703 million) are placed as statutory deposit with State Bank of Pakistan in compliance of section 29 of Insurance Ordinance, 2000.

11. LOANS AND OTHER RECEIVABLES

	Note	Unaudited June 30, 2020	Audited December 31, 2019
(Rupees in `000)			
Mark-up and dividend receivable		196	377
Loans to employees	11.1	2,918	4,933
Deposits	11.2	34,591	36,223
Receivables against sale of Investment		20,854	-
Advance to agents		1,297	1,346
Other receivables		15,333	8,491
		75,189	51,370

11.1 These are short term, unsecured interest free loans and advances provided to permanent employees of the company adjustable against salaries.

11.2 These include Rs. 24 million (2019: Rs. 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.

12. INSURANCE / REINSURANCE RECEIVABLES

	Note	Unaudited June 30, 2020	Audited December 31, 2019
(Rupees in `000)			
Premium due but unpaid		487,279	536,629
Less: Provision for doubtful receivables from insurance contract holder		(158,024)	(156,455)
		329,255	380,174
Amounts due from other insurers / reinsurers		333,292	351,001
Less: Provision for doubtful receivables from insurers / reinsurers		(97,580)	(96,010)
		235,712	254,991
		564,967	635,165

13. PREPAYMENTS

	Note	Unaudited June 30, 2020	Audited December 31, 2019
(Rupees in '000)			
Prepaid reinsurance premium ceded	18	63,516	124,400
Other prepaid expense		1,821	678
		65,337	125,078

14. CASH AND BANK

	Note	Unaudited June 30, 2020	Audited December 31, 2019
(Rupees in '000)			
Cash and cash equivalents			
- Policy and revenue stamps, bond papers		147	560
Cash at bank			
- Current accounts		1,753	25,471
- Savings accounts	14.1	51,750	69,165
		53,650	95,196

14.1 The rate of return on saving accounts held with various banks range from 6.48% to 13.69% per annum (2019: 6.0% to 11.80%).

15. WINDOW TAKAFUL OPERATIONS - Operator's Fund

	Note	Unaudited June 30, 2020	Audited December 31, 2019
(Rupees in '000)			
ASSETS			
Loan and other receivables		8,276	14,735
Deferred commission expense		3,326	5,586
Prepayments		-	720
Cash and bank		4,772	3,979
		16,374	25,020
Qard-e-Hasna		83,020	83,020
Total Assets		99,394	108,040
Total Liabilities		68,501	80,557

	Unaudited Half year ended	
	June 30, 2020	June 30, 2019
	(Rupees in `000)	
Operator's revenue accounts		
Wakala fee	21,735	25,477
Commission expenses	(4,933)	(6,673)
General, administrative, management expenses	(19,213)	(32,719)
Investment loss	-	(4,652)
Modarib's share of PTF Investment income	961	-
Profit on bank deposits	61	49
Other expenses	(994)	(2,361)
Loss for the period	(2,383)	(20,879)

16. OTHER CREDITORS AND ACCRUALS

	Note	Unaudited June 30, 2020	Audited December 31, 2019
		(Rupees in `000)	
Bonus payable		4,541	4,541
Commissions payable		195,065	190,530
Federal excise duty and sales tax		20,358	16,863
Federal insurance fee		338	361
Deposits and margins		6,312	6,312
Provision for rent	16.1	14,000	14,000
Others		32,363	50,922
		272,977	283,529

16.1 This represents provision for rent amounting to Rs.14 million (2019: Rs.14 million) against which the Company is in litigation with 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.

17. CONTINGENCIES & COMMITMENTS**17.1 Contingencies**

Contingencies are same as disclosed in the annual financial statements for the year ended 31 December 2019.

17.2 Commitments

	Note	Unaudited June 30, 2020	Audited December 31, 2019
(Rupees in `000)			
Commitment for capital expenditure		15,038	15,038

18. NET INSURANCE PREMIUM

	Unaudited			
	Quarter ended		Half year ended	
	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
(Rupees in `000)				
Written gross premium	76,495	74,636	157,081	185,932
Add: Unearned premium reserve opening	202,358	234,578	241,735	249,002
Less: Unearned premium reserve closing	(161,839)	(180,398)	(161,839)	(180,398)
Premium Earned	117,014	128,816	236,977	254,536
Less: Reinsurance premium ceded	29,757	49,803	83,602	96,157
Add: Prepaid reinsurance premium opening	105,775	93,013	124,400	116,797
Less: Prepaid reinsurance premium closing	(63,516)	(73,179)	(63,516)	(73,179)
Reinsurance expense	72,016	69,637	144,486	139,775
Net insurance premium	44,998	59,179	92,491	114,761

19. NET INSURANCE CLAIMS

	Unaudited			
	Quarter ended		Half year ended	
	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
	(Rupees in `000)			
Claims paid	38,616	52,818	69,864	104,741
Less: Outstanding claims including IBNR opening	(701,401)	(896,748)	(682,106)	(923,861)
Add: Outstanding claims including IBNR closing	693,670	857,678	693,670	857,678
Claims expense	30,885	13,748	81,428	38,558
Less: Reinsurance and other recoveries received	14,887	19,081	33,020	37,403
Less: Reinsurance and other recoveries received in respect of outstanding claims - opening	(380,803)	(527,310)	(377,512)	(540,560)
Add: Reinsurance and other recoveries received in respect of outstanding claims - closing	373,937	507,173	373,937	507,173
Reinsurance and other recoveries revenue	8,021	(1,056)	29,445	4,016
Net insurance claims	22,864	14,804	51,983	34,542

20. NET COMMISSION EXPENSE AND OTHER ACQUISITION COSTS

	Unaudited			
	Quarter ended		Half year ended	
	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
	(Rupees in `000)			
Commission paid or payable	5,873	7,391	12,542	17,804
Add: Deferred commission opening	15,941	22,785	20,156	27,131
Less: Deferred commission closing	(11,683)	(16,008)	(11,683)	(16,008)
Commission expense	10,131	14,168	21,015	28,927
Less: Commission received or recoverable from reinsurers	3,077	6,828	10,713	13,144
Add: Unearned reinsurance commission opening	14,255	15,047	15,263	18,362
Less: Unearned reinsurance commission closing	(8,810)	(12,266)	(8,810)	(12,266)
Commission from reinsurance	8,522	9,609	17,166	19,240
Net Commission expense	1,609	4,559	3,849	9,687
Add: Other acquisition costs				
Tracking device expenses	(646)	1,616	5,354	10,516
Service charges	1,696	46	4,170	237
Other costs	934	337	1,162	858
	1,984	1,999	10,686	11,611
Net Commission expense and other acquisition costs	3,593	6,558	14,535	21,298

21. MANAGEMENT EXPENSES

	Unaudited			
	Quarter ended		Half year ended	
	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
	(Rupees in `000)			
Employee benefit cost	46,483	43,760	87,532	88,636
Travelling expenses	578	1,283	1,100	1,977
Advertisement and sales promotion	294	364	328	1,196
Printing and stationary	908	1,304	1,355	1,874
Depreciation	2,788	3,145	5,715	6,200
Amortization	211	301	422	596
Rent, rates and taxes	68	-	361	-
Legal and professional charges - business related	4,052	1,516	4,749	2,478
Electricity, gas and water	544	1,861	1,414	2,555
Entertainment	358	722	1,042	1,668
Vehicle running expenses	257	990	607	1,634
Office repairs and maintenance	1,459	872	2,650	2,185
Bank charges	120	126	231	249
Postages, telegrams and telephone	1,504	1,442	2,914	2,698
Insurance expense	567	1,324	955	2,352
Annual supervision fee SECP	-	(46)	1,071	1,316
Bad and doubtful debts	1,530	1,493	3,142	3,719
Others	211	320	418	764
	61,932	60,776	116,006	122,097

22. INVESTMENT INCOME / (LOSS)

	Unaudited			
	Quarter ended		Half year ended	
	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
	(Rupees in `000)			
Income from equity securities and mutual fund units				
- Dividend income	9,246	9,500	12,787	13,742
Net realized gains / (losses) on investments Available for sale				
- Equity securities	18,896	139	18,964	(1,249)
Total investment income	28,142	9,639	31,752	12,493
Less: Impairment in value of available for sale securities				
- Equity Securities	(22,235)	(162,320)	(22,235)	(162,320)
Less: Investment related expenses	(16)	(121)	(24)	(829)
	5,891	(152,802)	9,493	(150,656)

23. OTHER INCOME

	Unaudited			
	Quarter ended		Half year ended	
	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
	(Rupees in `000)			
Return on bank balances	700	722	2,717	1,311
Exchange gain	246	-	246	-
(Loss) / gain on sale of property and equipment	(3)	5,296	1,714	6,638
Reversal of excess provision of sales tax - health insurance	-	15,456	-	7,728
Liabilities no longer payable	5,215	-	5,215	-
Miscellaneous	157	5,312	1,928	5,312
	6,314	26,786	11,820	20,989

24. OTHER EXPENSES

This mainly includes auditors' remuneration, subscription and donations.

25. TAXATION

	Unaudited			
	Quarter ended		Half year ended	
	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
	(Rupees in `000)			
Current tax	1,354	1,529	2,866	3,465
Deferred tax	(1,140)	-	(1,140)	-
	214	1,529	1,726	3,465

26. LOSS PER SHARE

	Unaudited			
	Quarter ended		Half year ended	
	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
	(Rupees in '000)			
Loss after tax for the period	(29,691)	(161,299)	(71,933)	(223,027)
	(Number of shares in '000)			
Weighted average number of ordinary shares	50,565	50,565	50,565	50,565
	(Rupees)			
Loss per share	(0.59)	(3.19)	(1.42)	(4.41)

No figure for diluted earnings per share has been presented as the company has not issued any instrument which would dilute its basic loss per share when exercised.

27. RELATED PARTY TRANSACTIONS

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

Details of the balances and transactions with related parties, other than those which have been specifically disclosed elsewhere in these financial statements, are as follows:

	Unaudited	
	Half year ended	
	June 30, 2020	June 30, 2019
	(Rupees in '000)	
Transactions during the period		
Associated Companies		
Premium underwritten	35,286	41,208
Claims paid	19,507	17,596
Others		
Premium underwritten	-	5
Meeting fees	680	710
Remuneration and retirement benefits to key management personnel	59,512	74,515

	Unaudited	Audited
	June 30, 2020	31 December 2019
	(Rupees in `000)	
Period end balances		
Associated Companies		
Premium receivable	134,239	153,662
Claims outstanding	42,904	47,317
Commission outstanding	16,744	32,203
Others		
Premium receivable	491	393
Claims outstanding	-	67

Financial Statements (Unaudited) | For the Quarter and Half Year Ended 30 June 2020**28. SEGMENT REPORTING****28.1 Segment profit or loss**

											Unaudited Quarter ended	
											June 30, 2020	June 30, 2019
Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total		
2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	
(Rupees in '000)												
Premium receivable (inclusive of FED / sales tax, federal insurance fee and administrative surcharge)	17,854	28,848	4,804	9,862	11,465	17,455	46,235	21,399	1,457	5,143	81,815	82,707
Less: FED / sales tax	2,419	3,511	543	959	1,438	2,192	-	-	157	661	4,557	7,323
Less: Federal insurance fee	151	251	42	88	99	151	458	211	13	46	763	747
Gross written premium (inclusive of administrative surcharge)	15,284	25,086	4,219	8,815	9,928	15,112	45,777	21,188	1,288	4,436	76,496	74,637
Gross direct premium	15,089	24,926	4,058	8,132	9,584	13,913	45,757	21,153	1,271	4,323	75,759	72,448
Facultative inward premium	147	0	-	-	(0)	(0)	-	-	-	-	147	(0)
Administrative surcharge	48	160	161	683	343	1,200	20	34	17	113	589	2,190
Insurance premium earned	52,569	53,560	5,616	8,689	25,647	33,227	23,195	28,333	9,986	5,007	117,013	128,816
Insurance premium ceded to reinsurers	(55,097)	(51,327)	(2,932)	(5,461)	(723)	(641)	(7,826)	(10,329)	(5,438)	(1,879)	(72,016)	(69,637)
Net Insurance premium	(2,528)	2,233	2,684	3,228	24,924	32,586	15,369	18,004	4,548	3,128	44,997	59,179
Commission income	5,749	6,556	513	956	29	21	1,726	1,758	504	317	8,522	9,609
Net underwriting income	3,221	8,789	3,197	4,184	24,953	32,607	17,095	19,762	5,052	3,445	53,519	68,788
Insurance claims	(5,682)	2,158	(322)	2,679	(8,223)	(12,759)	(15,079)	(1,585)	(1,578)	(4,242)	(30,885)	(13,749)
Insurance claims recovered from reinsurance	4,146	(1,952)	250	(1,878)	56	(5)	5,635	2,150	(2,066)	629	8,021	(1,056)
Net Claim	(1,536)	206	(72)	801	(8,167)	(12,764)	(9,444)	565	(3,645)	(3,613)	(22,864)	(14,805)
Commission expense	(5,467)	(4,024)	(670)	(248)	(1,629)	(4,663)	(1,570)	(4,507)	(795)	(725)	(10,131)	(14,167)
Management expense	(27,861)	(36,361)	(3,011)	(4,082)	(13,633)	(14,980)	(12,137)	(4,117)	(5,289)	(1,235)	(61,931)	(60,775)
Other acquisition cost	(64)	(4,663)	(57)	(756)	204	5,804	(1,971)	(2,061)	(95)	(322)	(1,984)	(1,998)
Net insurance claims and expenses	(34,929)	(44,844)	(3,810)	(4,285)	(23,225)	(26,603)	(25,122)	(10,120)	(9,824)	(5,895)	(96,910)	(91,747)
Underwriting result	(31,709)	(36,054)	(613)	(101)	1,729	6,004	(8,027)	9,642	(4,772)	(2,450)	(43,392)	(22,958)
Net investment Income / (loss)											5,891	(152,802)
Rental income											990	930
Fair value gain on investment property											1,747	1,762
Other income											6,315	26,786
Other expenses											(1,002)	2,869
Finance cost											(399)	(881)
Share of loss from associate											-	-
Share of loss from WTO - Operator's Fund											1,405	(15,476)
Loss before tax											(28,444)	(159,770)

Unaudited

Notes To The Condensed Interim

Financial Statements (Unaudited) | For the Quarter and Half Year Ended 30 June 2020

											Half year ended	
											June 30,	June 30,
											2020	2019
	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
(Rupees in `000)												
Premium receivable (inclusive of FED / Sales Tax, Federal insurance fee and Administrative surcharge)	48,300	61,522	13,003	19,360	33,762	54,239	69,975	60,216	5,725	10,712	170,765	206,048
Less: FED / sales tax	5,965	8,161	1,365	1,907	4,133	6,744	-	-	684	1,463	12,147	18,275
Less: Federal insurance fee	386	512	115	173	293	469	693	596	50	92	1,537	1,842
Gross written Premium (inclusive of Administrative surcharge)	41,949	52,849	11,523	17,280	29,336	47,026	69,282	59,620	4,991	9,157	157,081	185,932
Gross direct premium	38,507	50,821	11,113	16,597	28,538	45,719	69,250	59,585	4,935	9,044	152,343	181,767
Facultative inward premium	3,312	1,728	-	-	84	108	-	-	-	-	3,397	1,836
Administrative surcharge	129	300	410	683	714	1,200	32	34	56	113	1,341	2,330
Insurance premium earned	107,445	107,692	12,388	18,232	53,456	67,885	43,378	52,724	20,309	8,003	236,976	254,536
Insurance premium ceded to reinsurers	(111,333)	(104,260)	(6,873)	(11,380)	(1,387)	(1,307)	(14,386)	(19,788)	(10,507)	(3,040)	(144,485)	(139,775)
Net Insurance premium	(3,888)	3,432	5,515	6,852	52,069	66,578	28,992	32,936	9,802	4,963	92,491	114,761
Commission income from reinsurers	11,732	13,337	1,203	1,991	53	45	2,508	3,352	1,670	515	17,166	19,240
Net underwriting income	7,844	16,769	6,718	8,843	52,122	66,623	31,500	36,288	11,472	5,478	109,656	134,001
Insurance claims expense	(13,686)	(1,582)	(4,336)	4,216	(17,483)	(25,252)	(37,168)	(7,349)	(8,754)	(8,591)	(81,428)	(38,558)
Insurance claims recovered from reinsurers and other recoveries revenue	9,528	(172)	3,406	(3,017)	462	9	12,109	5,418	3,939	1,778	29,445	4,016
Net Insurance claims	(4,158)	(1,754)	(930)	1,199	(17,021)	(25,243)	(25,059)	(1,931)	(4,815)	(6,813)	(51,983)	(34,542)
Commission expense	(11,396)	(12,238)	(1,599)	(2,072)	(3,497)	(7,715)	(2,831)	(5,992)	(1,693)	(910)	(21,015)	(28,927)
Management expense	(52,597)	(51,658)	(6,064)	(8,746)	(26,168)	(32,563)	(21,235)	(25,291)	(9,942)	(3,839)	(116,006)	(122,097)
Other acquisition cost	(83)	(4,912)	(71)	(832)	(5,906)	(3,097)	(4,504)	(2,405)	(122)	(365)	(10,686)	(11,611)
Net insurance claims and expenses	(68,234)	(70,562)	(8,664)	(10,451)	(52,592)	(68,618)	(53,629)	(35,619)	(16,571)	(11,927)	(199,690)	(197,176)
Underwriting result	(60,390)	(53,793)	(1,946)	(1,608)	(470)	(1,995)	(22,128)	669	(5,099)	(6,449)	(90,033)	(63,175)
Net investment Income / (loss)											9,493	(150,656)
Rental income											1,960	1,560
Revaluation gain on investment property											1,747	1,762
Other income											11,820	20,989
Other expenses											(963)	(8,249)
Finance cost											(816)	(914)
Share of loss from associate											(1,033)	-
Share of loss from WTO - Operator's Fund											(2,383)	(20,879)
Loss before tax											(70,207)	(219,562)

28.2 Segment assets and liabilities

The following presents segments assets and liabilities as at 30 June 2020 and 31 December 2019:

	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	(Rupees in ` 000)											
Premium Written	41,949	52,849	11,523	17,280	29,336	47,026	69,282	59,620	4,991	9,157	157,081	185,932
Segment assets	272,421	330,126	74,831	107,941	190,511	293,753	449,924	372,422	32,412	57,200	1,020,099	1,161,442
Unallocated corporate assets											1,718,842	1,795,858
Total assets											2,738,941	2,957,300
Segment Liabilities	338,616	396,020	93,015	129,487	236,803	352,386	559,251	446,758	40,288	68,617	1,267,972	1,393,269
Unallocated corporate liabilities											315,403	326,451
Total liabilities											1,583,375	1,719,720

29. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

IFRS 13 defines fair value as an exit price. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly observable

Level 3 Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

Following are the assets which are either measured at fair value or for which fair value is only disclosed and is different from their carrying value:

	June 30, 2020		
	Fair Value Measurement		
	Level 1	Level 2	Level 3
	(Rupees in `000)		
Available for sale investments (measured at fair value)			
Equity securities	501,595	-	114,983
Mutual fund units	-	57,674	-
	501,595	57,674	114,983

	December 31, 2019		
	Fair Value Measurement		
	Level 1	Level 2	Level 3
	(Rupees in `000)		
Available for sale investments (measured at fair value)			
Equity securities	573,037	-	114,983
Mutual fund units	-	54,832	-
	573,037	54,832	114,983

30. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue on August 27, 2020 by the Board of directors of the Company.

31. GENERAL

31.1 There is no individual class of business within the category of 'miscellaneous', where the gross premium of the class of business is 10% or more of the gross premium revenue of the company.

31.2 The comparative information has been reclassified, rearranged or additionally restated in these condensed interim financial statements, wherever necessary, to facilitate comparative and to confirm with changes in presentation in the current year. However there were no material reclassification / restatements to report.

31.3 All amounts have been rounded to the nearest thousand Rupees.

Chairman

Chief Executive
Officer

Director

Director

Chief Financial
Officer

FINANCIAL STATEMENTS (WINDOW TAKAFUL)



DRAFT

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO MEMBERS ON REVIEW OF PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Premier Insurance Limited - Window Takaful Operations** (the Operator) as at **30 June 2020** and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statements of changes in fund, condensed interim statement of cash flows, and notes forming part thereof (here-in-after referred to as the "interim financial statements") for the six-months' period then ended. Management is responsible for the preparation and presentation of these interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review. The figures for the quarters ended 30 June 2020 and 30 June 2019 in the condensed interim statement of comprehensive income have not been subject to the review and therefore, we do not express a conclusion thereon.

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

Conclusion

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

The engagement partner on the audit resulting in this independent auditor's report is Shaikh Ahmed Salman.

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Chartered Accountants

Engagement Partner: Shaikh Ahmed Salman

Date:

Karachi

Condensed Interim Statement of Financial Position of
Operator's Fund and Participants' Takaful Fund | As at 30 June 2020

		Operator's Fund		Participants' Takaful Fund	
	Note	30 June 2020 (Unaudited)	31 December 2019 (Audited)	30 June 2020 (Unaudited)	31 December 2019 (Audited)
(Rupees in '000)					
Assets					
Investments in mutual funds and term deposits	7	-	-	5,922	41,382
Loans and other receivables	8	8,276	14,735	57,263	56,569
Takaful / retakaful receivables	9	-	-	35,570	57,696
Retakaful recoveries against outstanding claims	14	-	-	5,539	5,442
Qard-e-hasna contributed to PTF		83,020	83,020	-	-
Salvage recoveries accrued		-	-	1,221	178
Deferred wakala expense	17	-	-	15,072	24,916
Deferred commission expense	18	3,326	5,586	-	-
Prepayments	10	-	720	2,242	3,115
Cash and bank	11	4,772	3,979	64,325	19,190
Total Assets		99,394	108,040	187,154	208,488
Funds and Liabilities					
Funds attributable to:					
Operator's Fund (OPF)					
Statutory fund		50,000	50,000	-	-
Accumulated deficit		(76,004)	(73,621)	-	-
Balance of Operator's Fund		(26,004)	(23,621)	-	-
Participants' Takaful Fund (PTF)					
Ceded money		-	-	500	500
Qard-e-hasna contributed by OPF		-	-	83,020	83,020
Revaluation reserves		-	-	(653)	557
Accumulated deficit		-	-	(21,159)	(28,444)
Balance of Participants' Takaful Fund		-	-	61,708	55,633
Liabilities					
PTF Underwriting provisions					
Unearned contribution reserve	13	-	-	43,064	71,187
Outstanding claims including IBNR	14	-	-	61,099	52,440
Unearned retakaful rebate	16	-	-	390	606
		-	-	104,553	124,233
Unearned wakala fees	17	15,072	24,916	-	-
Takaful / retakaful payables		-	-	11,114	11,120
Other creditors and accruals	12	110,326	106,745	9,779	17,502
		125,398	131,661	20,893	28,622
Total Fund and Liabilities		99,394	108,040	187,154	208,488

The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.

Chairman

Chief Executive
Officer

Director

Director

Chief Financial
Officer

Condensed Interim Statement of

Profit and Loss Account (Unaudited) | For the Quarter and Half Year Ended 30 June 2020

		Quarter ended		Half year ended	
	Note	30 June 2020	30 June 2019	30 June 2020	30 June 2019
(Rupees in `000)					
Participants' Takaful Fund					
Contribution earned	13	19,445	23,526	40,366	47,255
Less: Contribution ceded to retakaful	13	(2,546)	(1,457)	(5,569)	(5,170)
Net contribution revenue	13	16,899	22,069	34,797	42,085
Re-takaful rebate	16	441	378	868	843
Net underwriting income		17,340	22,447	35,665	42,928
Net claims - reported / settled	14	(15,436)	(22,886)	(28,824)	(39,135)
		1,904	(439)	6,841	3,793
Direct expenses	15	(703)	(3,143)	(1,273)	(3,876)
Surplus before investment income		1,201	(3,582)	5,568	(83)
Investment income	22	348	567	1,429	1,524
Other income	23	874	-	1,249	-
Less: Modarib's share of investment income		(961)	-	(961)	-
Surplus / (deficit) transferred to accumulated surplus		1,462	(3,015)	7,285	1,441
Operator's Fund					
Wakala fee	17	10,471	12,699	21,735	25,477
Commission expense	18	(2,333)	(3,410)	(4,933)	(6,673)
General, administrative and management expenses	19	(7,140)	(18,679)	(19,213)	(32,719)
		998	(9,390)	(2,411)	(13,915)
Modarib's share of PTF investment income		961	-	961	-
Investment loss	21	-	(4,652)	-	(4,652)
Profit on bank accounts		14	24	61	49
Other expenses	20	(567)	(1,458)	(994)	(2,361)
Income / (loss) for the period		1,406	(15,476)	(2,383)	(20,879)

The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.

Chairman

Chief Executive
Officer

Director

Director

Chief Financial
Officer

Condensed Interim Statement of
Comprehensive Income (Unaudited) | For the Quarter and Half Year Ended 30 June 2020

	Quarter ended		Half year ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
(Rupees in '000)				
Participants' Takaful Fund				
Surplus / (Deficit) for the period	1,462	(3,015)	7,285	1,441
Other comprehensive income / (loss) for the period:				
Unrealized loss on available for sale securities	(1,210)	(669)	(1,210)	(598)
Total comprehensive income / (loss) for the period	252	(3,684)	6,075	843
Operator's Fund				
Income / (Loss) for the period	1,406	(15,476)	(2,383)	(20,879)
Other comprehensive income for the period:				
Unrealized income on available for sale securities	-	1,621	-	2,456
Total comprehensive income / (loss) for the period	1,406	(13,855)	(2,383)	(18,423)

The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.

Chairman

Chief Executive
Officer

Director

Director

Chief Financial
Officer

Condensed Interim Statement of
Change in Operator's Fund and Participants'
Takaful Fund (Unaudited) | For the Half Year Ended 30 June 2020

	Attributable to Operator's Fund			
	Statutory fund	Revaluation reserve - Available for sale investment	Accumulated deficit	Total
(Rupees in `000)				
Balance as at 01 January 2019	50,000	(2,456)	(43,138)	4,406
Deficit for the period ended 30 June 2019	-	-	(20,879)	(20,879)
Other comprehensive income for the period	-	2,456	-	2,456
Balance as at 30 June 2019	50,000	-	(64,017)	(14,017)
Balance as at 01 January 2020	50,000	-	(73,621)	(23,621)
Deficit for the period ended 30 June 2020	-	-	(2,383)	(2,383)
Other comprehensive income for the period	-	-	-	-
Balance as at 30 June 2020	50,000	-	(76,004)	(26,004)

	Attributable to participants of the PTF				
	Seed Money	Qard-e-Hasna	Revaluation reserve - Available for sale investment	Accumulated Deficit	Total
(Rupees in `000)					
Balance as at 01 January 2019	500	36,020	(468)	(24,545)	11,507
Surplus for the period ended 30 June 2019	-	-	-	1,441	1,441
Other comprehensive loss for the period	-	-	(598)	-	(598)
Qard-e-Hasna contributed by OPF	-	47,000	-	-	47,000
Balance as at 30 June 2019	500	83,020	(1,066)	(23,104)	59,350
Balance as at 01 January 2020	500	83,020	557	(28,444)	55,633
Surplus for the period ended 30 June 2020	-	-	-	7,285	7,285
Other comprehensive loss for the period	-	-	(1,210)	-	(1,210)
Qard-e-Hasna contributed by OPF	-	-	-	-	-
Balance as at 30 June 2020	500	83,020	(653)	(21,159)	61,708

The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.

Chairman

Chief Executive
Officer

Director

Director

Chief Financial
Officer

Condensed Interim Statement of
Cash Flows (Unaudited) | For the Half Year Ended 30 June 2020

	Note	Operator's Fund		Participants' Takaful Fund	
		30 June 2020	30 June 2019	30 June 2020	30 June 2019
(Rupees in `000)					
Operating Activities					
a) Takaful activities					
Contribution received		-	-	56,104	71,101
Re-takaful contributions paid		-	-	(4,376)	(544)
Claims paid	14	-	-	(20,443)	(33,926)
Re-takaful and other recoveries	14	-	-	181	1,037
(Commissions paid) / re-takaful rebate received		(3,295)	(9,306)	652	365
Wakala fees received		18,399	29,000	-	-
Wakala fees paid		-	-	(18,399)	(29,000)
Net cash generated from underwriting activities		15,104	19,694	13,719	9,033
b) Other operating activities					
General and administration expenses paid		(20,209)	(33,193)	(1,270)	(3,876)
Other operating payments		720	(736)	-	-
Amounts due from other takaful / retakaful operators		-	-	3,016	(1,045)
Deposits and other receivables		(49)	(31)	(709)	(45,186)
Paid to Premier Insurance Limited		10,217	(22,117)	(4,617)	24,399
Accrued salvage recoveries		(1,043)	805	-	-
Other liabilities paid		(1,588)	43,027	(1,215)	2,128
Qard-e-hasna contributions		-	(47,000)	-	47,000
Net cash generated / (used in) other operating activities		(11,952)	(59,245)	(4,795)	23,420
Total cash used in from operating activities		3,152	(39,551)	8,924	32,453
Investment Activities					
Investment income received		-	-	45	1,779
Bank profit received		61	49	-	-
Sale / (purchase) of investment		-	39,465	1,763	(33,502)
Total cash generated / (used in) from investing activities		61	39,514	1,808	(31,723)
Total cash generated / (used in) from all activities		3,213	(37)	10,732	730
Cash and cash equivalents at beginning of the period		1,559	1,559	53,593	53,593
Cash and cash equivalents at the end of the period		4,772	1,522	64,325	54,323

Condensed Interim Statement of

Cash Flows (Unaudited) | For the Half Year Ended 30 June 2020

	Operator's Fund		Participants' Takaful Fund	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
(Rupees in '000)				
Reconciliation to profit and loss account				
Operating cash flows	3,152	(39,551)	8,924	32,453
Depreciation expense	-	-	-	-
Investment income	-	(4,652)	1,429	1,524
Increase / (decrease) in assets other than cash	9,439	57,996	24,341	(84,531)
(Decrease) / increase in liabilities	(14,974)	12,328	(27,409)	4,995
Qard-e-hasna contributions	-	(47,000)	-	47,000
(Loss) / income for the year	(2,383)	(20,879)	7,285	1,441
Attributed to				
Operator's Fund	(2,383)	(20,879)	-	-
Participants' Takaful Fund	-	-	7,285	1,441
	(2,383)	(20,879)	7,285	1,441
Definition of cash				
Cash comprises cash in hand, stamps in hand, current and saving accounts and short-term deposits having maturity of less than three months.				
Cash for the purpose of the statement of cash flows consists of:				
Cash and other equivalents				
Current and saving accounts	58	7	-	-
Current and other accounts				
Current and savings accounts	4,714	1,515	64,325	54,323
Total cash and cash equivalents	4,772	1,522	64,325	54,323

The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.

Chairman

Chief Executive
Officer

Director

Director

Chief Financial
Officer

1. LEGAL STATUS AND NATURE OF BUSINESS

Premier Insurance Limited (the Operator) has been authorized to undertake Window Takaful Operations (WTO) on 02 October 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 31 October 2015 under the Waqf Deed with a Seed 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 financial statements of the Operator are prepared in such a manner that the financial position and results from the operations of Waqf and the Operator are shown separately.

2. BASIS OF PRESENTATION

The Securities and Exchange Commission of Pakistan ("SECP") vide its S.R.O 1416(I)/2019 dated 20th November, 2019 has prescribed format of the presentation of published financial statements for general takaful operator for takaful business. These condensed interim financial statements have been prepared in accordance with the format as prescribed by the SECP. The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements as prescribed by the SECP and should be read in conjunction with the annual audited financial statements of the Operator for the year ended December 31, 2019.

These condensed interim financial statements reflect the financial position and results of operations of both the Operator's Fund (OPF) and Participants' Takaful Fund (PTF) in a manner that the assets, liabilities, income and expenses of the Operator and PTF remain separately identifiable.

2.1 Statement of Compliance

2.1.1 These condensed interim financial statements have been prepared in

accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards comprise of:

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017, Takaful Rules, 2012 and General Takaful Accounting Regulations, 2019.

In case requirements differ, the provisions or directives of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and General Takaful Accounting Regulations, 2019 shall prevail.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except investments which are carried both at fair value and at amortized cost.

2.3 Functional and Presentation Currency

These condensed interim financial statements are presented in Pakistani Rupees which is also the Operator's functional currency. All financial information presented in Pakistani Rupees has been rounded to nearest Thousand Rupees, unless otherwise stated.

3. STANDARDS, INTERPRETATIONS AND AMENDMENTS

The accounting policies and the methods of computation adopted in the preparation of these financial statements are the same as those applied in the preparation of the annual audited financial statements for the year ended 31 December 2019.

3.1 Adoption of amendments to accounting standards effective during the period

The Company has adopted the following amendments to International Financial Reporting Standards (IFRSs) which became effective for the current period:

- IFRS 3 - Definition of a Business (Amendments)
- IAS 39 - Interest Rate Benchmark Reform (Amendments)
- IFRS 16 - COVID 19 Related Rent Concessions (Amendments)
- IAS 1 / IAS 8 - Definition of Material (Amendments)

The IASB has also issued the revised Conceptual Framework for Financial Reporting (the Conceptual Framework) in March 2018 which is effective for annual periods beginning on or after 01 January 2020 for preparers of financial statements who develop accounting policies based on the Conceptual Framework. The revised Conceptual Framework is not a standard, and none of the concepts override those in any standard or any requirements in a standard. The purpose of the Conceptual Framework is to assist IASB in developing standards, to help preparers develop consistent accounting policies if there is no applicable standard in place and to assist all parties to understand and interpret the standards.

3.2 **Standards, amendments and improvements to the approved accounting standards that are not yet effective**

The following standards, amendments and improvements to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standard or Amendments		Effective date (period beginning on or after)
IFRS 3	Reference to the Conceptual Framework (Amendments)	01 January 2022
IFRS 10 / IAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendment)	Not yet finalised
IAS 1	Classification of Liabilities as Current or Non-current (Amendments)	01 January 2022
IAS 16	Proceeds before Intended Use (Amendments)	01 January 2022
IAS 37	Onerous Contracts – Costs of Fulfilling a Contract (Amendments)	01 January 2022

Improvements to Accounting Standards Issued by the IASB (2018-2020 cycle)

Standard or Amendments		Effective date (period beginning on or after)
IFRS 9	Financial Instruments – Fees in the '10 percent' test for derecognition of financial liabilities	01 January 2022
IAS 41	Agriculture – Taxation in fair value measurements	01 January 2022

'Further, the following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standard or Amendments		Effective date (period beginning on or after)
IFRS 1	First time adoption of IFRSs	01 January 2004
IFRS 17	Insurance Contracts	01 January 2023

4. ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim financial statements are in conformity with approved accounting standards which requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing these condensed interim financial statements, the significant judgments made by management in applying the Operator's accounting policies and the key sources of estimation uncertainty were the same as those disclosed in the financial statements as at and for the year ended December 31, 2019.

5. FINANCIAL AND TAKAFUL RISK MANAGEMENT

The company's financial and Insurance risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended December 31, 2019 except for as stated below:

During the year, the COVID – 19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe, including Pakistan. The World Health Organization has declared COVID-19 a pandemic. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts. SECP has also given regulatory relief to corporate sector

which includes extension of holding Annual General Meeting, alternatives to disseminate information to shareholders through post, relaxation for filing of interim financial statements, relaxation to hold Board of Director's meeting once in each quarter and instructions to prioritize safety of employees in COVID-19 outbreak.

COVID-19 has adversely has adversely impacted the Insurance industry on a number of fronts including increase in overall credit risk pertaining to the premium receivables and other financial assets, disruption in growth due to slowdown in economic activity, continuity of business operations and managing cybersecurity threat as a significant number of the company's staff is working from home.

Due to overall uncertain situation about the impacts and duration for which such a situation will continue, the overall impact on the company's financial position and financial performance cannot be predicted with reasonable certainty. The management continues to monitor the developing situation and would proactively manage any risk arising thereof.

5.1 Credit Risk

The Risk Management function is regularly conducting detailed analysis on sectors/ industries and identify the degree by which the company's policy holder and their businesses have been impacted amid COVID-19. Keeping in view short term and long term outlook of each sector, management has taken into consideration the factors while determining required provisions against financial assets where required.

5.2 Liquidity Risk

Due to COVID-19 outbreak company's policy holders and their businesses has been adversely impacted. The management is continuously monitoring the liquidity position and solvency position and is taking necessary precautionary measures where needed.

5.3 Market Risk

The company has significant investment in shares classified as available-for-sale category. Due to COVID-19 pandemic, the Pakistan Stock Market (PSX) has shown volatility in performance during the period, accordingly the management is continuously monitoring the shares portfolio for significant price fluctuations and is taking necessary precautionary measures where needed and provisions where

required.

5.4 Interest Rate Risk

The Company invests in securities and has deposits that are subject to interest / mark-up rate risk. Due to COVID-19 Pandemic, the State Bank of Pakistan has responded to the crises by cutting the Policy Rate by 625 basis point. Accordingly, the market interest rates have declined significantly. The management is continuously monitoring the situation and is taking necessary precautionary measures where needed.

5.5 Operational Risk

COVID-19 pandemic has created an unprecedented challenge for company in terms of Business Continuity Management. The management is closely monitoring the situation and has invoked required actions to ensure the safety and security of company's staff and uninterrupted service to policy holders.

Business Continuity Plans for respective areas are in place and tested. Work-from-Home capabilities have been enabled for staff where required, while ensuring adequate controls to ensure that company's information assets are adequately protected from emerging cyber threats.

6. CONTRIBUTION DEFICIENCY RESERVE

No provision has been made as the unearned contribution reserve for each class of business as at June 30, 2020 is considered adequate to meet the expected liability after retakaful for claims and other expenses, expected to be incurred after the reporting date in respect of policies in force at the reporting date.

7. INVESTMENTS IN MUTUAL FUNDS AND TERM DEPOSITS

(Unaudited) 30 June 2020				(Audited) 31 December 2019		
Note	Cost	Impairment / provision for the period	Carrying value	Cost	Impairment / Provision for the period	Carrying value
(Rupees in `000)						

Available for sale - AFS**PTF**

Mutual fund units	7.1	6,106	-	5,922	40,356	-	40,782
Term deposit receipt - held to maturity		-	-	-	600	-	600
		6,106	-	5,922	40,956	-	41,382

7.1 Investments in mutual funds

		(Unaudited) 30 June 2020	(Audited) 31 December 2019	(Unaudited) 30 June 2020	(Audited) 31 December 2019
		(Units in `000)		(Rupees in `000)	

Available for sale**Mutual funds (unit trusts)**

NBP Islamic Sarmaya Izafa Fund	PTF	417	658	5,922	10,668
Al Hamra Daily Dividend Fund	PTF	-	301	-	30,114
		417	959	5,922	40,782

8. LOANS AND OTHER RECEIVABLES - Considered good

		Operator's Fund		Participants' Takaful Fund	
		30 June 2020 (Unaudited)	31 December 2019 (Audited)	30 June 2020 (Unaudited)	31 December 2019 (Audited)
Note					
(Rupees in `000)					
Profit receivable		4	4	302	317
Federal excise duty		128	79	4,215	3,980
Others	8.1	-	-	52,746	52,272
Wakala fee receivable		8,144	14,652	-	-
		8,276	14,735	57,263	56,569

8.1 This includes inter-fund receivable from OPF amounting to Rs.41.64 million (2019: Rs.45.60).

9. TAKAFUL / RETAKAFUL RECEIVABLES - Unsecured and considered good

	Note	Operator's Fund		Participants' Takaful Fund	
		30 June 2020 (Unaudited)	31 December 2019 (Audited)	30 June 2020 (Unaudited)	31 December 2019 (Audited)
(Rupees in `000)					
Contribution due but unpaid		-	-	26,304	45,414
Amounts due from other takaful / retakaful operators		-	-	9,266	12,282
		-	-	35,570	57,696

10. PREPAYMENTS

	Note	Operator's Fund		Participants' Takaful Fund	
		30 June 2020	31 December 2019	30 June 2020	31 December 2019
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
(Rupees in `000)					
Prepaid retakaful contribution ceded		-	-	1,916	3,115
Other prepaid expense		-	720	326	-
		-	720	2,242	3,115

11. CASH AND BANK

		Operator's Fund		Participants' Takaful Fund	
	Note	30 June 2020 (Unaudited)	31 December 2019 (Audited)	30 June 2020 (Unaudited)	31 December 2019 (Audited)
(Rupees in `000)					
Cash and cash equivalent					
Policy, revenue stamps and bond papers		58	68	-	-
Cash at bank					
Current account		15	15	392	620
Savings account		4,699	3,896	63,933	18,570
		4,772	3,979	64,325	19,190

11.1 The rate of return on profit and loss sharing accounts held with Islamic banks during the period ranges from 3.25% to 7.26% per annum (2019: 5% to 7.5%).

12. OTHER CREDITORS AND ACCRUALS

		Operator's Fund		Participants' Takaful Fund	
		30 June 2020	31 December 2019	30 June 2020	31 December 2019
		Note	(Unaudited)	(Audited)	(Unaudited)
(Rupees in `000)					
Wakala fee payable		-	-	8,144	14,652
Payable to Premier Insurance Limited		57,943	52,148	(459)	(459)
Federal insurance fee		-	-	20	3
Sales tax on services		-	-	408	49
Commission payable		8,990	9,612	-	-
Auditor's fee		180	272	-	-
Others	12.1	43,213	44,713	1,666	3,257
		110,326	106,745	9,779	17,502

12.1 This includes inter-fund payable by OPF amounting to Rs.41.64 million (2019: Rs.45.60).

13. NET CONTRIBUTION

	(Unaudited)			
	Quarter ended		Half year ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
(Rupees in `000)				
Written gross contribution	13,806	25,990	33,978	53,185
Less: Wakala fee	(10,471)	(12,699)	(21,735)	(25,477)
Contribution Net of Wakala Fee	3,335	13,291	12,243	27,708
Add: Unearned contribution reserve opening	59,174	73,512	71,187	82,824
Less: Unearned contribution reserve closing	(43,064)	(63,277)	(43,064)	(63,277)
Contribution earned	19,445	23,526	40,366	47,255
Less:				
Retakaful contribution ceded	1,521	129	4,370	3,239
Add: Prepaid retakaful contribution opening	2,941	2,832	3,115	3,435
Less: Prepaid retakaful contribution closing	(1,916)	(1,504)	(1,916)	(1,504)
Retakaful expense	2,546	1,457	5,569	5,170
Net contribution	16,899	22,069	34,797	42,085

14. NET CLAIMS EXPENSE

	(Unaudited)			
	Quarter ended		Half year ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	(Rupees in `000)			
Claims paid	11,525	18,475	20,443	33,926
Less: Outstanding claims including IBNR opening	(57,110)	(50,051)	(52,440)	(49,676)
Add: Outstanding claims including IBNR closing	61,099	54,951	61,099	54,951
Claims expense	15,514	23,375	29,102	39,201
Less:				
Retakaful and other recoveries received	(1)	606	181	1,037
Less: Retakaful recoveries against outstanding claims - opening	(5,460)	(4,260)	(5,442)	(5,114)
Add: Retakaful recoveries against outstanding claims - closing	5,539	4,143	5,539	4,143
Retakaful and other recoveries revenue	78	489	278	66
Net claim	15,436	22,886	28,824	39,135

15. DIRECT EXPENSES - PTF

	(Unaudited)			
	Quarter ended		Half year ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	(Rupees in `000)			
Tracking services	-	1,855	94	2,558
Service charges	457	(7)	562	20
Others	246	1,295	617	1,298
	703	3,143	1,273	3,876

16. RETAKAFUL REBATE - PTF

	(Unaudited)			
	Quarter ended		Half year ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	(Rupees in `000)			
Rebate from re-takaful received	229	83	652	365
Add: Deferred rebate opening	602	491	606	674
Less: Deferred rebate closing	(390)	(196)	(390)	(196)
Rebate from retakaful earned	441	378	868	843

17. WAKALA EXPENSE - OPF

	(Unaudited)			
	Quarter ended		Half year ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	(Rupees in `000)			
Gross wakala fee	4,832	9,139	11,892	18,657
Add: Deferred wakala opening	20,711	25,729	24,916	28,989
Less: Deferred wakala closing	(15,072)	(22,169)	(15,072)	(22,169)
Net wakala fee	10,471	12,699	21,735	25,477

18. COMMISSION EXPENSE - OPF

	(Unaudited)			
	Quarter ended		Half year ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	(Rupees in `000)			
Commission paid or payable	897	1,957	2,673	4,800
Add: Deferred commission opening	4,762	7,322	5,586	7,742
Less: Deferred commission closing	(3,326)	(5,869)	(3,326)	(5,869)
Commission expense	2,333	3,410	4,933	6,673

19. GENERAL, ADMINISTRATIVE AND MANAGEMENT EXPENSES - OPF

	(Unaudited)			
	Quarter ended		Half year ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	(Rupees in `000)			
Employee benefit cost	6,263	13,110	15,923	23,161
Rent, rates and taxes	(11)	339	62	479
Communications	109	220	313	373
Fuel and power	191	1,498	1,004	2,351
Travelling expenses	76	388	203	830
Entertainments	17	247	188	478
Advertisements and sales promotions	-	139	67	342
Loss on assets written off	-	1,887	-	1,887
Depreciation and amortization	-	89	-	176
Repair and office maintenance	211	304	509	975
Printing and stationery	155	389	259	521
Vehicle running expenses	24	311	112	468
Annual supervision fee SECP	-	43	298	689
Bank charges	-	1	-	40
Miscellaneous	105	(286)	275	(51)
	7,140	18,679	19,213	32,719

20. OTHER EXPENSES - OPF

	(Unaudited)			
	Quarter ended		Half year ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	(Rupees in `000)			
Auditors' remuneration	208	418	268	510
Fees and subscription	359	1,040	726	1,851
	567	1,458	994	2,361

21. INVESTMENT LOSS - OPF

	(Unaudited)			
	Quarter ended		Half year ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	(Rupees in `000)			
Net realized losses on investments Available for Sale (AFS)				
Realized loss on sale of mutual fund units	-	(4,652)	-	(4,652)

22. INVESTMENT INCOME - PTF

	(Unaudited)			
	Quarter ended		Half year ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	(Rupees in `000)			
Income from mutual funds				
Realized Gain on sale of mutual fund units	47	-	47	
Dividend income	290	-	1,352	-
Income from term deposits				
Return on term deposits	11	567	30	1,524
	348	567	1,429	1,524

23. OTHER INCOME - PTF

	(Unaudited)			
	Quarter ended		Half year ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	(Rupees in `000)			
Profit on Bank Deposits	874	-	1,316	-
Exchange Loss	-	-	(67)	-
	874	-	1,249	-

24. RELATED PARTY TRANSACTIONS - PTF

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

Details of the balances and transactions with related parties, other than those which have been specifically disclosed elsewhere in these financial statements, are as follows:

	(Unaudited)	
	Half year ended	
	30 June 2020	30 June 2019
	(Rupees in `000)	
Transactions during the period		
Associated Companies		
Contribution underwritten	3,428	1,077
Contribution received	3,532	-
Claims paid	496	669

Financial Information (Unaudited) | For the Quarter and Half Year Ended 30 June 2020

	(Unaudited) 30 June 2020	(Audited) 31 December 2019
	(Rupees in `000)	
Period end balances		
Associated Companies		
Contribution receivable	9,805	8,251
Claims outstanding	661	100
Commission outstanding	309	279

25. SEGMENT INFORMATION**25.1 Participants Takaful Fund****Segment profit and loss**

	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	(Rupees in `000)											
Contribution receivable (inclusive of Federal excise duty, Federal insurance fee and Administrative surcharge)	198	(159)	1,106	590	6,795	22,398	6,785	6,074	19	0	14,903	28,904
Less: Federal excise duty	27	14	131	71	802	2,571	-	-	2	1	963	2,657
Less: Federal insurance fee	2	(1)	9	5	57	194	67	60	-	(1)	135	257
Gross written contribution (inclusive of Administrative surcharge)	169	(172)	966	514	5,936	19,633	6,718	6,014	17	0	13,806	25,990
Gross direct contribution	165	(179)	931	483	5,529	18,615	6,712	6,008	16	-	13,353	24,927
Facultative inward contribution	-	4	-	-	245	241	-	-	-	-	245	245
Administrative surcharge	4	3	35	31	162	776	6	6	1	1	208	817
Less: Wakala expense	(371)	(227)	(285)	(362)	(6,279)	(10,468)	(3,420)	(1,521)	(115)	(121)	(10,471)	(12,699)
Takaful contribution earned	1,061	649	812	975	17,939	29,907	9,812	1,224	291	3,470	29,916	36,225
Takaful contribution ceded to retakaful operators	(884)	(570)	(660)	(837)	(756)	(1,025)	-	-	(246)	975	(2,546)	(1,457)
Net takaful contribution	(194)	(148)	(133)	(224)	10,905	18,414	6,392	(297)	(70)	4,324	16,900	22,069
Rebate earned	197	131	152	193	35	2	-	-	57	52	441	378
Net underwriting income	3	(17)	19	(31)	10,940	18,416	6,392	(297)	(13)	4,376	17,341	22,447
Takaful claims	(93)	(630)	184	(4)	(7,295)	(21,678)	(8,312)	(1,154)	3	91	(15,513)	(23,375)
Takaful claims recovered from retakaful	62	567	16	4	-	-	-	-	-	(82)	78	489
Net claim	(31)	(63)	200	-	(7,295)	(21,678)	(8,312)	(1,154)	3	9	(15,435)	(22,886)
Direct expense	(15)	4	(44)	(60)	(375)	(2,662)	(265)	(423)	(4)	(2)	(703)	(3,143)
Surplus / (Deficit) before investment income	(44)	(76)	175	(91)	3,269	(5,924)	(2,185)	(1,874)	(14)	4,383	1,202	(3,582)
Investment income											348	567
Other Income											874	-
Less: Modarib's share of investment income											(961)	-
Surplus transferred to accumulated surplus											1,462	(3,015)

Notes To The Condensed Interim

Financial Information (Unaudited) | For the Quarter and Half Year Ended 30 June 2020

Segment profit and loss

											(Unaudited) Half year ended	
	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
(Rupees in `ooo)												
Participants Takaful Fund												
Contribution receivable (inclusive of Federal Excise Duty / Sales Tax, Federal Takaful Fee and Administrative surcharge)	1,353	246	2,119	1,701	25,618	52,589	8,282	5,402	392	118	37,764	60,057
Less: Federal excise duty	180	72	257	199	2,959	6,056	-	-	53	16	3,450	6,343
Less: Federal insurance fee	12	2	18	15	222	458	82	53	3	1	337	529
Gross written contribution (inclusive of administrative surcharge)	1,161	172	1,844	1,487	22,437	46,075	8,200	5,349	336	101	33,978	53,185
Gross direct contribution	1,140	153	1,785	1,417	21,356	44,032	8,190	5,341	331	99	32,802	51,042
Facultative inward contribution	-	4	-	-	279	241	-	-	-	-	279	245
Administrative surcharge	21	14	59	70	801	1,802	10	8	5	3	896	1,897
Less: Wakala expense	(721)	(502)	(565)	(780)	(13,543)	(20,976)	(6,703)	(2,965)	(203)	(254)	(21,735)	(25,477)
Takaful contribution earned	2,059	1,433	1,613	2,169	38,694	59,931	19,153	5,349	581	3,850	62,101	72,732
Takaful contribution ceded to retakaful operators	(1,734)	(1,290)	(1,318)	(1,865)	(2,027)	(1,058)	-	-	(491)	(957)	(5,569)	(5,170)
Net takaful contribution	(396)	(359)	(270)	(476)	23,124	37,897	12,450	2,384	(112)	2,639	34,797	42,085
Rebate earned	387	296	303	429	65	3	-	-	113	115	868	843
Net underwriting income	(9)	(63)	33	(47)	23,189	37,900	12,450	2,384	1	2,754	35,665	42,928
Takaful claims	(113)	(240)	49	13	(10,957)	(36,012)	(18,085)	(3,197)	3	235	(29,102)	(39,201)
Takaful claims recovered from retakaful	71	216	207	(5)	-	-	-	-	-	(145)	278	66
Net claim	(42)	(24)	256	8	(10,957)	(36,012)	(18,085)	(3,197)	3	90	(28,824)	(39,135)
Direct expense	(43)	(13)	(69)	(108)	(841)	(3,358)	(307)	(390)	(13)	(7)	(1,273)	(3,876)
Surplus before investment income	(93)	(100)	220	(147)	11,392	(1,470)	(5,941)	(1,203)	(9)	2,837	5,568	(83)
Investment income											1,429	1,524
Other Income											1,249	-
Less: Modarib's share of investment income											(961)	-
Surplus transferred to accumulated surplus											7,285	1,441

Notes To The Condensed Interim

Financial Information (Unaudited) | For the Quarter and Half Year Ended 30 June 2020

Segment assets and liabilities

The following presents segments assets and liabilities as at June 30, 2020 (unaudited) and December 31, 2019 (audited):

	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
(Rupees in `ooo)												
Segment assets	2,913	287	4,433	2,478	39,931	76,757	10,216	8,910	1,058	169	58,552	88,600
Unallocated corporate assets											128,602	119,888
Total assets											187,154	208,488
Segment liabilities	3,952	437	6,277	3,774	76,379	116,905	27,915	13,571	1,144	257	115,667	134,943
Unallocated corporate liabilities											9,779	17,912
Total liabilities											125,446	152,855

25.2 Operators Fund

Segment profit and loss

	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
(Rupees in `ooo)												
Wakala fee earned	371	228	285	362	6,279	10,467	3,420	1,521	115	121	10,471	12,699
Commission expense	(162)	(171)	(79)	(201)	(1,609)	(2,651)	(461)	(187)	(22)	(200)	(2,333)	(3,410)
Management expense	83	196	57	(448)	(4,525)	(16,585)	(2,788)	(1,706)	33	(136)	(7,140)	(18,679)
	292	253	263	(287)	145	(8,769)	171	(372)	126	(215)	998	(9,390)
Modarib's share of PTF investment income											961	-
Investment income											-	(4,652)
Profit on bank deposits											14	24
Other expenses											(567)	(1,458)
Loss before taxation											1,406	(15,476)

Segment profit and loss

	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
(Rupees in `ooo)												
Wakala fee earned	721	502	565	780	13,543	20,976	6,703	2,965	203	254	21,735	25,477
Commission expense	(364)	(315)	(176)	(409)	(3,443)	(5,179)	(906)	(531)	(44)	(239)	(4,933)	(6,673)
Management expense	218	(105)	149	(908)	(12,768)	(28,131)	(6,874)	(3,293)	62	(282)	(19,213)	(32,719)
	575	82	538	(537)	(2,668)	(12,334)	(1,077)	(859)	221	(267)	(2,411)	(13,915)
Modarib's share of PTF investment income											961	-
Investment income											-	(4,652)
Profit on bank deposits											61	49
Other expenses											(994)	(2,361)
Loss before taxation											(2,383)	(20,879)

Segment assets and liabilities

The following presents segments assets and liabilities as at June 30, 2020 (unaudited) and December 31, 2019 (audited):

	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
(Rupees in `000)												
Segment assets	114	18	181	156	2,196	4,839	803	562	33	11	3,326	5,586
Unallocated corporate assets											96,068	102,454
Total assets											99,394	108,040
Segment liabilities	515	81	818	697	9,953	21,585	3,637	2,506	149	48	15,072	24,916
Unallocated corporate liabilities											110,326	106,745
Total liabilities											125,398	131,661

26. MOVEMENT IN INVESTMENTS

	OPF		PTF		Total
	Available for sale	Available for sale	Held to maturity		
(Rupees in `000)					
01 January 2019	39,465	9,642	600	49,707	
Addition	-	30,714	33,500	64,214	
Disposal (sale and redemption)	(41,921)	-	(33,500)	(75,421)	
Designated at fair value through profit of loss upon initial recognition	2,456	426	-	2,882	
31 December 2019	-	40,782	600	41,382	
Addition	-	10,649	-	10,649	
Disposal (sale and redemption)	-	(44,299)	(600)	(44,899)	
Designated at fair value through profit of loss upon initial recognition	-	(1,210)	-	(1,210)	
30 June 2020	-	5,922	-	5,922	

27. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

IFRS 13 defines fair value as an exit price. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly observable

Level 3 Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

Following are the assets which are either measured at fair value or for which fair value is only disclosed and is different from their carrying value:

30 June 2020			
Fair Value Measurement			
	Level 1	Level 2	Level 3
	(Rupees in `000)		
PTF			
Available for sale investments (measured at fair value)			
Mutual fund units	-	5,922	-
	-	5,922	-

31 December 2019			
Fair Value Measurement			
	Level 1	Level 2	Level 3
	(Rupees in `000)		
PTF			
Available for sale investments (measured at fair value)			
Mutual fund units	-	40,782	-
	-	40,782	-

28. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on August 27, 2020 by the Board of Directors of the Operator.

29. GENERAL

- 29.1** There is no individual class of business within the category of 'miscellaneous', where the gross contribution of the class of business is 10% or more of the gross premium revenue of the Operator.

- 29.2** The comparative information has been reclassified, rearranged or additionally restated in these financial statements, wherever necessary, to facilitate comparative and to confirm with changes in presentation in the current year. However there were no material reclassification / restatements to report.
- 29.3** All amounts have been rounded to the nearest thousand Rupees.

Branch

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F: 021-32416572

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CSD North Lahore

162 Shadman II Lahore.

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Canal Branch

162 Shadman II Lahore.

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Branch

Network

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Regency Branch Faisalabad

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Dera Ghazi Khan

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