

Premier  Insurance

بميشة كالة

**Interim Financial Statements**  
for the quarter ended March 31, **2024**  
(Unaudited)



## CONTENTS

	<b>Company Information</b>		<b>Financial Statement</b>
	<b>Corporate Governance</b>		<b>(Window Takaful)</b>
<b>03</b>	Report of the Directors to Members	<b>25</b>	Condensed Interim Statement of Financial Position
	<b>Financial Statements</b>	<b>26</b>	Condensed Interim Statement of Profit and Loss
<b>05</b>	Condensed Interim Statement of Financial Position	<b>27</b>	Condensed Interim Statement of Comprehensive Income
<b>06</b>	Condensed Interim Statement of Profit and Loss	<b>28</b>	Condensed Interim Statement of Changes in Fund
<b>07</b>	Condensed Interim Statement of Comprehensive Income	<b>29</b>	Condensed Interim Statement of Cash Flows
<b>08</b>	Condensed Interim Statement of Changes in Equity	<b>31</b>	Notes to the Condensed Interim Financial Statements
<b>09</b>	Condensed Interim Statement of Cashflows		
<b>11</b>	Notes to the Condensed Interim Financial Statements		

## COMPANY INFORMATION

### Board of Directors

Mr. Khalid Bashir  
(Chairman)  
Mr. Imran Maqbool  
Mr. Ahsan Bashir  
Mr. Attaullah A. Rasheed  
Mr. Sharik Bashir  
Mr. Salman Rafi  
Mrs. Rukhsana Saleem

### Audit Committee

Mrs. Rukhsana Saleem  
(Chairman)  
Mr. Imran Maqbool  
(Member)  
Mr. Ahsan Bashir  
(Member)  
Mr. Rao Ali Zeeshan  
(Secretary)

### Investment Committee

Mr. Ahsan Bashir  
(Chairman)  
Mr. Nadeem Maqbool  
(Member)  
Mr. Imran Maqbool  
(Member)  
Mr. Attaullah A. Rasheed  
(Member)  
Mr. Amjed Bahadur Ali  
(Secretary)

### Chief Executive Officer

Mr. Nadeem Maqbool

### Chief Financial Officer

Mr. Amjed Bahadur Ali

### Company Secretary

Mr. Fariq Mahmood Khan Rohilla

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

Mr. Salman Rafi  
(Chairman)  
Mr. Sharik Bashir  
(Member)  
Mr. Nadeem Maqbool  
(Member)  
Mrs. Rukhsana Saleem  
(Member)  
Mrs. Niina Afridi  
(Secretary)

### Claim Settlement Committee

Mr. Imran Maqbool  
(Chairman)  
Mr. Nadeem Maqbool  
(Member)  
Mr. Ahsan Bashir  
(Member)  
Mr. Hasan Mustafa  
(Secretary)

## COMPANY INFORMATION

### Underwriting Committee

Mr. Attaullah A. Rasheed  
(Chairman)  
Mr. M.K.Baig  
(Member)  
Mr. Afzal Ur Rehman  
(Member)  
Mrs. Humera Jawaid  
(Secretary)

### Risk Management & Compliance Committee

Mr. Nadeem Maqbool  
(Chairman)  
Mr. Sharik Bashir  
(Member)  
Mr. Amjed Bahadur Ali  
(Member)  
Mrs. Niina Afridi  
(Secretary)

### Registrar

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

P : (21) 34380101-2  
F : (21) 34380106  
E : www.famcosrs.com

### Reinsurance & Co-Insurance Committee

Mr. Sharik Bashir  
(Chairman)  
Mr. Afzal Ur Rehman  
(Member)  
Mr. Ali Muhammad  
(Secretary)

### Auditors

BDO Ibrahim & Co, Chartered  
Accountants.

### Legal Advisors

Arfin & Company Advocates

### Registered & Head Office

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

P : (21) 32416331-4  
F : (21) 32416572  
E : info@pil.com.pk  
W : www.pil.com.pk

## REPORT OF THE DIRECTORS TO MEMBERS

The Directors are pleased to present the unaudited condensed interim financial statements of the Company for the three months period ended March 31, 2024.

### Performance Review

Following is the overall performance of the Company.

	Conventional		Takaful	
	Mar 31, 2024	Mar 31, 2023	Mar 31, 2024	Mar 31, 2023
	----- (Rupees) -----			
Premium / contribution written	42,572	61,779	63,951	38,619
Net Premium / contribution *	74,642	80,099	23,163	21,863
Underwriting Result	5,606	(14,313)	625	(7,280)
Investment income	9,236	6,849	36	11
(Loss) /Profit before taxation	(4,566)	(16,459)	2,681	(5,789)
(Loss) /Profit after taxation	(6,456)	(17,242)	-	-
(Loss) /Earning) per share	(0.13)	(0.34)		

\* Net contribution exclusive of wakala fee

Gross written premium during the three months period ended March 31, 2024 was Rs. 42.57 million as against Rs. 61.78 million. The investment income was Rs. 9.23 million as against Rs. 6.84 million of the same period of last year. Net loss ratio for the period was 42% as against 55% same period last year.

Gross contribution written during the three months period ended March 31, 2024 was Rs. 63.95million as against Rs. 38.62 million of the same period last year. Net contribution was Rs. 23.16 million as against Rs.21.86 million of the last year.

### Outlook

We have built our plan to produce profitable growth that is sustainable in a dynamic and competitive business climate, so that we can continue to grow our position within the industry. Despite the numerous obstacles the business faces, we are dedicated to meeting the long-term objectives of the organization by performing to the best of our abilities and adding value for our stakeholders. Our plan is to stick on our existing course of increasing our market share and providing superior customer service to keep our business with established clients.

### Acknowledgement

The directors acknowledge the dedication of the company's employees, thank all our valued customers for their continued patronage and support, and to our Reinsurers, Securities and Exchange Commission of Pakistan and State Bank of Pakistan for their guidance and assistance.

On behalf of the Board

Chairman

CEO / Director

Karachi, Dated: April 30, 2024

## ڈائریکٹرز رپورٹ برائے ممبران

آپ کی کمپنی کے ڈائریکٹرز کمپنی کے غیر آڈٹ شدہ مالیاتی گوشوارے برائے تین ماہ کی اختتامی مدت 31 مارچ 2024ء پیش کرتے ہوئے اظہار مسرت کرتے ہیں۔

کارکردگی کا جائزہ:

کمپنی کی مجموعی کارکردگی درج ذیل ہے:

جہاں		روایتی	
31 مارچ 2023	31 مارچ 2024	31 مارچ 2023	31 مارچ 2024
(روپے '000)			
38,619	63,951	61,779	42,572
21,863	23,163	80,099	74,642
(7,280)	625	(14,313)	5,606
11	36	6,849	9,236
(5,789)	2,681	(16,459)	(4,566)
		(17,242)	(6,456)
		(0.34)	(0.13)

تحریری پریمیئم/کنٹری بوشن

خالص تحریری پریمیئم/کنٹری بوشن\*

ذمہ دہی کے نتائج

سرمایہ کاری آمدنی

قبل از ٹیکس (خسارہ) / منافع

بعد از ٹیکس (خسارہ) / منافع

(خسارہ) / منافع فی حصص

\* وکالٹیس کے علاوہ مجموعی کنٹری بوشن

روایتی آپریشنز:

31 مارچ 2024 کو ختم ہونے والی تین ماہ کی مدت کے دوران مجموعی تحریری پریمیئم 61.78 ملین روپے کے مقابلے میں 42.57 ملین روپے رہا۔ سرمایہ کاری آمدنی 9.23 ملین روپے رہی جو کہ گزشتہ سال کی اسی مدت میں 6.84 ملین روپے تھی۔ دوران سماہی مجموعی خالص کلیم کا تناسب میں 42% رہا جو کہ گزشتہ سال کی اسی مدت کی دوران 55% فیصد تھا۔

31 مارچ 2024 کو ختم ہونے والی تین ماہ کی مدت کے دوران مجموعی تحریری کنٹری بوشن 38.62 ملین روپے کے مقابلے میں 63.95 ملین روپے رہی۔ مجموعی خالص کنٹری بوشن 23.16 ملین روپے رہا۔ جو کہ گزشتہ سال کی اسی مدت میں 21.86 ملین تھا۔

مستقبل کے امکانات:

کاروبار میں منافع بڑھانے اور ترقی کے لئے ہمارا منصوبہ مسابقتی اور تیزی سے بدلنے ماحول میں موزوں ثابت ہوگا۔ اس کے ذریعے ہم انڈسٹری میں اپنی حصہ داری بڑھائیں گے۔ درپیش مشکلات کے باوجود ہم اپنی کمپنی کے طویل مدتی اہداف حاصل کرنے کے لئے کوشاں ہیں۔ ان کوششوں کے ذریعے ہم اپنے حصہ داروں اور متعلقین کے مفادات کی قدر میں اضافہ کریں گے۔ ہم اپنی کوششوں کا تسلسل برقرار رکھتے ہوئے انڈسٹری میں اپنی حصہ داری اور بہترین خدمات پیش کرنے کی روایت اتندہ بھی اپنے قابل قدر صارفین تک پہنچاتے رہیں گے۔

اعتراف:

ڈائریکٹرز کمپنی کے ملازمین کی کوششوں، اپنے تمام قابل قدر کارکنوں کی مسلسل سرپرستی اور تعاون، اور ہمارے ری انشوررز، بلیک و ریڈ اینڈ کیپٹل کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی رہنمائی اور تعاون پر ان کے شکرگزار ہیں۔

از طرف بورڈ

سی ای او/ ڈائریکٹر

چیئرمین

کراچی، مورخہ: 30 اپریل 2024ء

## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2024

	Note	Unaudited 31 March 2024	Audited 31 December 2023
----- Rupees in '000 -----			
<b>Assets</b>			
Property and equipment	7	195,184	196,594
Intangible assets	8	502	543
Investment properties	10	346,758	346,758
Investments			
- Equity securities	9	627,446	618,023
- Mutual funds	9	87,209	83,542
Investment in associate		259,222	259,222
Loans and other receivables	10	32,608	24,852
Insurance / reinsurance receivables	11	411,572	477,430
Reinsurance recoveries against outstanding claims	18	273,911	276,075
Salvage recoveries accrued		5,358	1,397
Deferred commission expense	19	16,866	21,517
Taxation - provision less payment		18,587	19,478
Deferred tax asset		50,988	50,746
Prepayments	12	65,542	81,282
Cash and bank	13	15,856	39,063
		<u>2,407,609</u>	<u>2,496,522</u>
<b>Total Assets of Window Takaful Operations - Operator's Fund</b>	14	<b>131,382</b>	<b>119,339</b>
<b>Total Assets</b>		<b><u>2,538,991</u></b>	<b><u>2,615,861</u></b>
<b>Equity and Liabilities</b>			
<b>Capital and reserves attributable to Company's equity holders</b>			
Ordinary share capital		505,650	505,650
Reserves		1,463,173	1,450,085
Accumulated losses		(1,014,795)	(1,008,339)
<b>Total Equity</b>		<b><u>954,028</u></b>	<b><u>947,396</u></b>
<b>Liabilities</b>			
<b>Underwriting provisions</b>			
Outstanding claims including IBNR	18	598,812	607,489
Unearned premium reserves	17	193,902	273,246
Unearned reinsurance commission	19	8,833	12,738
Retirement benefit obligations		6,460	6,935
Lease liabilities		3,616	3,954
Insurance / reinsurance payables		474,424	469,773
Other creditors and accruals	15	222,560	225,724
Unclaimed dividends		22,423	22,443
<b>Total Liabilities</b>		<b><u>1,531,030</u></b>	<b><u>1,622,302</u></b>
<b>Total Liabilities of Window Takaful Operations - Operator's Fund</b>		<b><u>53,933</u></b>	<b><u>46,163</u></b>
<b>Total Equity and Liabilities</b>		<b><u>2,538,991</u></b>	<b><u>2,615,861</u></b>
<b>Contingencies and commitments</b>	16		

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

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF  
PROFIT AND LOSS ACCOUNT (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Note	Three months period ended	
		Unaudited 31 March 2024	Unaudited 31 March 2023
----- Rupees in '000 -----			
Net insurance premium	17	74,642	80,099
Net insurance claims	18	(31,275)	(43,764)
Net commission expense and other acquisition costs	19	(8,057)	(5,734)
Insurance claims and acquisition expenses		(39,332)	(49,498)
Management expenses	20	(29,704)	(44,914)
<b>Underwriting results</b>		<b>5,606</b>	<b>(14,313)</b>
Investment income	21	9,236	6,849
Rental income		1,102	1,271
Other income	22	973	1,396
Other expenses	23	(521)	(1,120)
		10,790	8,396
<b>Results of operating activities</b>		<b>16,396</b>	<b>(5,917)</b>
Finance costs - lease liability		(126)	(192)
<b>Income / (loss) before tax from General Insurance Operations</b>		<b>16,269</b>	<b>(6,109)</b>
<b>Loss before tax from Window Takaful Operations - Operator's Fund</b>		<b>(20,835)</b>	<b>(10,350)</b>
<b>Loss before tax</b>		<b>(4,566)</b>	<b>(16,459)</b>
Income tax expense	24	(1,890)	(783)
<b>Loss after tax</b>		<b>(6,456)</b>	<b>(17,242)</b>
Loss per share - Rupees	25	(0.13)	(0.34)

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

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer



**CONDENSED INTERIM STATEMENT OF  
COMPREHENSIVE INCOME (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Note	Three months period ended	
		Unaudited 31 March 2024	Unaudited 31 March 2023
		----- Rupees in '000 -----	
<b>Loss after tax</b>		<b>(6,456)</b>	(17,242)
<b>Other comprehensive income / (loss) :</b> Items that may be reclassified subsequently to profit & loss account			
Unrealized income / (loss) on available-for-sale investments during the period	28	<b>13,088</b>	(88,682)
Other comprehensive income / (loss) for the period		<b>13,088</b>	(88,682)
<b>Total comprehensive Income / (loss) for the period</b>		<b>6,632</b>	<b>(105,924)</b>

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

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (unaudited)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Share capital	Reserves							Total reserves	Total equity
	Issued, subscribed and paid-up	Capital reserves		General reserve	Revenue reserves			Accumulated losses		
		Reserve for exceptional losses	Devaluation reserve		Revaluation Reserves - Available for sale investments of the Company and associate	Revaluation Reserves - Property and Equipment				
----- Rupees in '000 -----										
Balance as at 01 January 2023	505,650	19,490	185	996,851	314,615	35,859	(1,017,237)	349,763	855,413	
Loss for the period ended 31 March 2023	-	-	-	-	-	-	(17,242)	(17,242)	(17,242)	
Other comprehensive loss for the period	-	-	-	-	(88,682)	-	-	(88,682)	(88,682)	
Total comprehensive loss for the period ended 31 March 2023	-	-	-	-	(88,682)	-	(17,242)	(105,924)	(105,924)	
Balance as at 31 March 2023	<u>505,650</u>	<u>19,490</u>	<u>185</u>	<u>996,851</u>	<u>225,933</u>	<u>35,859</u>	<u>(1,034,479)</u>	<u>243,839</u>	<u>749,489</u>	
<b>Balance as at 01 January 2024</b>	<b>505,650</b>	<b>19,490</b>	<b>185</b>	<b>996,851</b>	<b>397,700</b>	<b>35,859</b>	<b>(1,008,339)</b>	<b>441,746</b>	<b>947,396</b>	
Loss for the period ended 31 March 2024	-	-	-	-	-	-	(6,456)	(6,456)	(6,456)	
Other comprehensive income for the period	-	-	-	-	13,088	-	-	13,088	13,088	
Total comprehensive income / (loss) for the period ended 31 March 2024	-	-	-	-	13,088	-	(6,456)	6,632	6,632	
<b>Balance as at 31 March 2024</b>	<b><u>505,650</u></b>	<b><u>19,490</u></b>	<b><u>185</u></b>	<b><u>996,851</u></b>	<b><u>410,788</u></b>	<b><u>35,859</u></b>	<b><u>(1,014,795)</u></b>	<b><u>448,378</u></b>	<b><u>954,028</u></b>	

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

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

## CONDENSED INTERIM STATEMENT OF CASHFLOWS (unaudited)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Note	31 March 2024	31 March 2023
		----- Rupees in '000 -----	
<b>Operating activities</b>			
<b>a) Underwriting activities</b>			
Insurance premium received		106,357	124,893
Reinsurance premium paid		(16,872)	(18,801)
Claims paid		(54,651)	(90,091)
Reinsurance and other recoveries received		12,849	40,650
Commission paid		(8,344)	(12,346)
Commission received		2,582	3,743
Other acquisition costs paid		(4,833)	(4,296)
Management expenses paid		(79,262)	(70,066)
<b>Net cash used in underwriting activities</b>		<b>(42,174)</b>	<b>(26,314)</b>
<b>b) Other operating activities</b>			
Income tax paid		(999)	(163)
Other operating receipts		17,279	(19,026)
Loans advanced, deposits received / (paid)		(5,644)	1,057
Other liabilities (paid) / reversed		120	12,808
<b>Total cash generated from other operating activities</b>		<b>10,756</b>	<b>(5,324)</b>
<b>Total cash used in all operating activities</b>		<b>(31,418)</b>	<b>(31,638)</b>
<b>Investment activities</b>			
Profit / return received		9,131	7,433
Rental received		1,102	1,271
Proceeds from investments disposed		-	183
Fixed capital expenditure incurred		(70)	(1,199)
Proceeds from sale of property and equipment		300	918
<b>Total cash generated from investing activities</b>		<b>10,463</b>	<b>8,606</b>
<b>Financing activities</b>			
Finance cost paid		(126)	(192)
Dividend paid		(20)	-
Payment of lease liability		(2,106)	(3,411)
<b>Total cash used in financing activities</b>		<b>(2,252)</b>	<b>(3,603)</b>
<b>Net cash (used in) / generated from all activities</b>		<b>(23,207)</b>	<b>(26,635)</b>
Cash and cash equivalents at beginning of the period		39,063	53,729
<b>Cash and cash equivalents at end of the period</b>	13	<b>15,856</b>	<b>27,094</b>

## CONDENSED INTERIM STATEMENT OF CASHFLOWS (unaudited)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Note	31 March 2024	31 March 2023
----- Rupees in '000 -----			
<b>Reconciliation to profit and loss account</b>			
Operating cashflows		(31,418)	(31,638)
Depreciation and amortization expense	20	(1,477)	(1,898)
Finance costs		(126)	(192)
Gain on sale of operating fixed assets	22	256	(256)
Rental income		1,102	1,271
Dividend income	21	9,243	7,006
Other income	22	717	1,652
Loss from Window Takaful Operations - Operator's Fund	14	(20,835)	(10,350)
(Decrease) / increase in assets other than cash		(54,852)	(73,878)
Increase / (decrease) in liabilities other than borrowings		90,934	91,039
<b>Loss after tax</b>		<b>(6,456)</b>	<b>(17,242)</b>

### Definition of cash and cash equivalent

Cash and cash equivalent comprises cash in hand, stamps in hand, current and saving accounts and short-term deposits having maturing 3 months from the date of acquisition.

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

### Cash and other equivalent

Cash	-	-
Stamps in hand	251	354
	<b>251</b>	<b>354</b>
<b>Current and other accounts</b>		
Current accounts	11,918	7,905
PLS account	3,687	18,835
	<b>15,605</b>	<b>26,740</b>
<b>Total cash and cash equivalent</b>	<b>15,856</b>	<b>27,094</b>

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

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

## **NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

### **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, Off. I.I. Chundrigar Road, Karachi. The Company has been allowed to work as Window Takaful Operator since 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.

### **2. BASIS OF PREPARATION**

#### **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), Interim Financial Reporting (IAS) 34 issued by International Accounting Standards Board (IASB) as 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.

Where the provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017, Takaful Rules, 2012 and General Takaful Regulation, 2019 differ with the requirements of IAS 34, provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017, Takaful Rules, 2012 and General Takaful Accounting Regulation, 2019, have been followed.

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, 2023.

## **NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

In terms of the requirements of the Takaful Rules 2012, read with SECP Circular 25 of 2015 dated 09 July 2015, the assets, liabilities and profit and loss of the Operator's Fund of the Window Takaful Operations (WTO) of the Company have been presented as a single line item in the balance sheet and profit and loss account of the Company respectively.

Further, a separate set of financial statements of the Window Takaful Operations has been annexed to these condensed interim financial statements as per the requirements of the Takaful Rules 2012.

### **2.2 Basis of measurement**

These condensed interim financial statements have been prepared on the historical cost basis except for available for sale investments & investment property that have been measured at fair value and staff gratuity which is stated at present value.

### **2.3 Functional and presentation currency**

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.

## **3. USE OF ESTIMATES AND JUDGMENTS**

The preparation of these condensed interim 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 that applied to the annual financial statements for the year ended December 31, 2023.

## **4. 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 31 December 2023.

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

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the annual financial statements of the Company for the year ended December 31, 2023.

**NOTES TO THE CONDENSED INTERIM  
FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Note	Unaudited 31 March 2024	Audited 31 December 2023
----- Rupees in '000 -----			
<b>6. PROPERTY AND EQUIPMENT</b>			
Operating fixed assets	6.1	166,352	167,456
Capital work-in-progress		26,109	26,109
Right of use assets	6.2	2,723	3,029
		<u>195,184</u>	<u>196,594</u>
<b>6.1 Operating fixed assets</b>			
Opening balance as at January 01		167,456	172,925
Add: Additions during the period / year		70	612
Less: Written down value of disposals during the period / year		(44)	(821)
Depreciation charged during the period / year		(1,130)	(5,260)
		<u>(1,174)</u>	<u>(6,081)</u>
<b>Closing written down value</b>		<u>166,352</u>	<u>167,456</u>
<b>6.2 Right-of-use assets</b>			
The Company has recognized right-of-use assets in respect of the Head Office and its branches:			
<b>Head Office and branches:</b>			
Opening balance as at January 01		3,029	6,171
Less: Reversal due to termination during the period / year		-	(1,843)
Depreciation charged during the period / year		(306)	(1,299)
<b>Closing written down value</b>		<u>2,723</u>	<u>3,029</u>
<b>7. INTANGIBLE ASSETS</b>			
Opening balance as at January 01		543	776
Less: Amortization charged during the period / year		(41)	(233)
<b>Closing written down value</b>		<u>502</u>	<u>543</u>
<b>8. INVESTMENT PROPERTIES</b>			
Carrying value at the beginning of the period / year		346,758	321,317
Revaluation gain on investment property		-	25,441
<b>Carrying value at the end of the period / year</b>		<u>346,758</u>	<u>346,758</u>

**NOTES TO THE CONDENSED INTERIM  
FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

**9. INVESTMENTS**

Particulars	31 March 2024				31 December 2023			
	Cost	Impairment / provision for the year	Revaluation surplus	Carrying value	Cost	Impairment / provision for the year	Revaluation surplus	Carrying value
----- Rupees in '000 -----								
<b>Available-for-sale</b>								
<b>Related parties</b>								
Listed shares	187,816	-	84,764	272,580	187,816	-	76,886	264,702
Unlisted shares	-	-	-	-	-	-	-	-
<b>Other than related parties</b>								
Unlisted shares	1,483	-	-	1,483	1,483	-	-	1,483
Listed shares	230,555	-	122,828	353,383	230,555	-	122,964	351,838
Mutual funds *	61,526	-	25,683	87,209	61,526	-	22,016	83,542
	<b>481,379</b>	<b>-</b>	<b>233,276</b>	<b>714,655</b>	<b>481,379</b>	<b>-</b>	<b>221,867</b>	<b>701,565</b>

\* Investments in Mutual funds includes units placed as statutory deposit with State Bank of Pakistan in compliance of section 29 of Insurance Ordinance, 2000.

**10. LOANS AND OTHER RECEIVABLES**

Note	Unaudited 31 March 2024	Audited 31 December 2023
----- Rupees in '000 -----		
	<b>2,307</b>	195
10.1	<b>1,406</b>	1,543
	<b>12,083</b>	9,868
	<b>1,153</b>	1,263
	<b>15,659</b>	11,983
	<b>32,608</b>	24,852

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



**NOTES TO THE CONDENSED INTERIM  
FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Note	Unaudited 31 March 2024	Audited 31 December 2023
----- Rupees in '000 -----			
<b>11. INSURANCE / REINSURANCE RECEIVABLES</b>			
Premium due but unpaid		339,730	404,366
Less: Provision for doubtful receivables from insurance contract holder		(179,141)	(178,715)
		<b>160,589</b>	225,651
Amounts due from other insurers / reinsurers		368,608	368,979
Less: Provision for doubtful receivables from insurers / reinsurers		(117,625)	(117,200)
		<b>250,983</b>	251,779
		<b>411,572</b>	477,430
<b>12. PREPAYMENTS</b>			
Prepaid reinsurance premium ceded		51,228	76,979
Other prepaid expense		14,314	4,303
		<b>65,542</b>	81,282
<b>13. CASH AND BANK</b>			
Cash and cash equivalent		-	-
- Cash in hand		251	224
- Policy and revenue stamps, bond papers			
Cash at bank		11,918	18,222
- Current accounts		3,687	20,617
- Savings account	13.1	<b>15,856</b>	39,063
<b>13.1</b>	The rate of return on savings account held with various banks range from 8.20% to 20.50% per annum (December 31, 2023: 10.00% to 21.66%).		
<b>14. WINDOW TAKAFUL OPERATIONS - OPERATOR'S FUND</b>			
Assets			
Loan and other receivables		341	308
Receivable from PTF		22,528	16,145
Deferred commission expense		7,321	7,353
Cash and bank		7,289	1,630
		<b>37,479</b>	25,436
Qard-e-hasna contributed to PTF		93,903	93,903
<b>Total Assets</b>		<b>131,382</b>	119,339
<b>Total Liabilities</b>		<b>218,008</b>	185,129

**NOTES TO THE CONDENSED INTERIM  
FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Note	Unaudited Three months period ended	
		31 March 2024	31 March 2023
----- Rupees in '000 -----			
<b>Operator's revenue accounts</b>			
Wakala fee		17,241	15,220
Commission expense		(3,905)	(4,255)
General, administrative and management expenses		(34,623)	(21,257)
Modarib's share of PTF Investment income		1,107	804
Profit on bank accounts		42	37
Other expenses		(697)	(899)
<b>Loss for the period</b>		<b>(20,835)</b>	<b>(10,350)</b>

	Note	Unaudited	Audited
		31 March 2024	31 December 2023
----- Rupees in '000 -----			
<b>15. OTHER CREDITORS AND ACCRUALS</b>			
Bonus payable		3,102	3,102
Commissions payable		135,277	138,561
Federal excise duty and sales tax		18,553	17,342
Deposits and margins		2,127	2,127
Provision for rent	15.1	14,000	14,000
Others		49,446	50,592
		<b>222,560</b>	<b>225,724</b>

**15.1** This represents provision for rent amounting to Rs.14 million (December 31, 2023: 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.

**16. CONTINGENCIES AND COMMITMENTS**

**16.1 Contingencies**

The status of contingencies are same as disclosed in the annual audited financial statements for the year ended December 31, 2023.

**16.1 Commitments**

Commitment for capital expenditure	<b>15,038</b>	15,038
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**NOTES TO THE CONDENSED INTERIM  
FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

Note	Unaudited Three months period ended	
	31 March 2024	31 March 2023
	----- Rupees in '000 -----	
<b>17. NET INSURANCE PREMIUM</b>		
Written gross premium	42,572	61,779
Add: Unearned premium reserve opening	273,246	332,080
Less: Unearned premium reserve closing	(193,902)	(244,297)
Premium earned	121,916	149,562
Less: Reinsurance premium ceded	21,523	31,722
Add: Prepaid reinsurance premium opening	76,979	130,491
Less: Prepaid reinsurance premium closing	(51,228)	(92,750)
Reinsurance expense	47,274	69,463
<b>Net insurance premium</b>	<b>74,642</b>	<b>80,099</b>
<b>18. NET INSURANCE CLAIMS</b>		
Claims paid	50,690	89,875
Less: Outstanding claims including IBNR opening	(607,489)	(897,213)
Add: Outstanding claims including IBNR closing	598,812	880,905
Claims expense	42,013	73,567
Less: Reinsurance and other recoveries received	12,902	27,482
Less: Reinsurance and other recoveries in respect of outstanding claims - opening	(276,075)	(489,897)
Add: Reinsurance and other recoveries in respect of outstanding claims - closing	273,911	492,218
Reinsurance and other recoveries revenue	10,738	29,804
<b>Net insurance claims</b>	<b>31,275</b>	<b>43,764</b>

**NOTES TO THE CONDENSED INTERIM  
FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	<b>Unaudited</b>	
	<b>Three months period ended</b>	
	<b>31 March 2024</b>	<b>31 March 2023</b>
	----- Rupees in '000 -----	
<b>19. NET COMMISSION EXPENSE AND OTHER ACQUISITION COSTS</b>		
Commission paid or payable	5,060	6,646
Add: Deferred commission opening	21,517	28,694
Less: Deferred commission closing	(16,866)	(22,966)
Commission expense	9,711	12,374
Less: Commission received or recoverable from reinsurers	2,582	3,743
Add: Unearned reinsurance commission opening	12,738	24,251
Less: Unearned reinsurance commission closing	(8,833)	(17,058)
Commission from reinsurance	6,487	10,936
<b>Net commission expense / (income)</b>	<b>3,224</b>	<b>1,438</b>
<b>Add: Other acquisition costs:</b>		
Tracking device expenses	48	16
Service charges	2,835	3,078
Other costs	1,950	1,202
<b>Net Commission expense and other acquisition costs</b>	<b>4,833</b>	<b>4,296</b>
	<b>8,057</b>	<b>5,734</b>
<b>20. MANAGEMENT EXPENSES</b>		
Employee benefit cost	20,207	29,421
Travelling expenses	370	261
Advertisement and sales promotion	661	429
Printing and stationary	121	548
Depreciation	1,436	1,841
Amortization	41	57
Rent, rates and taxes	366	356
Legal and professional charges - business related	1,321	5,736
Electricity, gas and water	695	549
Entertainment	331	357
Vehicle running expenses	351	350
Office repairs and maintenance	373	409
IT & software related expense	688	1,052
Bank charges	10	5
Postages, telegrams and telephone	455	896
Insurance expense	293	260
Annual supervision fee SECP	842	941
Bad and doubtful debts	851	1,236
Others	292	210
	<b>29,704</b>	<b>44,914</b>

**NOTES TO THE CONDENSED INTERIM  
FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	<b>Unaudited</b>	
	<b>Three months period ended</b>	
	<b>31 March 2024</b>	<b>31 March 2023</b>
	----- Rupees in '000 -----	
<b>21. INVESTMENT INCOME</b>		
<b>Income from equity securities and mutual fund units</b>		
Available for sale		
- Equity securities	9,243	7,006
<b>Net realized gain / (loss) on investments</b>		
Available for sale		
- Equity securities and Mutual Funds	-	2
<b>Total investment income</b>	<b>9,243</b>	<b>7,008</b>
Less: Investment related expenses	(7)	(159)
	<b>9,236</b>	<b>6,849</b>
<b>22. OTHER INCOME</b>		
Return on bank balances	799	935
Gain on sale of operating fixed assets	256	(256)
Miscellaneous	(82)	717
	<b>973</b>	<b>1,396</b>
<b>23. OTHER EXPENSES</b>		
Auditors' remuneration	717	685
Fees and subscription	192	610
Others	(343)	(129)
	<b>521</b>	<b>1,120</b>
<b>24. TAXATION</b>		
Current tax	2,131	1,255
Deferred tax	(241)	(472)
	<b>1,890</b>	<b>783</b>

**24.1** The relationship between tax expense and accounting profit has not been presented in these financial statements as the income of the Company is subject to tax under section 113 of the Income Tax Ordinance, 2001.

**NOTES TO THE CONDENSED INTERIM  
FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	<b>Unaudited</b>	
	<b>Three months period ended</b>	
	<b>31 March 2024</b>	<b>31 March 2023</b>
	----- Rupees in '000 -----	
<b>25. LOSS PER SHARE</b>		
Loss after tax for the period	<b>(6,456)</b>	(17,242)
	----- Number of shares in '000 -----	
Weighted average number of ordinary shares	<b>50,565</b>	50,565
	----- Rupees -----	
Loss per share	<b>(0.13)</b>	(0.34)

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.

**26. RELATED PARTY TRANSACTIONS**

Related parties comprise of associated companies, entities under common control, entities with common Directors, shareholder and key management personnel of the Company. Transactions with related parties are carried out at arm's length prices except for compensation to key management personnel which is carried out on basis of employment terms and conditions. The transactions with related parties are as follows:

	<b>Unaudited</b>	
	<b>Three months period ended</b>	
	<b>31 March 2024</b>	<b>31 March 2023</b>
	----- Rupees in '000 -----	
<b>Transactions during the period</b>		
<b>Associated Companies</b>		
Premium underwritten	<b>4,786</b>	4,639
Premium received	<b>34,574</b>	39,313
Claims paid	<b>15,644</b>	17,684
Dividend received	<b>283</b>	-
Commission paid	<b>1,530</b>	-
Others	<b>1,890</b>	1,385
Meeting fees	<b>160</b>	200
Remuneration and retirement benefits to key management personnel	<b>41,168</b>	34,137

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited) FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

Balances	Note	Unaudited 31 March 2024	Audited 31 December 2023
----- Rupees in '000 -----			
<b>Associated Companies</b>			
Premium receivable		41,242	45,154
Claims outstanding		40,232	59,994
Commission outstanding		1,030	1,015
<b>Others</b>			
Premium receivable		117	117

**26.1** Company's contribution toward staff provident fund for the year is Rs. 509 thousands (2023: Rs.828 thousands).

### 27 Segment profit or loss

	Unaudited Three months period ended											
	31 March 2024		31 March 2023		31 March 2024		31 March 2023		31 March 2024		31 March 2023	
	----- Rupees in '000 -----											
	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
----- Rupees in '000 -----												
Premium receivable ( inclusive of FED / Sales Tax, Federal insurance fee and Administrative surcharge)	12,229	25,082	6,506	7,156	14,254	16,359	9,623	14,788	5,134	3,589	47,746	66,975
Less: FED / sales tax	1,585	1,752	708	717	1,833	1,860	-	-	621	365	4,748	4,714
Less: Federal insurance fee	105	118	57	61	123	130	95	146	45	27	426	482
<b>Gross written Premium (inclusive of Administrative surcharge)</b>	<b>10,538</b>	<b>23,213</b>	<b>5,740</b>	<b>6,378</b>	<b>12,298</b>	<b>14,370</b>	<b>9,528</b>	<b>14,642</b>	<b>4,468</b>	<b>3,177</b>	<b>42,572</b>	<b>61,779</b>
Gross direct premium	10,444	11,655	5,546	5,840	12,001	12,628	9,493	14,592	4,355	2,691	41,839	47,405
Facultative inward premium	-	11,479	-	275	-	1,406	-	-	-	430	-	13,590
Administrative surcharge	94	79	194	263	297	336	35	50	113	56	733	784
Insurance premium earned	26,729	60,719	5,911	8,490	21,152	16,893	56,733	49,396	11,391	14,065	121,916	149,562
Insurance premium ceded to reinsurers	(26,094)	(48,307)	(5,131)	(7,628)	(1,781)	(1,097)	(9,141)	(6,548)	(5,127)	(5,883)	(47,274)	(69,463)
<b>Net Insurance premium</b>	<b>635</b>	<b>12,412</b>	<b>780</b>	<b>862</b>	<b>19,371</b>	<b>15,796</b>	<b>47,592</b>	<b>42,848</b>	<b>6,264</b>	<b>8,182</b>	<b>74,642</b>	<b>80,099</b>
Commission income from reinsurers	3,217	7,515	1,006	1,296	103	83	1,372	1,145	788	898	6,487	10,936
<b>Net underwriting income</b>	<b>3,852</b>	<b>19,927</b>	<b>1,786</b>	<b>2,158</b>	<b>19,475</b>	<b>15,879</b>	<b>48,964</b>	<b>43,993</b>	<b>7,052</b>	<b>9,079</b>	<b>81,129</b>	<b>91,036</b>
Insurance claims expense	11,419	(5,985)	(1,952)	(5,214)	(5,751)	(8,015)	(45,441)	(44,487)	(288)	(9,867)	(42,013)	(73,568)
Insurance claims recovered from reinsurers and other recoveries revenue	(2,295)	10,643	1,837	5,425	1,309	364	9,984	7,019	(97)	6,353	10,738	29,804
Net Insurance claims	9,124	4,658	(115)	211	(4,442)	(7,651)	(35,457)	(37,468)	(385)	(3,514)	(31,275)	(43,764)
Commission expense	(2,490)	(5,777)	(336)	(438)	(1,460)	(1,035)	(3,470)	(3,139)	(1,955)	(1,985)	(9,711)	(12,375)
Premium deficiency	-	-	-	-	-	-	-	-	-	-	-	-
Management expense	(6,512)	(18,234)	(1,440)	(2,550)	(5,154)	(5,073)	(13,823)	(14,834)	(2,775)	(4,224)	(29,704)	(44,914)
Other acquisition cost	44	1,596	10	173	(14)	1,242	(4,890)	(8,034)	18	727	(4,833)	(4,296)
<b>Net insurance claims and expenses</b>	<b>166</b>	<b>(17,757)</b>	<b>(1,881)</b>	<b>(2,604)</b>	<b>(11,070)</b>	<b>(12,517)</b>	<b>(57,641)</b>	<b>(63,475)</b>	<b>(5,097)</b>	<b>(8,996)</b>	<b>(75,523)</b>	<b>(105,348)</b>
<b>Underwriting result</b>	<b>4,018</b>	<b>2,170</b>	<b>(95)</b>	<b>(446)</b>	<b>8,404</b>	<b>3,361</b>	<b>(8,676)</b>	<b>(19,482)</b>	<b>1,955</b>	<b>84</b>	<b>5,606</b>	<b>(14,313)</b>
Investment income											9,236	6,849
Rental income											1,102	1,271
Other income											973	1,396
Other expenses											(521)	(1,120)
Finance cost											(126)	(192)
Share of loss from WTO - Operator's Fund											(20,835)	(10,350)
Loss before tax											(4,565)	(16,459)

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited) FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

### 27.2 Segment assets and liabilities

The following presents segments assets and liabilities for the year ended 31 March 2024 and 31 December 2023:

											Unaudited Three months period ended	
	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	31 March 2024	31 March 2023
	----- Rupees in '000 -----											
<b>Segment assets</b>	<b>189,940</b>	473,509	<b>103,466</b>	101,821	<b>221,661</b>	133,027	<b>171,726</b>	387,402	<b>80,539</b>	112,943	<b>767,333</b>	1,208,702
Unallocated corporate assets											<b>1,771,658</b>	1,407,159
<b>Total assets</b>											<b>2,538,991</b>	2,615,861
<b>Segment Liabilities</b>	<b>315,844</b>	652,246	<b>172,051</b>	140,256	<b>368,592</b>	183,242	<b>285,557</b>	533,637	<b>133,926</b>	155,576	<b>1,275,970</b>	1,664,957
Unallocated corporate liabilities											<b>255,060</b>	(42,655)
<b>Total liabilities</b>											<b>1,531,030</b>	1,622,302

Rupees in '000

### 28. MOVEMENT IN INVESTMENTS - AVAILABLE FOR SALE

<b>01 January 2023</b>	613,028
Additions	8,746
Disposals (sale and redemptions)	(1,681)
Fair value net gains (excluding net realized gains)	81,472
Designated at fair value through profit of loss upon initial recognition	-
Impairment losses	-
<b>31 December 2023</b>	701,565
Additions	-
Disposals (sale and redemptions)	-
Fair value net gains (excluding net realized gain)	13,090
<b>31 March, 2024</b>	714,655



**NOTES TO THE CONDENSED INTERIM  
FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

**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 these condensed interim 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.

There had been no transfers between the fair value of hierarchy during the year.

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:

	<b>Unaudited 31 March 2024</b>		
	<b>Fair Value Measurement</b>		
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
	----- Rupees in '000 -----		
<b>Available for sale investments (measured at fair value)</b>			
Equity securities	625,963	1,483	-
Mutual fund units	-	87,209	-
	<b>625,963</b>	<b>88,692</b>	<b>-</b>
	<b>Audited 31 December 2023</b>		
	<b>Fair Value Measurement</b>		
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
	----- Rupees in '000 -----		
<b>Available for sale investments (measured at fair value)</b>			
Equity securities	616,540	1,483	-
Mutual fund units	-	83,542	-
	<b>616,540</b>	<b>85,025</b>	<b>-</b>

**NOTES TO THE CONDENSED INTERIM  
FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

**30. DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorized for issue on 30 April 2024 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 financial statements, wherever necessary, to facilitate comparative and to confirm with changes in presentation in the current period. However there were no material reclassification / restatements to report.

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

**Chief Executive Officer**

**Chairman**

**Director**

**Director**

**Chief Financial Officer**

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS  
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION OF  
OPERATOR'S FUND AND PARTICIPANTS' TAKAFUL FUND  
AS AT 31 MARCH 2024**

	Note	Operator's Fund		Participant's Takaful Fund	
		31 March 2024 Unaudited	31 December 2023 Audited	31 March 2024 Unaudited	31 December 2023 Audited
Rupees in '000					
<b>Assets</b>					
Investments		-	-	8,652	8,220
Mutual funds	7	-	-	600	600
Term deposits	8	-	-	-	-
Loans and other receivables	10	341	308	52,156	40,861
Takaful / retakaful receivables	12	-	-	71,327	58,442
Retakaful recoveries against outstanding claims	19	-	-	18,779	15,202
Qard-e-hasna contributed to PTF	9	93,903	93,903	-	-
Salvage recoveries accrued		-	-	350	360
Receivable from PTF	11	22,528	16,145	-	-
Deferred wakala expense	22	-	-	35,969	30,827
Deferred commission expense	23	7,321	7,353	-	-
Prepayments	13	-	-	14,085	13,655
Cash and bank	14	7,289	1,630	69,182	66,350
<b>Total Assets</b>		<b>131,382</b>	<b>119,339</b>	<b>271,100</b>	<b>234,517</b>
<b>Funds and Liabilities</b>					
<b>Reserve attributable to: Operator's Fund (OPF)</b>					
Statutory fund		50,000	50,000	-	-
Revaluation reserves		-	-	-	-
Accumulated deficit		(136,626)	(115,790)	-	-
<b>Balance of Operator's Fund</b>		<b>(86,626)</b>	<b>(65,790)</b>	<b>-</b>	<b>-</b>
<b>Participant's Takaful Fund (PTF) / Waqf</b>					
Seed money		-	-	500	500
Revaluation reserves		-	-	819	387
Accumulated deficit		-	-	(53,356)	(56,037)
<b>Balance of Participant's Takaful Fund / Waqf</b>		<b>-</b>	<b>-</b>	<b>(52,037)</b>	<b>(55,150)</b>
<b>Qard-e-Hasna</b>		<b>-</b>	<b>-</b>	<b>93,903</b>	<b>93,903</b>
<b>Liabilities</b>					
<b>PTF Underwriting provisions</b>					
Unearned contribution reserve	18	-	-	102,756	88,051
Outstanding claims including IBNR	19	-	-	59,753	54,901
Contribution deficiency reserve		-	-	1,516	1,516
Reserve for Unearned retakaful rebate	21	-	-	2,319	2,484
		-	-	166,344	146,952
Unearned wakala fees	22	35,969	30,827	-	-
Takaful / retakaful payables		-	-	33,096	28,981
Payable to OPF	16	-	-	22,528	16,145
Other creditors and accruals	15	182,039	154,302	7,266	3,686
<b>Total Liabilities</b>		<b>218,008</b>	<b>185,129</b>	<b>62,890</b>	<b>48,812</b>
<b>Total Fund and Liabilities</b>		<b>131,382</b>	<b>119,339</b>	<b>271,100</b>	<b>234,517</b>
<b>Contingencies and commitments</b>	17				

The annexed notes from 1 to 34 form an integral part of these condensed interim financial statements.

**Chief Executive Officer      Chairman      Director      Director      Chief Financial Officer**

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**  
**CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS (unaudited)**  
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Note	Three months period ended	
		31 March 2024	31 March 2023
----- Rupees in '000 -----			
<b>Participant's Takaful Fund</b>			
Contribution earned - net of wakala fee	18	32,005	27,988
Less: Contribution ceded to retakaful	18	(8,842)	(6,125)
Net contribution revenue	18	23,163	21,863
Re-takaful rebate earned	21	1,613	1,093
Net underwriting income		24,776	22,956
Net claims - reported / settled	19	(22,475)	(26,800)
- IBNR	19	-	(1,903)
		(22,475)	(28,703)
Other direct expenses	20	(1,676)	(1,533)
Deficit before investment income		625	(7,280)
Investment income	26	36	11
Other income	27	3,127	2,284
Less: Modarib's share of investment income	28	(1,107)	(804)
<b>Surplus / (Deficit) for the period</b>		<b>2,681</b>	<b>(5,789)</b>
<b>Operator's Fund</b>			
Wakala fee	22	17,241	15,220
Commission expense	23	(3,905)	(4,255)
General, administrative and management expenses	24	(34,623)	(21,257)
		(21,287)	(10,292)
Modarib's share of PTF investment income	28	1,107	804
Profit on bank accounts		42	37
Other expenses	25	(697)	(899)
<b>Loss for the period</b>		<b>(20,835)</b>	<b>(10,350)</b>

The annexed notes from 1 to 34 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS  
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME  
(unaudited)**

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	31 March 2024	31 March 2023
Note	----- Rupees in '000 -----	
<b>Participant's Takaful Fund</b>		
Surplus / (Deficit) for the period	2,681	(5,789)
<b>Other comprehensive income / (loss) for the period:</b>		
Unrealized income on available for sale securities	432	9
<b>Total comprehensive income / (loss) for the year</b>	<u>3,113</u>	<u>(5,780)</u>
<b>Operator's Fund</b>		
Loss for the period	(20,835)	(10,350)
<b>Other comprehensive income / (loss) for the period:</b>		
Unrealized income / (loss) on available for sale securities	-	-
<b>Total comprehensive loss for the period</b>	<u>(20,835)</u>	<u>(10,350)</u>

The annexed notes from 1 to 34 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS  
CONDENSED INTERIM STATEMENT OF CHANGES IN OPERATOR'S  
FUND AND PARTICIPANTS' TAKAFUL FUND (unaudited)  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024**

	Attributable to Operator's Fund			Total
	Statutory fund	Unrealized gain / (loss) on revaluation of available-for-sale	Accumulated deficit	
	----- Rupees in '000 -----			
Balance as at 01 January 2023	50,000	-	(101,380)	(51,380)
Net loss for the period	-	-	(10,350)	(10,350)
Other comprehensive income for the year	-	-	-	-
Balance as at 31 March 2023	50,000	-	(111,730)	(61,730)
Balance as at 01 January 2024	<b>50,000</b>	-	<b>(115,791)</b>	<b>(65,791)</b>
Net loss for the period	-	-	<b>(20,835)</b>	<b>(20,835)</b>
Other comprehensive income for the year	-	-	-	-
Balance as at 31 March 2024	<b>50,000</b>	-	<b>(136,626)</b>	<b>(86,626)</b>
	Attributable to participants of the Participant's Fund			Total
	Seed Money	Unrealized gain / (loss) on revaluation of available-for-sale	Accumulated deficit	
	----- Rupees in '000 -----			
Balance as at 01 January 2023	500	(939)	(67,382)	(67,821)
Deficit for the period	-	-	(5,789)	(5,789)
Other comprehensive income for the period	-	9	-	9
Balance as at 31 March 2023	500	(930)	(73,171)	(73,601)
Balance as at 01 January 2024	<b>500</b>	<b>386</b>	<b>(56,036)</b>	<b>(55,150)</b>
Surplus for the period	-	-	<b>2,681</b>	<b>2,681</b>
Total comprehensive loss for the period	-	<b>432</b>	-	<b>432</b>
Balance as at 31 March 2024	<b>500</b>	<b>818</b>	<b>(53,355)</b>	<b>(52,037)</b>

The annexed notes from 1 to 34 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

**PREMIER TAKAFUL LIMITED - WINDOW TAKAFUL OPERATIONS**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (unaudited)**  
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Three Months Period Ended			
	Operator's Fund		Participant's Takaful Fund	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
<b>Operating activities</b>	----- Rupees in '000 -----			
<b>a) Takaful activities</b>				
Contribution received	-	-	45,196	29,008
Re-takaful contributions paid	-	-	(3,377)	(659)
Claims / benefit paid	-	-	(24,315)	(18,926)
Re-takaful and other recoveries received	-	-	3,115	730
Commissions (paid) / re-takaful rebate received	(1,404)	(2,364)	1,448	686
Wakala fees received	16,000	14,858	-	-
Wakala fees paid	-	-	(16,000)	(14,858)
Modarib share received / (paid)	1,107	804	(1,107)	(804)
<b>Total cash generated from / (used in) takaful activities</b>	<b>15,703</b>	<b>13,298</b>	<b>4,960</b>	<b>(4,823)</b>
<b>b) Other operating activities</b>				
General and administration expenses paid	(35,383)	(22,286)	(3,456)	(2,651)
Amounts due from other takaful / retakaful operators	-	-	12,885	(1,319)
Deposits and other receivables	29	62	(7,071)	(8,436)
Received from / (paid to) Premier Insurance Limited	25,108	20,679	-	13,834
Accrued salvage recoveries	-	-	(10)	(5)
Other liabilities settled	160	201	(3,580)	(1,959)
<b>Total cash (used in) / generated from other operating activities</b>	<b>(10,086)</b>	<b>(1,344)</b>	<b>(1,232)</b>	<b>(536)</b>
<b>Total cash generated from / (used in) operating activities</b>	<b>5,617</b>	<b>11,954</b>	<b>3,728</b>	<b>(5,359)</b>
<b>Investment activities</b>				
Accrued investment income	-	-	(1)	(148)
Bank profit received	42	37	3,127	2,284
Sale of investment - net	-	-	(432)	(9)
<b>Total cash generated from investing activities</b>	<b>42</b>	<b>37</b>	<b>2,694</b>	<b>2,127</b>
<b>Financing activities</b>				
Qard-e-hasna contributions	-	-	-	-
<b>Total cash (used in) / generated from financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total cash (used in) / generated from all activities</b>	<b>5,659</b>	<b>11,991</b>	<b>6,422</b>	<b>(3,232)</b>
Cash and cash equivalents at beginning of the period	1,630	4,147	66,350	71,349
<b>Cash and cash equivalents at the end of the period</b> 14	<b>7,289</b>	<b>16,138</b>	<b>72,772</b>	<b>68,117</b>

**PREMIER TAKAFUL LIMITED - WINDOW TAKAFUL OPERATIONS**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (unaudited)**  
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Three Months Period Ended			
	Operator's Fund		Participant's Takaful Fund	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
Note	----- Rupees in '000 -----			
<b>Reconciliation to profit and loss account</b>				
Operating cash flows	5,659	11,954	6,422	(5,359)
Investment income	-	37	36	11
(Decrease) / increase in assets other than cash	6,385	(2,363)	33,283	8,536
(Increase) / decrease in liabilities	(32,879)	(19,978)	(33,470)	(8,977)
<b>(Loss) / Profit for the year</b>	<b>(20,835)</b>	<b>(10,350)</b>	<b>6,271</b>	<b>(5,789)</b>
<b>Attributed to:</b>				
Operator's Fund	(20,835)	(10,350)	-	-
Participants' Takaful Fund	-	-	6,271	(5,789)
	<b>(20,835)</b>	<b>(10,350)</b>	<b>6,271</b>	<b>(5,789)</b>
<b>Definition of cash and cash equivalent</b>				
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:				
<b>Cash and other equivalent</b>				
Policy, revenue stamps and bond papers	-	-	-	-
<b>Current and other accounts</b>				
Current and savings accounts	7,289	16,138	69,182	68,117
<b>Total cash and cash equivalent</b>	<b>7,289</b>	<b>16,138</b>	<b>69,182</b>	<b>68,117</b>
14				

The annexed notes from 1 to 34 form an integral part of these condensed interim financial statements.



## **PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**

### **NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

#### **1. LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1** 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. The operator of the Company is listed on the Pakistan Stock Exchange Limited (PSX). The registered office of the Company is situated at 5th Floor, State Life Building No. 2A, Wallace Road, Karachi.

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, 2023.

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

## **PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**

### **NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

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 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. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the annual audited financial statements for the year ended December 31, 2023.

### **4. USE OF JUDGEMENTS AND ESTIMATES**

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 that applied to the financial statements as at and for the year ended December 31, 2023.

### **5. FINANCIAL AND TAKAFUL RISK MANAGEMENT**

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the annual financial statements of the Company for the year ended December 31, 2023.

### **6. CONTRIBUTION DEFICIENCY RESERVE**

No provision has been made as the contribution deficiency reserve for each class of business as at 31 March 2024 and 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 except health department.

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**  
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

**7. INVESTMENTS IN MUTUAL FUNDS - PTF**

	31 March 2024			31 December 2023		
	Cost	Impairment / provision for the year	Carrying value	Cost	Impairment / provision for the year	Carrying value
----- Rupees in '000 -----						
<b>Classified at available for sale</b>						
Mutual fund units	7,365	-	8,652	7,365	-	8,220
	7,365	-	8,652	7,365	-	8,220

**8. INVESTMENTS IN TERM DEPOSITS - PTF**

		31 March 2024			31 December 2023		
		Cost	Impairment / provision for the year	Carrying value	Cost	Impairment / provision for the year	Carrying value
Note ----- Rupees in '000 -----							
<b>Classified at held to maturity</b>							
Term deposit receipt	8.1	600	-	600	600	-	600
		600	-	600	600	-	600

**8.1** This represents a term deposit with bank having profit at the average rate of 10.75% per annum (31 December 2023: 7.5%) having maturity till 17 Apr 2024.

**9. QARD-E-HASNA**

	31 March 2024	31 December 2023
	----- Rupees in '000 -----	
Balance as at the beginning of the year	93,903	71,903
Qard-e-Hasna contributed during the period	-	22,000
Balance as at the end of the period	93,903	93,903

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

**10. LOANS AND OTHER RECEIVABLES - Considered good**

	Operator's Fund		Participant's Takaful Fund	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	----- Rupees in '000 -----			
Profit receivable	20	16	1,147	1,148
Federal excise duty	321	292	4,653	4,514
Others	-	-	46,356	35,199
	<u>341</u>	<u>308</u>	<u>52,156</u>	<u>40,861</u>

**11. RECEIVABLE FROM PTF**

	Operator's Fund		Participant's Takaful Fund	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	----- Rupees in '000 -----			
Wakala fee receivable	22,528	16,145	-	-
	<u>22,528</u>	<u>16,145</u>	<u>-</u>	<u>-</u>

**12. TAKAFUL / RETAKAFUL RECEIVABLES - Unsecured and considered good**

	31 March 2024	31 December 2023
		----- Rupees in '000 -----
Contribution due but unpaid	56,323	41,487
Less: Provision for doubtful receivables takaful participants' holders	(5,714)	(5,714)
	<u>50,609</u>	<u>35,773</u>
Amounts due from other takaful / retakaful operators	20,718	22,669
	<u>71,327</u>	<u>58,442</u>

**13. PREPAYMENTS**

Prepaid retakaful contribution ceded	11,512	12,862
Other prepaid expense	2,573	793
	<u>14,085</u>	<u>13,655</u>

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

**14. CASH AND BANK**

	Operator's Fund		Participant's Takaful Fund	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	----- Rupees in '000 -----			
<b>Cash and cash equivalent</b>				
Policy, revenue stamps and bond papers	-	-	53	39
<b>Cash at bank</b>				
Current accounts	-	-	580	409
Profit and loss sharing accounts	14.1 7,289	1,630	68,549	65,902
	<u>7,289</u>	<u>1,630</u>	<u>69,182</u>	<u>66,350</u>

14.1 The rate of return on profit and loss sharing accounts held with Islamic banks during the year range from 7.50% to 17.38% per annum (December 31, 2023: 3.81% to 17.00%).

**15. OTHER CREDITORS AND ACCRUALS**

	Operator's Fund		Participant's Takaful Fund	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	----- Rupees in '000 -----			
Payable to Premier Insurance Limited	164,663	139,555	-	-
Federal takaful fee	-	-	350	(99)
Sales tax on services	-	-	1,231	16
Commission payable	17,338	14,869	-	-
Auditor's fee	567	398	-	-
Others	(529)	(520)	5,685	3,769
	<u>182,039</u>	<u>154,302</u>	<u>7,266</u>	<u>3,686</u>
<b>16. PAYABLE TO OPF</b>				
Wakala fee payable	-	-	22,528	16,145
	<u>-</u>	<u>-</u>	<u>22,528</u>	<u>16,145</u>

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**  
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

**17. CONTINGENCES AND COMMITMENTS**

There are no contingencies and commitments as at 31 Mar 2024 (31 December 2023: Nil)

	<b>(Unaudited)</b>	
	<b>Three Months Period Ended</b>	
	<b>31 March 2024</b>	<b>31 March 2023</b>
	----- Rupees in '000 -----	
<b>18. NET CONTRIBUTION</b>		
Written gross contribution	<b>63,951</b>	38,619
Less: Wakala fee	<b>(17,241)</b>	(15,220)
Contribution Net of Wakala Fee	<b>46,710</b>	23,399
Add: Unearned contribution reserve opening	<b>88,051</b>	83,119
Less: Unearned contribution reserve closing	<b>(102,756)</b>	(78,530)
Contribution earned	<b>32,005</b>	27,988
Less: Retakaful contribution ceded	<b>7,492</b>	3,652
Add: Prepaid retakaful contribution opening	<b>12,862</b>	10,573
Less: Prepaid retakaful contribution closing	<b>(11,512)</b>	(8,100)
Retakaful expense	<b>8,842</b>	6,125
Net contribution	<b>23,163</b>	21,863
<b>19. NET CLAIMS EXPENSE</b>		
Claims paid or payable	<b>24,315</b>	18,926
Less: Outstanding claims including IBNR opening	<b>(54,901)</b>	(59,670)
Add: Outstanding claims including IBNR closing	<b>59,753</b>	70,033
Claims expense	<b>29,167</b>	29,289
Less: Retakaful and other recoveries received	<b>3,115</b>	731
Less: Retakaful recoveries against outstanding claims - opening	<b>(15,202)</b>	(6,930)
Add: Retakaful recoveries against outstanding claims - closing	<b>18,779</b>	6,786
Retakaful and other recoveries revenue	<b>6,692</b>	586
Net claim	<b>22,475</b>	28,703
<b>20. DIRECT EXPENSES - PTF</b>		
Tracking services	<b>6</b>	171
Service charges	<b>1,468</b>	1,094
Others	<b>202</b>	268
	<b>1,676</b>	1,533

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**  
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	(Unaudited)	
	Three Months Period Ended	
	31 March 2024	31 March 2023
	----- Rupees in '000 -----	
<b>21. RETAKAFUL REBATE - PTF</b>		
Rebate from re-takaful received	1,448	686
Add: Deferred rebate opening	2,484	2,054
Less: Deferred rebate closing	<u>(2,319)</u>	<u>(1,647)</u>
Rebate from retakaful earned	<u>1,613</u>	<u>1,093</u>
<b>22. WAKALA FEE - OPF</b>		
Gross wakala fee	22,383	13,516
Add: Deferred wakala opening	30,827	29,218
Less: Deferred wakala closing	<u>(35,969)</u>	<u>(27,514)</u>
Net wakala fee	<u>17,241</u>	<u>15,220</u>
<p>The shareholders of the company manage the general takaful operations for the participants and charges 35% for all class of Business (December 31, 2023: 35%) of the gross contribution written as wakala fee against the services.</p>		
<b>23. COMMISSION EXPENSE - OPF</b>		
Commission paid or payable	3,873	3,166
Add: Deferred commission opening	7,353	8,329
Less: Deferred commission closing	<u>(7,321)</u>	<u>(7,240)</u>
Commission expense	<u>3,905</u>	<u>4,255</u>
<b>24. GENERAL, ADMINISTRATIVE AND MANAGEMENT EXPENSES - OPF</b>		
Employee benefit cost	29,613	17,993
Rent, rates and taxes	550	213
Communications	252	190
Fuel and power	1,044	341
Travelling expenses	556	162
Entertainments	497	222
Advertisements and sales promotions	55	358
Repair and maintenance	561	545
Printing and stationery	173	341
Vehicle running expenses	528	217
Annual supervision fee SECP	254	267
Miscellaneous	540	408
	<u>34,623</u>	<u>21,257</u>

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**  
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	(Unaudited) Three Months Period Ended	
	31 March 2024	31 March 2023
	----- Rupees in '000 -----	
<b>25. OTHER EXPENSES - OPF</b>		
Auditors' remuneration	169	161
Fees and subscription	528	738
	<u>697</u>	<u>899</u>
<b>26. INVESTMENT INCOME - PTF</b>		
<b>Income from term deposits</b>		
Return on term deposits	36	11
	<u>36</u>	<u>11</u>
<b>27. OTHER INCOME - PTF</b>		
Profit on bank deposits	3,127	2,284
	<u>3,127</u>	<u>2,284</u>

**28. MODARIB FEE**

The operator manage the participants' investments as a Modarib and charge 35% (2023: 35%) Modarib's share of the investment income earned by PTF.

**29. 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 condensed interim financial statements, are as follows:

	31 March 2024	31 December 2023
	----- Rupees in '000 -----	
<b>Transactions during the period</b>		
Associated companies		
Contribution underwritten	1,592	606
Contribution received	1,197	1,942
Claims paid	<u>6,395</u>	<u>24</u>



**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

	(Unaudited)	(Audited)
	31 March 2024	31 December 2023
<b>Year end balances</b>		
	----- Rupees in '000 -----	
<b>Associated companies</b>		
Contribution receivable	2,169	2,016
Claims outstanding	753	753
Commission outstanding	59	59

29.1 Operator's contribution toward staff provident fund during the year is Rs.779 thousand (2023: 527 thousand).

**30. SEGMENT INFORMATION**

**30.1 Participants Takaful Fund**

Segment profit and loss	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
	----- Rupees in '000 -----											
Contribution receivable (inclusive of Federal Excise Duty / Sales Tax, Federal Takaful Fee and Administrative surcharge)	3,958	3,029	3,042	1,229	23,804	21,138	37,245	16,291	319	10	68,369	41,697
Less: Federal excise duty	445	214	347	157	2,956	2,343	-	-	36	1	3,784	2,715
Less: Federal takaful fee	31	14	27	11	205	178	369	161	3	0	634	364
<b>Gross written contribution (inclusive of administrative surcharge)</b>	<b>3,482</b>	<b>2,801</b>	<b>2,669</b>	<b>1,062</b>	<b>20,644</b>	<b>18,618</b>	<b>36,876</b>	<b>16,130</b>	<b>280</b>	<b>8</b>	<b>63,951</b>	<b>38,619</b>
Gross direct contribution	3,064	1,392	2,542	1,021	19,805	17,043	36,836	16,115	272	8	62,519	35,580
Facultative inward contribution	388	1,396	-	-	167	860	-	-	-	-	555	2,257
Administrative surcharge	31	13	127	41	671	714	40	15	8	0	876	783
Less: Wakala expense	(1,795)	(1,634)	(1,063)	(618)	(7,590)	(7,756)	(6,512)	(4,807)	(282)	(404)	(17,241)	(15,220)
Takaful contribution earned	5,114	4,668	3,036	1,767	21,685	22,161	18,606	13,736	805	876	49,246	43,208
Takaful contribution ceded to retakaful operators	(3,676)	(2,766)	(2,132)	(1,539)	(2,633)	(1,606)	-	-	(401)	(214)	(8,842)	(6,125)
<b>Net takaful contribution</b>	<b>(357)</b>	<b>268</b>	<b>(159)</b>	<b>(390)</b>	<b>11,462</b>	<b>12,799</b>	<b>12,094</b>	<b>8,929</b>	<b>122</b>	<b>258</b>	<b>23,163</b>	<b>21,863</b>
Rebate earned	845	632	498	311	178	101	-	-	92	49	1,613	1,093
<b>Net underwriting income</b>	<b>488</b>	<b>900</b>	<b>339</b>	<b>(79)</b>	<b>11,640</b>	<b>12,900</b>	<b>12,094</b>	<b>8,929</b>	<b>214</b>	<b>307</b>	<b>24,776</b>	<b>22,956</b>
Takaful claims	(7,753)	(572)	(27)	468	(4,215)	(17,935)	(16,440)	(11,245)	(731)	(5)	(29,167)	(29,289)
Takaful claims recovered from retakaful	5,400	602	22	(201)	1,152	180	-	-	118	5	6,692	586
<b>Net claim</b>	<b>(2,353)</b>	<b>30</b>	<b>(5)</b>	<b>267</b>	<b>(3,063)</b>	<b>(17,755)</b>	<b>(16,440)</b>	<b>(11,245)</b>	<b>(613)</b>	<b>-</b>	<b>(22,475)</b>	<b>(28,703)</b>
Contribution deficiency reserve	-	-	-	-	-	-	-	-	-	-	-	-
Provision for doubtful contribution	(38)	(36)	(23)	(14)	(163)	(241)	(1,446)	(1,241)	(6)	-	(1,676)	(1,533)
Other direct expense												
<b>(Deficit) / Surplus before investment income</b>	<b>(1,903)</b>	<b>894</b>	<b>311</b>	<b>174</b>	<b>8,414</b>	<b>(5,096)</b>	<b>(5,793)</b>	<b>(3,558)</b>	<b>(405)</b>	<b>307</b>	<b>625</b>	<b>(7,280)</b>
Investment income											36	11
Other Income											3,127	2,284
Less: Modarib's share of investment income											(1,107)	(804)
<b>Surplus / (Deficit) for the period</b>											<b>2,681</b>	<b>(5,789)</b>

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**  
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

**Segment assets and liabilities**

The following presents segments assets and liabilities as at 31 March 2024 and 31 December 2023 (audited):

											Unaudited Three months period ended	
											31 March 2024	31 March 2023
											Rupees in '000	
	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
<b>Segment assets</b>	7,651	12,661	5,864	5,565	45,357	55,023	81,023	43,304	614	1,933	140,510	118,486
Unallocated corporate assets											130,590	116,031
<b>Total assets</b>											<b>271,100</b>	<b>234,517</b>
<b>Segment liabilities</b>	10,778	18,638	8,260	8,193	63,891	80,996	114,130	63,746	866	2,845	197,924	174,416
Unallocated corporate liabilities											31,310	21,348
<b>Total liabilities</b>											<b>229,234</b>	<b>195,764</b>

**30.2 Operators Fund**

**Segment profit and loss**

											Unaudited Three months period ended	
											31 March 2024	31 March 2023
											Rupees in '000	
	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Wakala fee earned	1,795	1,634	1,063	618	7,590	7,756	6,512	4,807	282	404	17,241	15,220
Commission expense	(505)	(684)	(167)	(101)	(2,551)	(2,798)	(618)	(398)	(64)	(275)	(3,905)	(4,255)
Management expense	(3,595)	(261)	(2,134)	380	(15,246)	(12,444)	(13,081)	(8,681)	(566)	(251)	(34,623)	(21,257)
	(2,306)	689	(1,239)	897	(10,207)	(7,485)	(7,187)	(4,271)	(348)	(121)	(21,287)	(10,292)
<b>Modarib's share of PTF investment income</b>											1,107	804
<b>Profit on bank deposits</b>											42	37
<b>Other expenses</b>											(697)	(899)
<b>Loss before taxation</b>											<b>(20,835)</b>	<b>(10,350)</b>

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**  
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

**Segment assets and liabilities**

The following presents segments assets and liabilities as at 31 March 2024 and 31 December 2023 (audited):

	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
	Rupees in '000											
<b>Segment assets</b>	399	786	306	345	2,363	3,415	4,222	2,687	32	120	7,322	7,354
Unallocated corporate assets											124,060	111,985
<b>Total assets</b>											<b>131,382</b>	<b>119,339</b>
<b>Segment liabilities</b>	1,959	3,294	1,501	1,448	11,611	14,316	20,741	11,267	157	503	35,969	30,827
Unallocated corporate liabilities											182,039	154,302
<b>Total liabilities</b>											<b>218,008</b>	<b>185,129</b>

**31. MOVEMENT IN INVESTMENTS**

	OPF		PTF		Total
	Available for sale	Available for sale	Available for sale	Held to maturity	
Rupees in '000					
01 January 2023	-	4,630	-	600	5,230
Addition	-	9,142	-	2,400	11,542
Disposal (sale and redemption)	-	(6,877)	-	(2,400)	(9,277)
Designated at available for sale upon initial recognition	-	1,325	-	-	1,325
<b>As at December 31, 2023</b>	-	8,220	-	600	8,820
Addition	-	-	-	-	-
Disposal (sale and redemption)	-	-	-	-	-
Designated at available for sale upon initial recognition	-	432	-	-	432
<b>As at March 31, 2024</b>	-	<b>8,652</b>	-	<b>600</b>	<b>9,252</b>

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**  
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

**32. 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:

	<b>Unaudited 31 March 2024</b>		
	<b>Fair Value Measurement</b>		
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
	----- Rupees in '000 -----		
<b>PTF</b>			
<b>Available for sale investments (measured at fair value)</b>			
Mutual fund units	-	8,652	-
	-	8,652	-

	<b>Audited 31 December 2023</b>		
	<b>Fair Value Measurement</b>		
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
	----- Rupees in '000 -----		
<b>PTF</b>			
<b>Available for sale investments (measured at fair value)</b>			
Mutual fund units	-	8,220	-
	-	8,220	-

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)**  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

**33. DATE OF AUTHORIZATION FOR ISSUE**

These condensed interim financial statements were authorized for issue on **30 April 2024** by the Board of Directors of the Operator.

**34. GENERAL**

- 34.1** 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.
- 34.2** 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.
- 34.3** All amounts have been rounded to the nearest thousand Rupees.

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

## Premier Insurance Limited

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



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