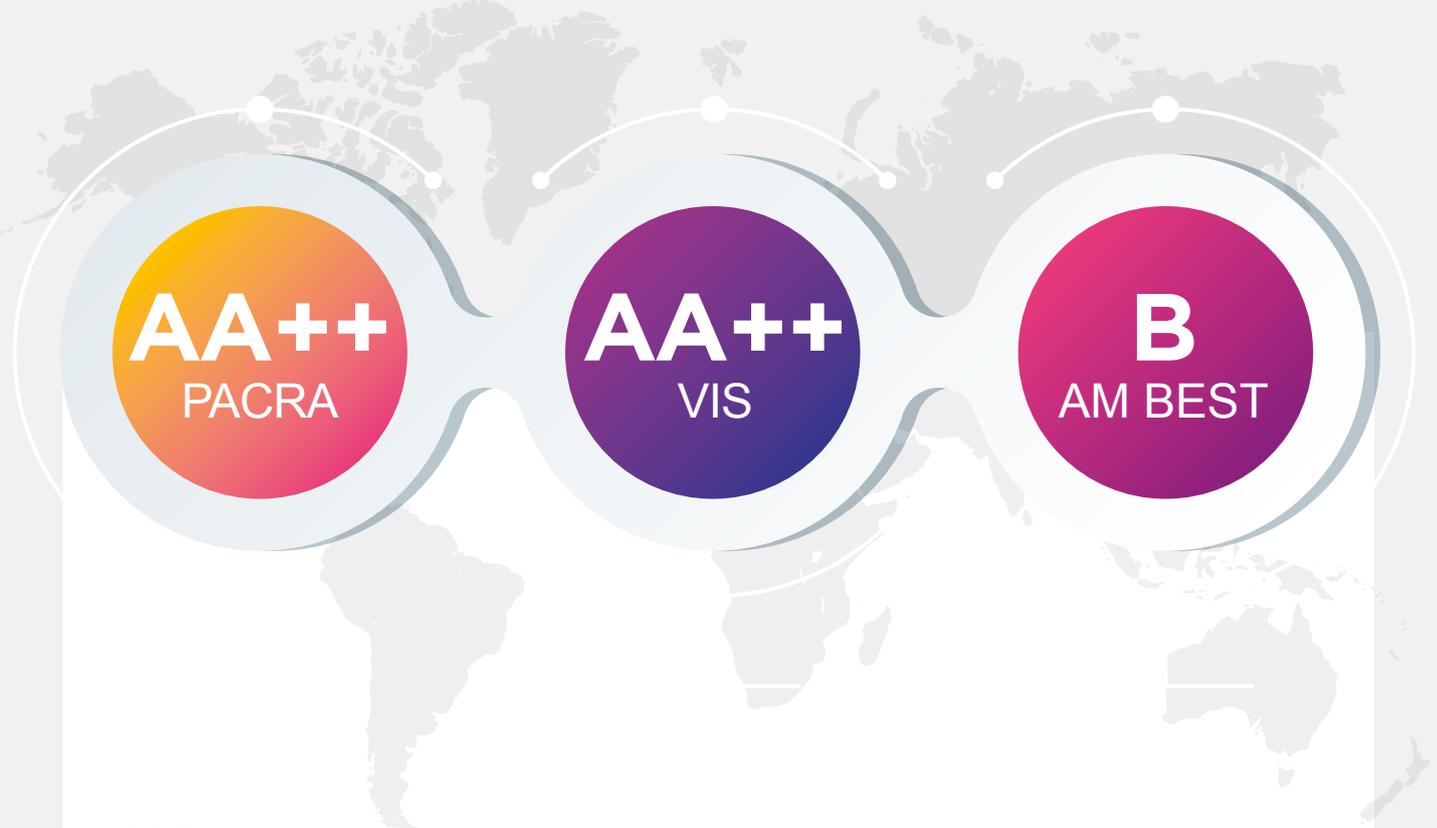


Reimagining Insurance

NINE MONTHS REPORT
(Un-audited) 2023





AA+++
PACRA

AA+++
VIS

B
AM BEST

MAP

Top Position in Non-Life Insurance Sector (Financial Category) in 38th MAP Corporate Excellence Award.

ICAP & ICMAP

Fourth Position among Insurance Companies for Best Corporate Report & Sustainability Award.

LLOYD'S REGISTER LRQA

ISO 9001:2015 Certified (All Functions including Enterprise Risk Management).

FPCCI

Outstanding Services in Insurance.

SAFA

Joint 2nd Runner-up Position (Insurance Sector) 2020.

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CORPORATE INFORMATION

Chairman of the Board of Directors

Akbarali Pesnani (Non-Executive Director)

Directors

John Joseph Metcalf (Non-Executive Director)

Amin A. Hashwani (Non-Executive Director)

Riyaz Chinoy (Independent Director)

Abrar Ahmed Mir (Non-Executive Director)

Nausheen Ahmad (Independent Director)

Mohammad Akhtar Bawany (Non-Executive Director)

Ava Ardeshir Cowasjee (Non-Executive Director)

Badaruddin Fatehali Vellani (Independent Director)

Managing Director and Chief Executive

Hassan Khan (Executive Director)

Chief Financial Officer

Nawaid Jamal

Company Secretary

Abdul Wahid

Auditors

A.F. Ferguson & Co. (Chartered Accountants)

Sharia'h Advisor

Mufti Zeeshan Abdul Aziz

Legal Advisor

Surr ridge & Beecheno

Bankers

Habib Bank Limited

Standard Chartered Bank (Pakistan) Limited

United Bank Limited

Soneri Bank Limited

Bank Alfalah Limited

BankIslami Pakistan Limited

Dubai Islamic Bank Pakistan Limited

Faysal Bank Limited

Share Registrar

THK Associates (Pvt.) Limited,

Plot No. 32-C, Jami Commercial Street 2, D.H.A., Phase VII Karachi.

UAN: (92-21):111-000-322 Tel: (92-21) 35310191-93

Head Office / Registered Office

2nd Floor, Jubilee Insurance House,
I. I. Chundrigar Road, Karachi, Pakistan.

UAN: (92-21) 111-654-111 Toll Free: 0800-03786

Tel: (92-21) 32416022-26

Fax: (92-21) 34216728 - 32438738

E-Mail: info@jubileegeneral.com.pk

Website: www.jubileegeneral.com.pk

Quick Response (QR) Code:



National Tax Number

0711347-1

Sales Tax Registration Number

1600980500182

THE DIRECTORS' REVIEW

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

The Directors are pleased to present before you the unaudited financial statements for the period ended 30th September 2023.

Overview

During the period under review, the country faced a number of challenges in the form of external financing crisis, depreciation of PKR, historic-high inflation and political uncertainty. In order to control inflationary pressures, SBP raised the Policy Rate by a cumulative 600 bps during the period under review. We saw some positive developments in the recent months with the signing of IMF Stand-by Agreement, inflows from friendly countries, and improvement in Current Account balance and PKR exchange rate due to the administrative measures.

Company Performance

During the period under review, the Company achieved Gross Written Premium (GWP), including contribution written in Window Takaful Operations, of PKR 17.07 billion with a robust growth of 35% over corresponding period last year (2022: PKR 12.67 billion). The combined net premium / contribution for the period was PKR 6 billion, 27% higher than last year (2022: PKR 4.72 billion) due to healthy growth in topline.

The Company's technical profit during the period under review was PKR 781 million which was 249% higher than the similar period last year (2022: PKR 224 million) mainly due to lower than-average claims reported during the period. The investment income (including Window Takaful Operations) for the period increased by 78% to PKR 2.53 billion (2022: PKR 1.42 billion), thus resulting in an overall Profit before Tax of PKR 3.43 billion which was almost double to that of last year (2022: PKR 1.73 billion).

Conventional Insurance Business

For the nine months, the GWP posted a healthy growth of 34% to reach PKR 15.15 billion (2022: PKR 11.27 billion) while the Net Premium for the period increased by 25% to PKR 5.24 billion (2022: PKR 4.18 billion). Due to reasons mentioned earlier, the underwriting profit improved to PKR 617 million (2022: PKR 62 million). Our investment strategy led to an investment income of PKR 2.47 billion for the period (2022: PKR 1.40 billion).

The summarised results of the Company's insurance business for the period ended 30th September 2023 are as under:

	30th September 2023	30th September 2022
	.....(Rupees in '000).....	
Gross Premium	15,151,295	11,271,744
Net Premium Revenue	5,238,604	4,181,752
Underwriting Result	617,375	61,987
Investment Income including Capital Gain and Rent	2,474,519	1,396,788
Profit Before Tax	3,434,392	1,727,794
Profit After Tax for the period	1,964,850	1,054,996
Earnings Per Share of PKR 10 each	9.90	5.32

Window Takaful Operations

The steady growth in Window Takaful Operations continued with Gross Contribution growing by 36% to PKR 1.9 billion (2022: PKR 1.4 billion). Net contribution also increased by 40% to PKR 758 million (2022: PKR 540 million).

The Participants' Takaful Fund surplus decreased to PKR 52 million (2022: PKR 65 million); mainly due to increase in claims as compared to the corresponding period last year. The Operator's Profit after Tax increased by 53% to PKR 160 million (2022: PKR 104 million).

The summarised results of Company's Window Takaful Operations for the period ended 30th September 2023 are as follows:

	30th September 2023	30th September 2022
	.....(Rupees in '000).....	
Participants' Fund		
Gross Contribution	1,914,277	1,403,186
Net Contribution	758,447	540,084
(Deficit)/Surplus before Investment Income	(43,916)	27,416
Investment Income	120,357	46,891
Surplus for the period	51,726	64,680
Operator's Fund		
Revenue Account	207,638	134,450
Investment Income	56,124	22,921
Profit Before Tax	285,676	164,464
Profit after tax for the period	159,585	104,312

Outlook

The inflation and interest rates appear to have peaked; however, the IMF's requirement of market-based exchange rate, further increase in energy prices and ease in import restrictions may keep the inflation readings at elevated levels in the near future.

Your Company's strong performance during the period under review has positioned us well to capitalize on any improvements in the political and macroeconomic environment in the coming months.



Hassan Khan
Managing Director & Chief Executive



Riyaz Chinoy
Chairman Board Audit Committee

Karachi: 11th October 2023

تفصیلات پر نظر

ونڈو تکافل آپریٹرز نے مستحکم کارکردگی کا مظاہرہ کیا اور 36 فیصد اضافے کے ساتھ مجموعی کنٹریبیوشن 1.9 بلین روپے (2022: 1.4 بلین روپے) حاصل کرنے میں کامیاب رہا۔ خالص کنٹریبیوشن بھی 40 فیصد اضافے کے ساتھ 758 ملین روپے ہو رہا (2022: 540 ملین روپے)۔

زیر جائزہ مدت کے دوران کمپنی کے پارٹنیشنرز تکافل فنڈ سرپلس کم ہو کر 52 ملین روپے (2022: 65 ملین روپے) ہو گیا۔ بعد از ٹیکس آپریٹرز کا منافع 53 فیصد اضافے کے ساتھ 160 ملین روپے (2022: 104 ملین روپے) رہا۔

30 ستمبر 2023 کو ختم ہونے والی مدت کے دوران کمپنی کے ونڈو تکافل آپریٹرز کے نتائج درج ذیل ہیں:

30 ستمبر 2022	30 ستمبر 2023	
.....'000' روپے میں.....		
1,403,186	1,914,277	پارٹنیشنرز فنڈ
540,084	758,447	مجموعی کنٹریبیوشن
27,416	(43,916)	خالص کنٹریبیوشن
46,891	120,357	سرمایہ کاری کی آمدنی سے قبل (خسارہ)/اضافہ
64,680	51,726	سرمایہ کاری کی آمدنی
		اس مدت کے لیے سرپلس
		آپریٹرز فنڈ
134,450	207,638	ریونیو اکاؤنٹ
22,921	56,124	سرمایہ کاری سے آمدنی
164,464	285,676	قبل از ٹیکس منافع
104,312	159,585	اس مدت کے لیے بعد از ٹیکس منافع

مستقبل پر نظر

مہنگائی اور سود کی شرح عروج پر نظر آتی ہے۔ تاہم، IMF کی جانب سے مارکیٹ کے حوالے سے شرح مبادلہ کے شرائط کی تکمیل، توانائی کی قیمتوں میں مزید اضافے اور ایپورٹ پابندیوں میں نرمی سے مہنگائی کی شرح بلند رہنے کے امکانات ہیں۔

زیر جائزہ مدت کے دوران آپ کی کمپنی کی مستحکم کارکردگی کی بدولت ہم آنے والے مہینوں میں سیاسی اور میکرو اکنامک ماحول میں ہونے والی کسی بھی بہتری سے فائدہ اٹھانے کے لیے اچھی پوزیشن میں ہیں۔


ریاض چنائے
چیرمین بورڈ آف ڈائریکٹرز


حسان خان
مینجنگ ڈائریکٹر اینڈ چیف ایگزیکٹو

کراچی: 11 اکتوبر 2023

ڈائریکٹرز کا تجزیہ

برائے مدت ختم شدہ 30 ستمبر 2023

ڈائریکٹرز آپ کے سامنے 30 ستمبر 2023 کو ختم ہونے والی مدت کے غیر آڈٹ شدہ مالیاتی گوشواروں کو پیش کرتے ہوئے خوش ہیں۔

جائزہ

زیر جائزہ مدت کے دوران، ملک کو بیرونی مالیاتی مسائل، روپے کی ناقدری، تاریخی مہنگائی اور سیاسی غیر یقینی کے سبب کئی چیلنجز کا سامنا رہا۔ مہنگائی کے دباؤ کو کنٹرول کرنے کے لیے زیر جائزہ مدت کے دوران، اسٹیٹ بینک آف پاکستان نے پالیسی ریٹ میں مجموعی طور پر 600bps کا اضافہ کیا۔ ہم نے حالیہ مہینوں میں آئی ایم ایف کے اسٹینڈ بائی معاہدے پر دستخط کرنے، دوست ممالک سے رقوم ملنے اور انتظامی اقدامات کے نتیجے میں کرنٹ اکاؤنٹ سیلنس اور روپے کی شرح تبادلہ میں بہتری کے ساتھ کچھ مثبت پیش رفت دیکھی ہے۔

کمپنی کی کارکردگی

زیر جائزہ مدت کے دوران کمپنی کا مجموعی پریکیم (GWP) بشمول تکافل آپریشنز سے حاصل شدہ کنٹریبیوشن گزشتہ سال کے مقابلے میں 35 فیصد اضافے کے ساتھ 17.07 بلین روپے رہا (2022: 12.67 بلین روپے)۔ مشترکہ خالص پریکیم / کنٹریبیوشن گزشتہ سال کے مقابلے میں 27 فیصد اضافے کے ساتھ 6 بلین روپے رہا (2022: 4.72 بلین روپے)۔

زیر جائزہ مدت کے دوران کمپنی کا ٹیکنیکل منافع 781 ملین روپے رہا جو گزشتہ سال کی اسی مدت کے منافع سے 249 فیصد زیادہ ہے (2022: 224 ملین روپے) جس کی بنیادی وجہ اس مدت کے دوران اوسط شرح سے کم کلیئرز ہیں۔ زیر جائزہ اس مدت کے لیے سرمایہ کاری کی آمدنی (بشمول ونڈو تکافل آپریشنز) 78 فیصد اضافے کے ساتھ 2.53 بلین روپے (2022: 1.42 بلین روپے) رہی، اس طرح مجموعی طور پر قبل از ٹیکس منافع 3.43 بلین روپے بنا ہے جو گزشتہ سال کے مقابلے میں تقریباً دو گنا ہے۔ (2022: 1.73 بلین روپے)۔

کنٹریبیوشنل انشورنس آپریشنز

9 ماہ کے دوران کمپنی کا مجموعی پریکیم 34 فیصد اضافے کے ساتھ 15.15 بلین روپے (2022: 11.27 بلین روپے) رہا۔ اس مدت کے لیے خالص پریکیم 25 فیصد اضافے کے ساتھ 5.24 بلین روپے (2022: 4.18 بلین روپے) رہا۔ مذکورہ بالا اسباب کی اس مدت کے دوران انڈر رائٹمنگ منافع 617 ملین روپے (2022: 62 ملین روپے) رہا۔ سرمایہ کاری کی بہتر منصوبہ بندی کے نتیجے میں زیر جائزہ مدت کے لیے سرمایہ کاری آمدنی 2.47 بلین روپے رہی (2022: 1.40 بلین روپے)۔

30 ستمبر 2023 کو ختم ہونے والی مدت کے دوران کمپنی کے انشورنس کاروبار کے نتائج کا خلاصہ درج ذیل ہے:

30 ستمبر 2022	30 ستمبر 2023	مجموعی پریکیم
11,271,744	15,151,295	خالص پریکیم
4,181,752	5,238,604	انڈر رائٹمنگ رزلٹ
61,987	617,375	سرمایہ کاری کی آمدنی بشمول سیٹیل گینز اور کرایہ
1,396,788	2,474,519	قبل از ٹیکس منافع
1,727,794	3,434,392	زیر جائزہ مدت کے لیے بعد از ٹیکس منافع
1,054,996	1,964,850	10 روپے والے ہر ایک شیئر پر منافع (روپوں میں)
5.32	9.90	

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2023

		September 30, 2023	December 31, 2022
		(Un-audited)	(Audited)
	Note	.....(Rupees in '000).....	
Assets			
Property and equipment	7	112,732	137,551
Intangible assets	8	27,716	41,970
Investment properties	9	631,143	634,924
Investments in associates	10	1,147,481	1,083,391
Investments			
Equity securities	11	3,299,438	2,486,743
Debt securities	12	13,561,504	11,988,082
Term deposits	13	286,310	256,302
Loans and other receivables	14	627,867	455,625
Insurance / re-insurance receivables	15	3,274,710	2,690,657
Re-insurance recoveries against outstanding claims		6,083,152	5,191,022
Salvage recoveries accrued		23,591	23,065
Deferred commission expense / acquisition cost	26	343,276	252,739
Deferred taxation	19	311,607	226,215
Prepayments	16	6,275,260	3,101,717
Cash and bank	17	2,797,248	2,823,766
		38,803,036	31,393,769
Total assets of Window Takaful Operations - Operator's Fund	18	913,093	633,940
Total assets		39,716,129	32,027,709



Akbarali Pesnani
Chairman



Hassan Khan
Chief Executive

		September 30, 2023	December 31, 2022
		(Un-audited)	(Audited)
	Note	.....(Rupees in '000).....	
Equity and liabilities			
Capital and reserves attributable to the Company's equity holders			
Authorised share capital: 600,000,000 (December 31, 2022: 250,000,000) ordinary shares of Rs. 10 each		6,000,000	2,500,000
Issued, subscribed and paid-up share capital [198,491,241 (December 31, 2022: 198,491,241) ordinary shares of Rs. 10 each]		1,984,912	1,984,912
Reserves		7,523,324	6,766,604
Unappropriated profit		2,126,446	1,784,824
Total equity		11,634,682	10,536,340
Liabilities			
Underwriting provisions			
Outstanding claims including IBNR	25	8,158,233	7,001,923
Unearned premium reserves	24	9,126,463	5,221,846
Unearned reinsurance commission	26	239,252	138,267
Premium received in advance		492,448	592,438
Insurance / re-insurance payables	20	5,259,368	4,585,914
Other creditors and accruals	21	1,537,803	1,180,121
Deposits and other payables	22	1,951,197	1,856,446
Taxation - provision less payments		665,330	538,100
		27,430,094	21,115,055
Total liabilities of Window Takaful Operations - Operator's Fund	18	651,354	376,314
Total liabilities		28,081,448	21,491,369
Total equity and liabilities		39,716,129	32,027,709
Contingencies and commitments			
	23		

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.


Riyaz Chinoy
Director


Amin A. Hashwani
Director


Nawaid Jamal
Chief Financial Officer

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Note	Three months period ended		Nine months period ended	
		September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
(Rupees in '000)					
Net insurance premium	24	1,830,328	1,554,178	5,238,604	4,181,752
Net insurance claims	25	1,005,362	976,323	2,880,201	2,578,817
Net commission expense / other acquisition cost	26	83,700	73,064	239,327	225,304
Insurance claims and acquisition expenses		1,089,062	1,049,387	3,119,528	2,804,121
Management expenses		460,036	395,950	1,501,701	1,315,644
Underwriting results		281,229	108,841	617,375	61,987
Net investment income	27	760,665	406,059	1,974,954	1,103,810
Rental income	28	19,188	15,300	65,556	60,057
Other income	29	194,380	143,426	491,981	297,785
Other expenses		(48,183)	(42,428)	(104,556)	(66,220)
Results of operating activities		1,207,279	631,198	3,045,310	1,457,419
Share of profit of associates	10	23,346	37,783	103,406	105,911
Profit from Window Takaful Operations	18	103,614	79,200	285,676	164,464
Profit before tax		1,334,239	748,181	3,434,392	1,727,794
Income tax expense - Current		(543,091)	(281,661)	(1,374,985)	(630,341)
- Prior		67,058	-	(131,944)	(102,761)
- Deferred		642	35,748	37,387	60,304
		(475,391)	(245,913)	(1,469,542)	(672,798)
Profit after tax		858,848	502,268	1,964,850	1,054,996
Earnings (after tax) per share - Rupees	30	4.33	2.53	9.90	5.32

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.


Akbarali Pesnani
Chairman


Hassan Khan
Chief Executive


Riyaz Chinoy
Director


Amin A. Hashwani
Director


Nawaid Jamal
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Three months period ended		Nine months period ended	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
..... (Rupees in '000)				
Profit after tax for the period	858,848	502,268	1,964,850	1,054,996
Other comprehensive income / (loss)				
Item that will not be reclassified to the profit and loss account in subsequent periods				
Share in actuarial gain/ (loss) on defined benefit plan of an associate - net of tax	-	-	3,241	(315)
Item that may be reclassified to the profit and loss account in subsequent periods				
Foreign currency translation difference - net of tax	(2,007)	23,450	29,071	46,385
Unrealised gain/ (loss) on revaluation of available-for-sale investments - net of tax	106,319	(46,066)	(110,878)	(172,412)
Reclassification adjustment for net loss / (gain) on sale of available-for-sale investments included in the profit and loss account - net of tax	(8,732)	(49,981)	10,052	(105,001)
	97,587	(96,047)	(100,826)	(277,413)
Unrealised gain / (loss) on available-for-sale investments of Window Takaful Operations - net of tax	3,673	(4,313)	3,152	(409)
Reclassification adjustment for net loss on sale of available-for-sale investments included in profit and loss account of Window Takaful Operations - net of tax	(822)	708	(609)	857
	2,851	(3,605)	2,543	448
Share in other comprehensive income / (loss) of an associate				
Net unrealised gain / (loss) on revaluation of available-for-sale investments - net of tax	4,244	(1,455)	(6,931)	(2,083)
Foreign currency translation difference - net of tax	(207)	834	359	1,311
	4,037	(621)	(6,572)	(772)
Total comprehensive income for the period	961,316	425,445	1,892,307	823,329

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.


Akbarali Pesnani
Chairman


Hassan Khan
Chief Executive


Riyaz Chinoy
Director


Amin A. Hashwani
Director


Nawaid Jamal
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

Attributable to equity holders of the Company											
Share Capital issued, subscribed and paid-up	Capital reserve				Revenue reserves						Total
	Reserve for exceptional losses	Unrealised appreciation / (diminution) on revaluation of available-for-sale investments - net of tax	Foreign currency translation difference - net of tax	General reserve	Special reserve	Company's share of retained earnings arising from business other than participating business attributable to shareholders of an associate	Company's share of money ceded to waqf fund by an associate	Unappropriated profit			
1,984,912	9,384	144,649	17,680	4,100,000	1,800,000	264,174	32	1,868,869	10,189,700		
-	-	-	-	-	-	-	-	1,054,996	1,054,996		
-	-	-	-	-	-	21,905	-	(21,905)	-		
-	-	-	46,385	-	-	-	-	-	46,385		
-	-	(2,063)	1,311	-	-	-	-	(315)	(1,087)		
-	-	(172,821)	-	-	-	-	-	-	(172,821)		
-	-	(104,144)	-	-	-	-	-	-	(104,144)		
-	-	(279,048)	47,696	-	-	21,905	-	1,032,776	823,329		
-	-	-	-	300,000	-	-	-	(793,965)	(793,965)		
-	-	-	-	500,000	-	-	-	(300,000)	(300,000)		
-	-	-	-	-	500,000	-	-	(500,000)	-		
-	-	-	-	300,000	500,000	-	-	(1,593,965)	(793,965)		
1,984,912	9,384	(134,399)	65,376	4,400,000	2,300,000	286,079	32	1,307,680	10,219,064		

..... (Rupees in '000)

Balance as at December 31, 2021 (audited)

Total comprehensive income

Profit after taxation
Share in Ledger D balance of an associate
Other comprehensive income / (loss)
Foreign currency translation difference - net of tax
Share in other comprehensive (loss) / income of an associate - net of tax
Net unrealised diminution arising during the period on revaluation of available-for-sale investments (including WTO) - net of tax
Reclassification adjustment for net gain on available-for-sale investments included in the profit and loss account (including WTO) - net of tax

Transactions with owners recorded directly in equity

Final cash dividend at Rs. 4.0 per share (40%) for the year ended December 31, 2021 approved on March 24, 2022
Transfer to general reserve
Transfer to special reserve

Balance as at September 30, 2022 (un-audited)

Attributable to equity holders of the Company										
Share Capital issued, subscribed and paid-up	Capital reserve				Revenue reserves					Total
	Reserve for exceptional losses	Unrealised appreciation / (diminution) on available-for-sale investments - net of tax	Foreign currency translation difference - net of tax	General reserve	Special reserve	Company's share of retained earnings arising from business other than participating business attributable to shareholders Ledger D of an associate	Company's share of money ceded to waqf fund by an associate	Unappropriated profit		
1,984,912	9,384	(275,168)	49,055	4,400,000	2,300,000	283,301	32	1,784,824	10,536,340	
-	-	-	-	-	-	-	-	1,964,850	1,964,850	
-	-	-	-	-	-	32,504	-	(32,504)	-	
-	-	-	29,071	-	-	-	-	-	29,071	
-	-	(6,931)	359	-	-	-	-	3,241	(3,331)	
-	-	(107,726)	-	-	-	-	-	-	(107,726)	
-	-	9,443	-	-	-	-	-	-	9,443	
-	-	(105,214)	29,430	-	-	32,504	-	1,935,587	1,892,307	
-	-	-	-	-	-	-	-	-	-	
-	-	-	-	300,000	-	-	-	(793,965)	(793,965)	
-	-	-	-	500,000	-	-	-	(300,000)	-	
-	-	-	-	500,000	-	-	-	(500,000)	-	
-	-	-	-	300,000	-	-	-	(1,593,965)	(793,965)	
1,984,912	9,384	(380,382)	78,485	4,700,000	2,800,000	315,805	32	2,126,446	11,634,682	

Balance as at December 31, 2022 (audited)

Total comprehensive income

Profit after taxation
Share in Ledger D balance of an associate
Other comprehensive income / (loss)
Foreign currency translation difference - net of tax
Share in other comprehensive (loss) / income of an associate - net of tax
Net unrealised diminution arising during the period on revaluation of available-for-sale investments (including WTO) - net of tax
Reclassification adjustment for net loss on available-for-sale investments included in profit and loss account (including WTO) - net of tax

Transactions with owners recorded directly in equity

Final cash dividend at Rs. 4.0 per share (40%) for the year ended December 31, 2022 approved on April 25, 2023
Transfer to general reserve
Transfer to special reserve

Balance as at September 30, 2023 (un-audited)

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.



Akbarali Pesnani
Chairman



Riyaz Chinoy
Director



Amin A. Hashwani
Director



Nawaid Jamal
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Nine months period ended	
	September 30, 2023	September 30, 2022
	.....(Rupees in '000).....	
Operating cash flows		
(a) Underwriting activities		
Insurance premium received	14,561,836	8,844,431
Reinsurance premium paid	(8,501,350)	(3,757,384)
Claims paid	(3,182,749)	(3,196,291)
Reinsurance and other recoveries received	484,818	967,406
Commission paid	(554,943)	(493,663)
Commission received	359,377	298,428
Management expenses paid	(1,414,751)	(1,255,272)
Net cash generated from underwriting activities	1,752,238	1,407,655
(b) Other operating activities		
Income taxes paid	(1,253,608)	(657,025)
General and administration expenses paid	(41,702)	(34,964)
Other operating payments	(2,012,247)	(1,420,283)
Other operating receipts	2,293,090	1,772,959
Loans advanced	(661)	(621)
Loans repayments received	799	564
Net cash from other operating activities	(1,014,328)	(339,370)
Total cash generated from all operating activities	737,910	1,068,285
Investment activities		
Profit / return received	1,780,432	1,023,592
Dividends received	292,626	233,686
Rentals received - net of expenses	89,798	68,043
Payments for investments	(19,887,531)	(31,013,855)
Proceeds from investments	17,679,262	27,377,604
Fixed capital expenditure	(15,963)	(12,361)
Proceeds from sale of property and equipment	90	10,840
Total cash used in investing activities	(61,286)	(2,312,451)
Financing activities		
Dividends paid	(685,415)	(771,882)
Principal repayment of lease liabilities against right-of-use asset	(37,829)	(31,568)
Total cash used in financing activities	(723,244)	(803,450)
Net cash used in all activities	(46,621)	(2,047,616)
Cash and cash equivalents at the beginning of the period	2,887,158	4,434,642
Cash and cash equivalents at the end of the period	2,840,538	2,387,026

Nine months period ended	
September 30, 2023	September 30, 2022
.....(Rupees in '000).....	

Reconciliation to the condensed interim profit and loss account

Operating cash flows	737,910	1,068,285
Depreciation / amortisation expense	(55,033)	(45,898)
Gain on sale of property and equipment	16	10,840
Unrealised diminution on revaluation of investments classified as 'at fair value through profit or loss'	(24,926)	(24,347)
Profit on disposal of investments	103,608	112,782
Dividend income	323,259	237,239
Rental income	65,556	60,057
Other investment income	2,110,429	1,116,968
Profit for the period from Window Takaful Operations (Operator's Fund) - net of tax	159,585	104,312
Increase in assets other than cash	4,730,478	4,696,775
Increase in liabilities other than borrowings	(6,186,029)	(6,282,017)
Profit after taxation	1,964,850	1,054,996

Cash and cash equivalents for the purpose of the condensed interim cash flow statement include the following:**Cash and other equivalents**

Cash in hand	1,695	1,588
Policy and revenue stamps and bond papers	893	1,253
	2,588	2,841

Cash at bank

Current accounts	65,727	85,204
Savings accounts	2,728,934	2,257,680
	2,794,661	2,342,884

Deposits having maturity within 3 months

Term deposits - local currency	-	-
Term deposits - foreign currency	43,290	41,301
	43,290	41,301
	2,840,538	2,387,026

Reconciliation of liabilities arising out of financing activities

Unclaimed dividend as at January 1	164,139	142,550
Changes from financing activities		
Dividend paid	(685,415)	(771,882)
Others		
Final cash dividend for the year ended December 31, 2022 @ 40% (December 31, 2021: 40%)	793,965	793,965
Unclaimed dividend as at September 30	272,689	164,633

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.



Akbarali Pesnani
Chairman



Hassan Khan
Chief Executive



Riyaz Chinoy
Director



Amin A. Hashwani
Director



Nawaid Jamal
Chief Financial Officer

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

Jubilee General Insurance Company Limited (the Company) is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) on May 16, 1953. The Company is listed on the Pakistan Stock Exchange Limited and is engaged in general insurance business. The registered office of the Company is situated at 2nd Floor, Jubilee Insurance House, I. I. Chundrigar Road, Karachi.

The Company was granted authorisation on March 10, 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations (WTO) in respect of general takaful products by the Securities and Exchange Commission of Pakistan (the SECP) and subsequently the Company commenced Window Takaful Operations on May 7, 2015.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the format prescribed under Insurance Rules, 2017 and these should be read in conjunction with the annual audited financial statements of the Company for the year ended December 31, 2022.

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 for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by International Reporting Standard Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and the 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 the General Takaful Accounting Regulations, 2019 shall prevail.

2.1.2 Total assets, total liabilities and profit / (loss) of the Window Takaful Operations of the Company (referred to as the Operator's Fund) have been presented in these condensed interim financial statements in accordance with the requirements of the General Takaful Accounting Regulations, 2019.

2.1.3 A separate set of condensed interim 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.

2.1.4 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 and should be read in conjunction with the annual audited financial statements of the Company for the year ended December 31, 2022.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except for certain investments which are carried at fair values, investment in associate is valued under equity method of accounting and right-of-use assets and their related lease liability which are measured at their present values.

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistan Rupees which is the Company's functional and presentation currency.

2.4 Standards, interpretations and amendments to the accounting and reporting standards as applicable in Pakistan that are effective in the current period

There are certain new and amended standards, interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after January 1, 2023 but are considered not to be relevant or do not have any significant effect on the Company's operations and therefore, have not been detailed in these condensed interim financial statements.

2.5 Standards, interpretations and amendments to the accounting and reporting standards as applicable in Pakistan that are not yet effective

The following standards and amendments of the accounting and reporting standards as applicable in Pakistan will be effective for accounting periods beginning on or after January 1, 2024:

Standard and amendments	Effective date (period beginning on or after)
- IFRS 16 - 'Leases' (amendments)	January 1, 2024
- IFRS 9 - 'Financial instruments'	January 1, 2023*
- IAS 1 - 'Presentation of financial statements' (amendments)	January 1, 2024

IFRS 17 - 'Insurance contracts' has been notified by the IASB to be effective for annual periods beginning on or after January 1, 2023 but is yet to be notified by the Securities and Exchange Commission of Pakistan.

*The management has opted temporary exemption from the application of IFRS 9 as allowed by the International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Further details relating to temporary exemption from the application of IFRS 9 are given in notes 2.5.1 and 2.5.1.1 to these condensed interim financial statements.

The management is in the process of assessing the impacts of these standards and amendments on the condensed interim financial statements.

2.5.1 Temporary exemption from application of IFRS 9

As an insurance company, the management has opted temporary exemption from the application of IFRS 9 as allowed by the International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance as the percentage of the total carrying amount of its liabilities connected with insurance relative to the total carrying amount of all its liabilities is greater than 90 percent and the Company doesn't engage in significant activities unconnected with insurance based on historical available information. Additional disclosures, as required by IASB, for being eligible to apply the temporary exemption from the application of IFRS 9 are given in note 2.5.1.1 below.

2.5.1.1 Fair value of financial assets as at September 30, 2023 and change in the fair values during the nine months period ended September 30, 2023.

2.5.1.1 Fair value of financial assets as at September 30, 2023 and change in the fair values during the nine months period ended September 30, 2023

Financial assets with contractual cash flows that meet the SPPI criteria, excluding those held for trading	As at September 30, 2023
	(Rupees in '000)
Pakistan Investment Bonds - Held-to-maturity (note 12)	
Opening fair value	46,750
Increase in fair value	1,385
Closing fair value	<u>48,135</u>
Debt securities - Available-for-sale (note 12)	
Opening fair value	11,937,155
Additions during the period - net	2,092,474
Decrease in fair value	(518,399)
Closing fair value	<u>13,511,230</u>
Financial assets that do not meet the SPPI criteria	
Equity securities - Available-for-sale (note 11)	
Opening fair value	2,305,030
Additions during the period - net	355,339
Increase in fair value	353,124
Closing fair value	<u>3,013,493</u>

2.5.2 There are certain other new and amended standards, interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after January 1, 2024 but are considered not to be relevant or do not have any significant effect on the Company's operations and therefore have not been stated in these condensed interim financial statements.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and method of computation followed in these condensed interim financial statements are same as compared to the annual audited financial statements of the Company as at and for the year ended December 31, 2022.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities and incomes and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended December 31, 2022.

5. INSURANCE AND FINANCIAL RISK MANAGEMENT

The insurance and financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Company for the year ended December 31, 2022.

6. PREMIUM DEFICIENCY RESERVE

No provision has been made in the condensed interim financial statements as the unearned premium reserve for each class of business at period end is adequate to meet the expected future liability after reinsurance from claims and other expenses, expected to be incurred after the reporting date in respect of policies in force at the reporting date.

		September 30, 2023	December 31, 2022
		(Un-audited)	(Audited)
	Note	.....(Rupees in '000).....	
7. PROPERTY AND EQUIPMENT			
Operating assets	7.1	112,732	137,551
7.1	The break-up of operating assets as at the period / year end is given below:		
	Buildings	3,645	3,816
	Furniture and fixtures	15,669	18,077
	Office equipment	33,194	34,684
	Tracker equipment	264	2,140
	Motor vehicles	5,037	5,369
	Computers and related accessories	28,415	23,393
	Right-of-use asset - buildings	26,507	50,072
		<u>112,732</u>	<u>137,551</u>
7.2	Movement of property and equipment during the period / year is as follows:		
	Opening book value (audited)	137,551	90,933
	Add: Additions during the period / year		
	Owned assets	15,714	26,447
	Right-of-use assets	-	66,856
		<u>153,265</u>	<u>184,236</u>
	Less: Net book value of assets disposed of during the period / year	(74)	(2,865)
	Less: Depreciation for the period / year	(40,459)	(43,820)
		<u>112,732</u>	<u>137,551</u>
8. INTANGIBLE ASSETS			
Computer software	8.1	27,716	41,970
8.1	Movement of intangible assets during the period / year is as follows:		
	Opening book value (audited)	41,970	46,086
	Add: Additions during the period / year	320	17,559
		<u>42,290</u>	<u>63,645</u>
	Less: Net book value of assets disposed of during the period / year	-	(701)
	Less: Amortisation for the period / year	(14,574)	(20,974)
		<u>27,716</u>	<u>41,970</u>
9. INVESTMENT PROPERTIES			

The market value of the investment properties as per valuations carried out by the professional valuers in 2021 and as ascertained by the management is Rs. 3,746,714 thousands.

10. INVESTMENTS IN ASSOCIATES

September 30, 2023	December 31, 2022	Face value per share (Rupees)	Note	September 30, 2023	December 31, 2022
Number of shares				(Un-audited)	(Audited)
6,453,331	5,611,592	10	10.1	868,338	862,123
29,250,000	29,250,000	1	10.2	279,143	221,268
			10.3	1,147,481	1,083,391

10.1 JLICL is engaged in the business of life insurance. The market value of investment and percentage of holding in associate are Rs. 605,193 thousands and 6.43% (December 31, 2022: Rs. 780,011 thousands and 6.43%) respectively.

10.2 JKIC is a closed joint stock company and is engaged in life and non-life insurance business. The Company holds 19.5% (December 31, 2022: 19.5%) shares in JKIC. The break-up value of the investment based on un-audited financial statements for the nine months period ended September 30, 2023 is Rs. 9.47 per share (December 31, 2022: Rs. 7.43 per share).

10.3 Movement of investment in associates is as follows:

	JLICL		JKIC		Total	
	September 30, 2023 (Un-audited)	December 31, 2022 (Audited)	September 30, 2023 (Un-audited)	December 31, 2022 (Audited)	September 30, 2023 (Un-audited)	December 31, 2022 (Audited)
Balance at the beginning of the period / year	862,123	804,534	221,268	169,146	1,083,391	973,680
Share of profit during the period / year	87,153	133,018	16,253	13,572	103,406	146,590
Less: Dividend received during the period / year	(75,476)	(81,368)	(6,036)	(5,298)	(81,512)	(86,666)
Foreign currency translation difference	588	2,981	47,658	43,848	48,246	46,829
Unrealised (diminution) / appreciation on available-for-sale investments	(11,363)	3,428	-	-	(11,363)	3,428
Actuarial gain / (loss) on defined benefit plan	5,313	(470)	-	-	5,313	(470)
Balance at the end of the period / year	868,338	862,123	279,143	221,268	1,147,481	1,083,391

11. INVESTMENTS IN EQUITY SECURITIES

	September 30, 2023 (Un-audited)		December 31, 2022 (Audited)	
	Cost / Carrying value	Market value	Cost / Carrying value	Market value
Available-for-sale				
Related parties				
Listed shares	272,127	386,179	272,127	272,127
Mutual funds	564	2,782	564	2,396
	272,691	388,961	272,691	274,523
Others				
Listed shares / certificates	2,422,149	2,622,032	2,066,793	2,028,007
Unlisted shares	2,500	2,500	2,500	2,500
	2,424,649	2,624,532	2,069,293	2,030,507
At fair value through profit or loss				
Listed shares	310,871	285,945	197,129	181,713
Total	3,008,211	3,299,438	2,539,113	2,486,743

12. INVESTMENTS IN DEBT SECURITIES

	September 30, 2023		December 31, 2022	
	(Un-audited)		(Audited)	
	Cost / Carrying value	Market value	Cost / Carrying value	Market value
Government securities				
..... (Rupees in '000)				
Held-to-maturity				
Pakistan Investment Bonds	50,274	50,274	50,927	50,927
Available-for-sale				
Pakistan Investment Bonds	7,414,927	6,527,713	7,344,974	7,004,762
Treasury Bills	6,988,751	6,983,517	4,966,231	4,932,393
	14,403,678	13,511,230	12,311,205	11,937,155
Total	14,453,952	13,561,504	12,362,132	11,988,082

- 12.1** Pakistan Investment Bonds with face value of Rs. 200,000 thousands (December 31, 2022: Rs. 200,000 thousands) are placed with the State Bank of Pakistan under Section 29 of the Insurance Ordinance, 2000.

13. INVESTMENTS IN TERM DEPOSITS

	Note	September 30, 2023	December 31, 2022
		(Un-audited)	(Audited)
Held-to-maturity			
.....(Rupees in '000).....			
Deposits maturing within 12 months			
Term deposits - local currency	13.1 & 13.2	41,000	45,750
Term deposits - foreign currency		245,310	210,552
	13.3	286,310	256,302

- 13.1** These include Rs. 1,000 thousands (December 31, 2022: Rs. 5,750 thousands) placed under lien with commercial banks against bank guarantees.

- 13.2** These include an amount of Rs. 40,000 thousands (December 31, 2022: Rs. 40,000 thousands) held with a related party. These term deposits carry an interest rate of 21.00% (December 31, 2022: 15%) per annum and have maturity up to May 24, 2024.

- 13.3** Term deposits carry interest rates ranging from 12.73% to 21.00% (December 31, 2022: 7.20% to 15.00%) per annum and having maturity up to May 24, 2024. Foreign deposits carry interest rate ranging from 4.20% to 5.00% (December 31, 2022: 1.50% to 3.00%) per annum and having maturity up to July 19, 2023.

14. LOANS AND OTHER RECEIVABLES - CONSIDERED GOOD

	September 30, 2023	December 31, 2022
	(Un-audited)	(Audited)
.....(Rupees in '000).....		
Accrued investment income	268,910	214,996
Security deposits	53,278	36,720
Advance to suppliers	218,805	112,688
Sales tax recoverable	43,558	29,574
Loans to employees	998	1,136
Medical claims recoverable	4,548	2,324
Receivable against sale of investments	7,954	37,774
Other receivables	29,816	20,413
	627,867	455,625

		September 30, 2023	December 31, 2022
		(Un-audited)	(Audited)
15.	INSURANCE / RE-INSURANCE RECEIVABLES - UNSECURED AND CONSIDERED GOOD	.....(Rupees in '000).....	
	Due from insurance contract holders	3,298,307	2,795,640
	Less: provision for impairment of receivables from insurance contract holders	(174,961)	(174,961)
		3,123,347	2,620,679
	Due from other insurers / re-insurers	151,364	86,978
	Less: provision for impairment of due from other insurers / re-insurers	-	(17,000)
		151,364	69,978
		3,274,710	2,690,657
15.1	Due from insurance contract holders include Rs. 353,393 thousands (December 31, 2022: Rs. 113,861 thousands) receivable from related parties.		
16.	PREPAYMENTS		
	Prepaid reinsurance premium ceded	6,224,967	3,071,540
	Prepaid rent	16,753	9,171
	Prepaid miscellaneous expenses	33,541	21,006
		6,275,260	3,101,717
17.	CASH AND BANK		
	Cash and cash equivalents		
	- Cash in hand	1,695	75
	- Policy, revenue stamps and bond papers	893	9,216
		2,588	9,291
	Cash at bank		
	- Current accounts	65,727	83,031
	- Savings accounts	2,728,934	2,731,444
		2,794,661	2,814,475
		2,797,248	2,823,766
17.1	Saving accounts carry interest rates ranging from 20.50% to 21.25% (December 31, 2022: 14.50% to 16.00%) per annum.		
17.2	Cash at bank includes Rs. 1,347,088 thousands (December 31, 2022: Rs. 92,858 thousands) held with related parties.		
18.	WINDOW TAKAFUL OPERATIONS - OPERATOR'S FUND		
	Assets		
	Cash and bank	271,283	233,356
	Investments	257,987	202,409
	Property and equipment and intangible assets	1,791	1,933
	Other assets	382,032	196,242
	Total assets	913,093	633,940
	Total liabilities	651,354	376,314

Three months period ended		Nine months period ended	
September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
(Un-audited)		(Un-audited)	
..... (Rupees in '000)			

Profit before tax for the period	103,614	36,462	285,676	85,264
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Details of assets and liabilities and segment information of Window Takaful Operations - Operator's Fund are stated in the annexed condensed interim financial statements for the Nine months period ended September 30, 2023.

		September 30, 2023	December 31, 2022
		(Un-audited)	(Audited)
		.....(Rupees in '000).....	
19.	DEFERRED TAXATION - NET		
	Deferred tax credits arising in respect of:		
	Share of profit of associates	(376,728)	(311,184)
	Right-of-use assets - net	(1,046)	(4,739)
	Accelerated tax depreciation	(22,773)	(16,480)
	Share in other comprehensive income of an associate	(1,648)	(1,648)
	Foreign currency translation difference	(40,078)	(21,491)
		(442,273)	(355,542)
	Deferred tax debits arising in respect of:		
	Share in other comprehensive loss of an associate	4,202	-
	Actuarial loss on defined benefit plan	17,964	20,036
	Provision for doubtful debts	68,235	63,347
	Impairment on available-for-sale investments	326,615	267,695
	Unrealised diminution on revaluation of available-for-sale investments	200,740	136,277
	Other provisions	136,124	94,402
		753,880	581,757
	Deferred tax assets - net	311,607	226,215
20.	INSURANCE / RE-INSURANCE PAYABLES		
	Due to insurance contract holders	122,319	109,015
	Due to other insurers / re-insurers	5,137,051	4,476,899
		5,259,370	4,585,914
21.	OTHER CREDITORS AND ACCRUALS		
	Agent commission payable	441,705	408,392
	Federal excise duty and sales tax	190,269	63,096
	Federal insurance fee	11,516	3,687
	Sindh Workers' Welfare Fund	382,916	320,061
	Tax deducted at source	12,240	12,545
	Accrued expenses	97,267	47,352
	Claims payable - stale cheques	98,234	95,914
	Unpaid and unclaimed dividend	272,689	164,139
	Lease liability against right-of-use assets	-	35,711
	Others	30,966	29,224
		1,537,803	1,180,121
22.	DEPOSITS AND OTHER PAYABLES		
	Advance rent	82,212	61,752
	Security deposits against bond insurance	1,861,192	1,786,902
	Other deposits	7,793	7,792
		1,951,197	1,856,446
22.1	This includes an advance rent from a related party amounting to Rs. 80,634 thousands (December 31, 2022: Rs. 22,903 thousands).		
22.2	These represent margin deposit on account of performance and other bond policies issued by the Company.		

23. CONTINGENCIES AND COMMITMENTS

- 23.1** The status of contingencies and commitments remains unchanged as disclosed in the annual audited financial statements as at December 31, 2022 except for the following:
- 23.1.1** During the period, the DCIR passed an order under section 122(4)/122(5) for the tax year 2017 and made certain disallowances / additions mainly on account deductions not allowed under section 21 of the Income Tax Ordinance, 2001, bad debts written off and super tax, thereby creating a demand of Rs. 20,523 thousands. The Company has filed an appeal against these disallowances / additions which is pending adjudication. Based on the tax advisor's opinion, the management is confident of favourable outcome of the appeal.
- 23.1.2** Under the Punjab Sales Tax Services Act, 2012, the health insurance service provided in the province of Punjab was exempted from the chargeability of sales tax upto October 30, 2018. The aforesaid exemption had been withdrawn through the Punjab Finance Act, 2018 by amending the Second Schedule of the Punjab Sales Tax Services Act, 2012 with effect from November 01, 2018. During the year ended December 31, 2020, the Punjab Revenue Authority (PRA) vide notification no. SO(TAX)1-110/2020 (COVID-19) dated April 2, 2020 revised the rate of sales tax on health insurance to zero percent for the period from April 2, 2020 till June 30, 2020. The Company has not yet billed its customers for health insurance services provided in the province of Punjab for the provincial sales tax for the periods from November 1, 2018 to April 1, 2020 and from July 1, 2020 till September 30, 2023. This matter is already taken up by the insurance industry with the Punjab Revenue Authority in the context of exemption available from the applicability of the sales tax on health insurance in other provinces and in federal territory as well. The management believes that the amount not yet billed aggregating to Rs. 408,639 thousands (December 31, 2022: Rs. 325,575 thousands) by the Company would be recoverable from the customers in case of any adverse outcome of the aforementioned negotiations. The outcome of the matter is uncertain and therefore, no amount has been recorded in the condensed interim financial statements.
- 23.1.3** During the year 2022, the DCIR issued an order under section 4C of the Income Tax Ordinance, 2001 for the tax year 2022. The DCIR in his order created a demand of Rs. 93,071 thousands on account of super tax. The Company had filed an appeal against the order passed by DCIR before the CIRA. During the current period, the CIRA has decided the appeal against the Company. The Company has filed an appeal with the ATIR against the order of CIRA which is pending adjudication. Based on the tax advisor's opinion, the management is confident of favourable outcome of the appeal. However, the Company has provided the amount of super tax in these condensed interim financial statements.
- 23.2** There are no material commitments outstanding as at September 30, 2023 and December 31, 2022.

24. NET INSURANCE PREMIUM

Three months period ended		Nine months period ended	
September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
(Un-audited)		(Un-audited)	

..... (Rupees in '000)

Written gross premium	5,225,227	3,990,406	15,151,295	11,271,744
Add: Unearned premium reserve opening	7,987,857	5,959,919	5,221,846	4,244,992
Less: Unearned premium reserve closing	9,126,463	6,712,705	9,126,463	6,712,705
Premium earned	4,086,621	3,237,620	11,246,678	8,804,031
Less: Reinsurance premium ceded	3,355,325	2,590,274	9,161,501	6,513,034
Add: Prepaid reinsurance premium opening	5,125,935	3,323,340	3,071,540	2,339,417
Less: Prepaid reinsurance premium closing	6,224,967	4,230,172	6,224,967	4,230,172
Reinsurance expense	2,256,293	1,683,442	6,008,074	4,622,279
	1,830,328	1,554,178	5,238,604	4,181,752

25. NET INSURANCE CLAIMS

	Three months period ended		Nine months period ended	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	(Un-audited)		(Un-audited)	
	..... (Rupees in '000)			
Claims paid	1,155,637	1,252,780	3,182,749	3,196,292
Add: Outstanding claims including IBNR closing	8,158,233	5,872,470	8,158,233	5,872,470
Less: Outstanding claims including IBNR opening	8,031,166	6,177,891	7,001,923	5,154,819
Claims expense	1,282,704	947,359	4,339,059	3,913,943
Reinsurance and other recoveries received	150,020	446,370	566,203	940,719
Add: Reinsurance and other recoveries received in respect of outstanding claims closing	6,106,743	4,012,431	6,106,743	4,012,431
Less: Reinsurance and other recoveries received in respect of outstanding claims opening	5,979,420	4,487,765	5,214,088	3,618,024
Reinsurance and other recoveries revenue	277,343	(28,964)	1,458,858	1,335,126
	1,005,362	976,323	2,880,201	2,578,817

26. NET COMMISSION EXPENSE / OTHER ACQUISITION COST

Commission paid or payable	247,610	212,442	588,256	528,050
Add: Deferred commission expense / other acquisition cost opening	271,417	240,781	252,739	247,251
Less: Deferred commission expense / other acquisition cost closing	343,276	296,037	343,276	296,037
Net commission	175,751	157,186	497,719	479,264
Less: Commission received or receivable	175,179	143,210	359,377	298,427
Add: Unearned reinsurance commission opening	156,124	133,435	138,267	148,056
Less: Unearned reinsurance commission closing	239,252	192,523	239,252	192,523
Commission from reinsurers	92,050	84,122	258,392	253,960
	83,700	73,064	239,327	225,304

27. NET INVESTMENT INCOME

Income from equity securities

Available-for-sale

Dividend income

- related parties

- others

At fair value through profit or loss

Dividend income - others

Income from debt securities

Held-to-maturity

- return on government securities

- amortisation of premium - net

Available-for-sale

- return on government securities

- amortisation of discount - net

Income from term deposits

- return on term deposits

Net realised gains / (losses) on investments

Available-for-sale

- gain on sale of equity securities

- loss on sale of equity securities

At fair value through profit or loss

- gain on sale of equity securities

- loss on sale of equity securities

Net unrealised diminution on revaluation of investments classified as at fair value through profit or loss

Total investment income

Less: Impairment in value of available-for-sale equity securities

Less: Investment related expenses

Note

	Three months period ended		Nine months period ended	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	(Un-audited)		(Un-audited)	
	(Rupees in '000)			
Income from equity securities				
Available-for-sale				
Dividend income	8,540	6,405	21,350	25,620
- related parties	104,786	66,974	289,827	199,985
- others	113,326	73,379	311,177	225,605
At fair value through profit or loss				
Dividend income - others	4,129	3,407	12,081	11,634
Income from debt securities				
Held-to-maturity				
- return on government securities	1,281	1,281	3,740	3,740
- amortisation of premium - net	(226)	(208)	(654)	(604)
	1,055	1,073	3,086	3,136
Available-for-sale				
- return on government securities	522,684	358,053	1,375,953	926,216
- amortisation of discount - net	67,623	22,086	203,964	64,576
	590,307	380,139	1,579,917	990,792
Income from term deposits				
- return on term deposits	4,886	5,178	13,056	16,526
Net realised gains / (losses) on investments				
Available-for-sale				
- gain on sale of equity securities	23,399	54,857	42,558	127,687
- loss on sale of equity securities	(30)	(3,600)	(2,216)	(26,003)
	23,369	51,257	40,342	101,684
At fair value through profit or loss				
- gain on sale of equity securities	39,211	4,574	65,214	16,456
- loss on sale of equity securities	(443)	(49)	(1,948)	(5,358)
	38,768	4,525	63,266	11,098
Net unrealised diminution on revaluation of investments classified as at fair value through profit or loss	(6,025)	(7,275)	(24,926)	(24,347)
Total investment income	769,815	511,683	1,997,999	1,336,128
Less: Impairment in value of available-for-sale equity securities	-	(100,000)	-	(210,857)
Less: Investment related expenses	(9,150)	(5,624)	(23,045)	(21,461)
	760,665	406,059	1,974,954	1,103,810

27.1 This includes Rs. 5,293 thousands (September 30, 2022: Rs. 5,173 thousands) in respect of return on term deposits from related parties.

		Three months period ended		Nine months period ended	
		September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
		(Un-audited)		(Un-audited)	
28. RENTAL INCOME	Note	..... (Rupees in '000)			
Rental income		38,119	33,012	112,468	102,821
Less: expenses related to investment properties		(18,931)	(17,712)	(46,912)	(42,764)
		<u>19,188</u>	<u>15,300</u>	<u>65,556</u>	<u>60,057</u>
29. OTHER INCOME					
Return on bank balances		196,561	117,655	434,009	232,921
Exchange gain		(2,515)	23,006	55,296	50,099
Return on loans to employees		9	14	29	40
Gain on sale of fixed assets		4	2,336	16	10,840
Others		321	415	2,631	3,885
		<u>194,380</u>	<u>143,426</u>	<u>491,981</u>	<u>297,785</u>

29.1 This includes Rs. 134,717 thousands (September 30, 2022: Rs. 4,358 thousands) in respect of return on bank balances from a related party.

30. EARNINGS PER SHARE - BASIC AND DILUTED

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

	Three months period ended		Nine months period ended	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	(Un-audited)		(Un-audited)	
	..... (Rupees in '000)			
Profit after taxation	858,848	502,268	1,964,850	1,054,996
	----- (Number of shares in '000) -----			
Weighted average number of shares of Rs. 10 each	198,491	198,491	198,491	198,491
	----- (Rupees) -----			
Earnings per share of Rs. 10 each - basic	4.33	2.53	9.90	5.32

30.1 No figures for diluted earnings per share have been presented as the Company has not issued any instrument which would have an impact on earnings per share when exercised.

31. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of associated companies, companies under common control, companies with common directors, major shareholders, directors, key management personnel and employees' funds. All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. The transactions and balances with related parties / associated companies, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

	Three months period ended		Nine months period ended	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	(Un-audited)		(Un-audited)	
..... (Rupees in '000)				
Associated companies				
Insurance premium written (including government levies, administrative surcharge and policy stamps)	802,515	598,036	1,534,378	929,300
Insurance premium received / adjusted during the period	743,421	511,836	1,314,693	869,816
Insurance claims paid	252,419	67,269	415,506	249,268
Commission paid	-	-	430	522
Purchases of goods and services	-	-	31,865	23,818
Dividend income	8,540	6,405	21,350	25,620
Dividend received from associates under equity method	25,397	22,133	81,513	86,666
Dividend paid	-	-	568,957	468,957
Rental income	28,401	23,292	83,723	67,985
Directors and Key management personnel				
Insurance premium written (including government levies, administrative surcharge and policy stamps)	513	470	1,764	1,071
Insurance premium received / adjusted during the period	202	169	1,482	846
Claims paid	-	214	93	214
Director's fee	1,400	2,200	6,900	6,700
Remuneration	30,940	29,029	116,605	115,397
Dividend paid	-	-	11,620	12,520
Employees' funds				
Contribution to provident fund	9,743	8,684	29,007	26,382
Provision for gratuity fund	8,250	8,250	24,750	24,750
Others				
Reimbursement of expenses *	49,082	24,626	77,595	53,643
Expense allocated to Window Takaful Operations	32,422	28,694	110,244	95,107
Rental income	347	737	989	2,116

* These expenses pertain to accident and health business and common back office operations jointly shared with Jubilee Life Insurance Company Limited, an associated company.

32. SEGMENT INFORMATION

Following segment information prepared in accordance with the requirements of the Insurance Ordinance, 2000 and the Insurance Rules, 2017 for class wise revenues, results, assets and liabilities:

The class wise revenues and results are as follows:

For the three months period ended September 30, 2023 (Un-audited)							
Fire and property damage	Marine, aviation and transport	Motor	Liability	Accident and health	Miscellaneous	Total	
..... (Rupees in '000)							
Premium receivable (inclusive of federal excise duty / sales tax, federal insurance fee and administrative surcharge)	2,807,430	521,191	582,760	128,791	554,939	1,340,256	5,935,367
Less: federal excise duty / sales tax	346,705	55,500	70,224	15,721	-	155,579	643,729
federal insurance fee	24,653	4,467	4,999	1,135	5,492	10,467	51,213
others	(53)	14,709	227	-	203	112	15,198
Gross written premium (inclusive of administrative surcharge)	2,436,125	446,515	507,310	111,935	549,244	1,174,098	5,225,227
- Gross direct premium	2,432,693	439,472	497,367	111,729	549,244	1,171,636	5,202,141
- Facultative inward premium	-	-	-	-	-	-	-
- Administrative surcharge	3,432	7,043	9,943	206	-	2,462	23,086
	2,436,125	446,515	507,310	111,935	549,244	1,174,098	5,225,227
Insurance premium earned	1,782,068	334,492	478,475	136,711	555,869	799,005	4,086,620
Insurance premium ceded to re-insurers	1,379,281	90,509	19,625	128,585	1	638,292	2,256,294
Net insurance premium	402,786	243,982	458,850	8,126	555,868	160,713	1,830,326
Commission income from re-insurers	39,692	3,846	351	6,967	-	41,195	92,051
Net underwriting income	442,478	247,829	459,201	15,093	555,868	201,909	1,922,377
Insurance claims expense	138,569	178,365	214,245	(517)	487,664	264,378	1,282,703
Insurance claims recovered from re-insurers	(55,119)	132,975	(8,170)	(267)	-	207,925	277,345
Net insurance claims	193,687	45,390	222,415	(250)	487,664	56,453	1,005,359
Commission expense	67,052	33,256	30,358	1,388	23,114	20,583	175,751
Management expense	110,363	64,681	147,074	4,002	50,788	83,129	460,036
Net insurance claims and expenses	371,102	143,327	399,847	5,140	561,566	160,165	1,641,146
Underwriting results	71,377	104,502	59,353	9,953	(5,698)	41,744	281,231
Net investment income							760,665
Rental income							19,188
Other income							194,380
Other expenses							(48,183)
Share of profit of associates							23,346
Profit from Window Takaful Operations - Operator's Fund							103,614
Profit before tax							1,334,241

For the Nine months period ended September 30, 2023 (Un-audited)

	Fire and property damage	Marine, aviation and transport	Motor	Liability	Accident and health	Miscellaneous	Total
..... (Rupees in '000)							
Premium receivable (inclusive of federal excise duty / sales tax, federal insurance fee and administrative surcharge)	8,157,863	1,225,969	1,797,526	612,283	1,860,470	3,550,474	17,204,585
Less: federal excise duty / sales tax	1,013,591	128,512	214,944	72,790	-	432,136	1,861,973
federal insurance fee	70,898	10,490	15,594	5,341	18,415	30,844	151,582
others	(183)	38,236	549	6	542	585	39,735
Gross written premium (inclusive of administrative surcharge)	<u>7,073,557</u>	<u>1,048,731</u>	<u>1,566,439</u>	<u>534,146</u>	<u>1,841,513</u>	<u>3,086,909</u>	<u>15,151,295</u>
- Gross direct premium	7,065,437	1,029,962	1,534,139	533,530	1,841,513	3,080,593	15,085,174
- Facultative inward premium	-	-	-	-	-	-	-
- Administrative surcharge	8,120	18,769	32,300	616	-	6,316	66,121
	<u>7,073,557</u>	<u>1,048,731</u>	<u>1,566,439</u>	<u>534,146</u>	<u>1,841,513</u>	<u>3,086,909</u>	<u>15,151,295</u>
Insurance premium earned	4,778,932	913,362	1,416,841	378,728	1,638,132	2,120,683	11,246,678
Insurance premium ceded to re-insurers	3,665,271	240,058	54,139	360,623	417	1,687,567	6,008,074
Net insurance premium	1,113,661	673,304	1,362,702	18,105	1,637,715	433,116	5,238,604
Commission income from re-insurers	116,556	7,430	908	18,080	-	115,418	258,392
Net underwriting income	1,230,217	680,734	1,363,610	36,185	1,637,715	548,534	5,496,996
Insurance claims expense	1,208,464	356,864	620,519	130,273	1,356,042	666,896	4,339,059
Insurance claims recovered from re-insurers	644,435	139,717	7,221	129,124	-	538,361	1,458,858
Net insurance claims	564,029	217,147	613,298	1,149	1,356,042	128,535	2,880,201
Commission expense	190,931	88,469	86,638	3,904	64,909	62,869	497,719
Management expense	360,258	211,139	480,094	13,065	165,788	271,357	1,501,701
Net insurance claims and expenses	1,115,218	516,755	1,180,030	18,118	1,586,739	462,761	4,879,621
Underwriting results	<u>114,999</u>	<u>163,979</u>	<u>183,580</u>	<u>18,067</u>	<u>50,976</u>	<u>85,773</u>	<u>617,375</u>
Net investment income							1,974,954
Rental income							65,556
Other income							491,981
Other expenses							(104,556)
Share of profit of associates							103,406
Profit from Window Takaful Operations - Operator's Fund							285,676
Profit before tax							<u>3,434,392</u>

For the three months period ended September 30, 2022 (Un-audited)							
Fire and property damage	Marine, aviation and transport	Motor	Liability	Accident and health	Miscellaneous	Total	
..... (Rupees in '000)							
Premium receivable (inclusive of federal excise duty, federal insurance fee and administrative surcharge)	2,172,632	390,562	546,487	123,817	548,436	724,584	4,506,518
Less: federal excise duty / sales tax	258,293	40,665	65,449	14,768	-	85,452	464,627
federal insurance fee	19,015	3,343	4,764	1,100	5,428	6,242	39,892
others	42	11,981	(764)	3	204	127	11,593
Gross written premium (inclusive of administrative surcharge)	1,895,282	334,573	477,038	107,946	542,804	632,763	3,990,406
- Gross direct premium	1,891,793	328,542	466,141	107,714	542,804	630,344	3,967,338
- Facultative inward premium	-	-	-	-	-	-	-
- Administrative surcharge	3,489	6,031	10,897	232	-	2,419	23,068
	1,895,282	334,573	477,038	107,946	542,804	632,763	3,990,406
Insurance premium earned	1,299,831	292,327	431,217	111,958	479,788	622,499	3,237,620
Insurance premium ceded to re-insurers	1,005,103	68,572	14,724	108,689	3,625	482,729	1,683,442
Net Insurance premium	294,728	223,755	416,493	3,269	476,163	139,770	1,554,178
Commission income from re-insurers	38,709	1,172	239	6,452	-	37,550	84,122
Net underwriting income	333,437	224,927	416,732	9,721	476,163	177,320	1,638,300
Insurance claims expense	290,968	156,726	179,870	(168,007)	399,012	88,790	947,359
Insurance claims recovered from re-insurers	59,134	48,461	10,442	(164,462)	-	17,461	(28,964)
	231,834	108,265	169,428	(3,545)	399,012	71,329	976,323
Commission expense	52,162	35,585	27,259	2,100	18,345	21,735	157,186
Management expense	94,988	55,671	126,585	3,445	43,713	71,548	395,950
Net insurance claims and expenses	378,984	199,521	323,272	2,000	461,070	164,612	1,529,459
Underwriting results	(45,547)	25,406	93,460	7,721	15,093	12,708	108,841
Net investment income							406,059
Rental income							15,300
Other income							143,426
Other expenses							(42,428)
Share of profit of associates							37,783
Profit from Window Takaful Operations - Operator's Fund							79,200
Profit before tax							748,181

For the Nine months period ended September 30, 2022 (Un-audited)							
Fire and property damage	Marine, aviation and transport	Motor	Liability	Accident and health	Miscellaneous	Total	
(Rupees in '000)							
Premium receivable (inclusive of federal excise duty, federal insurance fee and administrative surcharge)	5,662,950	995,961	1,609,836	497,028	1,628,844	2,361,012	12,755,631
Less: federal excise duty / sales tax	691,032	103,827	191,941	58,781	-	291,126	1,336,707
federal insurance fee	49,202	8,494	14,039	4,334	16,123	20,385	112,577
Others	(238)	34,045	(269)	10	436	619	34,603
Gross written premium (inclusive of administrative surcharge)	4,922,954	849,595	1,404,125	433,903	1,612,285	2,048,882	11,271,744
- Gross direct premium	4,910,406	831,687	1,369,979	433,163	1,612,285	2,041,727	11,199,247
- Facultative inward premium	4,740	-	-	-	-	-	4,740
- Administrative surcharge	7,808	17,908	34,146	740	-	7,155	67,757
	4,922,954	849,595	1,404,125	433,903	1,612,285	2,048,882	11,271,744
Insurance premium earned	3,473,517	782,406	1,250,648	302,627	1,340,290	1,654,543	8,804,031
Insurance premium ceded to re-insurers	2,784,718	203,869	41,783	284,806	12,323	1,294,780	4,622,279
Net Insurance premium	688,799	578,536	1,208,866	17,820	1,327,967	359,763	4,181,752
Commission income from re-insurers	112,428	5,255	648	22,360	-	113,269	253,960
Net underwriting income	801,227	583,791	1,209,514	40,180	1,327,967	473,032	4,435,712
Insurance claims expense	1,947,127	241,418	545,279	(149,599)	1,086,524	243,194	3,913,943
Insurance claims recovered from re-insurers	1,293,247	56,793	19,691	(151,231)	(8,628)	125,254	1,335,126
	653,880	184,625	525,588	1,632	1,095,151	117,940	2,578,817
Commission expense	167,149	99,396	81,850	6,395	51,665	72,809	479,264
Management expense	315,623	184,980	420,611	11,446	145,247	237,737	1,315,644
Net insurance claims and expenses	1,136,652	469,001	1,028,049	19,473	1,292,064	428,486	4,373,725
Underwriting results	(335,425)	114,790	181,465	20,707	35,904	44,546	61,987
Net investment income							1,103,810
Rental income							60,057
Other income							297,785
Other expenses							(66,220)
Share of profit of associates							105,911
Profit from Window Takaful Operations - Operator's Fund							164,464
Profit before tax							1,727,794

The class wise assets and liabilities are as follows:

As at September 30, 2023 (Un-audited)							
Fire and property damage	Marine, aviation and transport	Motor	Liability	Accident and health	Miscellaneous	Total	
(Rupees in '000)							
Segment assets	7,594,236	632,296	560,365	1,934,755	511,809	4,716,235	15,949,697
Unallocated corporate assets							22,853,339
Unallocated assets of Window Takaful Operation - Operator's Fund							913,093
Consolidated total assets	7,594,236	632,296	560,365	1,934,755	511,809	4,716,235	39,716,129
Segment liabilities	10,442,334	1,365,199	2,111,029	2,129,974	2,173,125	6,319,216	24,540,877
Unallocated corporate liabilities							2,889,217
Unallocated liabilities of Window Takaful Operation - Operator's Fund							651,354
Consolidated total liabilities	10,442,334	1,365,199	2,111,029	2,129,974	2,173,125	6,319,216	28,081,448
Depreciation and amortisation (including allocation to Window Takaful Operations)	11,699	7,073	14,316	190	17,205	4,550	55,033
Unallocated capital expenditure	-	-	-	-	-	-	15,714

	As at December 31, 2022 (Audited)						Total
	Fire and property damage	Marine, aviation and transport	Motor	Liability	Accident and health	Miscellaneous	
	(Rupees in '000)						
Segment assets	4,732,608	369,064	493,905	1,656,676	434,759	3,542,011	11,229,023
Unallocated corporate assets							20,164,746
Unallocated assets of Window Takaful Operation - Operator's Fund							633,940
Consolidated total assets	<u>4,732,608</u>	<u>369,064</u>	<u>493,905</u>	<u>1,656,676</u>	<u>434,759</u>	<u>3,542,011</u>	<u>32,027,709</u>
Segment liabilities	6,970,533	1,050,606	1,851,312	1,814,643	1,966,271	4,903,005	18,556,370
Unallocated corporate liabilities							2,558,685
Unallocated liabilities of Window Takaful Operation - Operator's Fund							376,314
Consolidated total liabilities	<u>6,970,533</u>	<u>1,050,606</u>	<u>1,851,312</u>	<u>1,814,643</u>	<u>1,966,271</u>	<u>4,903,005</u>	<u>21,491,369</u>
Depreciation and amortisation (including allocation to Window Takaful Operations)	11,057	8,635	18,613	278	20,773	5,438	64,794
Unallocated capital expenditure	-	-	-	-	-	-	26,447

33. FAIR VALUE OF FINANCIAL INSTRUMENTS

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. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

33.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Company to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

The following table shows the carrying amount and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

Valuation techniques used in determination of fair values within level 2

Items	Valuation technique
Units of mutual funds	The fair values of investments in units of mutual funds are determined based on their net asset values as published at the close of each business day.
Treasury bills / Pakistan Investment Bonds	Fair values of Pakistan Investment Bonds and Treasury Bills are derived using the PKRV rates on the Mutual Funds Association of Pakistan's website.

September 30, 2023 (Un-audited)									
At fair value through profit or loss	Available-for-sale	Held-to-maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)									
Financial assets measured at fair value									
Investments									
- Equity securities	285,945	3,010,993	-	-	3,296,938	3,294,156	2,782	-	3,296,938
- Debt securities	-	13,511,230	-	-	13,511,230	-	13,511,230	-	13,511,230
Assets of Window Takaful Operations - Operator's Fund									
-	-	257,987	-	-	257,987	47,963	209,124	-	257,087
Financial assets not measured at fair value									
Investments									
- Equity securities	-	2,500	-	-	2,500	-	-	-	-
- Debt securities	-	-	50,274	-	50,274	-	48,135	-	48,135
- Term deposits*	-	-	286,310	-	286,310	-	-	-	-
Loans and other receivables*	-	-	-	365,323	365,323	-	-	-	-
Insurance / reinsurance receivables*	-	-	-	3,274,710	3,274,710	-	-	-	-
Reinsurance recoveries against outstanding claims*	-	-	-	6,083,152	6,083,152	-	-	-	-
Salvage recoveries accrued*	-	-	-	23,591	23,591	-	-	-	-
Cash and bank*	-	-	-	2,797,248	2,797,248	-	-	-	-
Assets of Window Takaful Operations - Operator's Fund*									
-	-	-	553,059	-	553,059	-	-	-	-
Financial liabilities not measured at fair value									
Outstanding claims including IBNR*									
-	-	-	-	(8,158,233)	(8,158,233)	-	-	-	-
Insurance / reinsurance payables*									
-	-	-	-	(5,259,368)	(5,259,368)	-	-	-	-
Other creditors and accruals*									
-	-	-	-	(940,863)	(940,863)	-	-	-	-
Deposits and other payables*									
-	-	-	-	(1,868,984)	(1,868,984)	-	-	-	-
Total liabilities of Window Takaful Operations - Operator's Fund*									
-	-	-	-	(90,948)	(90,948)	-	-	-	-
285,945	16,782,710	336,584	13,097,083	(16,318,395)	14,183,926	3,342,119	13,771,271	-	17,113,390

* The Company has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of their fair values.

December 31, 2022 (Audited)									
At fair value through profit or loss	Available-for-sale	Held-to-maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value									
Investments									
- Equity securities	181,713	2,302,530	-	-	2,484,243	2,481,847	2,396	-	2,484,243
- Debt securities	-	11,937,155	-	-	11,937,155	-	11,937,155	-	11,937,155
Assets of Window Takaful Operations - Operator's Fund									
-	-	202,409	-	-	202,409	43,074	159,335	-	202,409
Financial assets not measured at fair value									
Investments									
- Equity securities*	-	2,500	-	-	2,500	-	-	-	-
- Debt securities	-	-	50,927	-	50,927	-	46,750	-	46,750
- Term deposits*	-	-	256,302	-	256,302	-	-	-	-
Loans and other receivables*	-	-	-	311,943	311,943	-	-	-	-
Insurance / reinsurance receivables*	-	-	-	2,690,657	2,690,657	-	-	-	-
Reinsurance recoveries against outstanding claims*	-	-	-	5,191,022	5,191,022	-	-	-	-
Salvage recoveries accrued*	-	-	-	23,065	23,065	-	-	-	-
Cash and bank*	-	-	-	2,823,766	2,823,766	-	-	-	-
Assets of Window Takaful Operations - Operator's Fund*									
-	-	-	355,505	-	355,505	-	-	-	-
Financial liabilities not measured at fair value									
Outstanding claims including IBNR*									
-	-	-	-	(7,001,923)	(7,001,923)	-	-	-	-
Insurance / reinsurance payables*									
-	-	-	-	(4,585,914)	(4,585,914)	-	-	-	-
Other creditors and accruals*									
-	-	-	-	(780,732)	(780,732)	-	-	-	-
Deposits and other payables*									
-	-	-	-	(1,794,694)	(1,794,694)	-	-	-	-
Total liabilities of Window Takaful Operations - Operator's Fund*									
-	-	-	-	(60,777)	(60,777)	-	-	-	-
181,713	14,444,594	307,229	11,395,958	(14,224,040)	12,105,454	2,524,921	12,145,636	-	14,670,557

* The Company has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of their fair values.

34. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements have been authorised for issue in accordance with a resolution of the Board of Directors on October 11, 2023.

35. GENERAL

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


Akbarali Pesnani
Chairman


Hassan Khan
Chief Executive


Riyaz Chinoy
Director


Amin A. Hashwani
Director


Nawaid Jamal
Chief Financial Officer

Window Takaful Operations

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION OF OPF AND PTF (UN-AUDITED)

AS AT SEPTEMBER 30, 2023

	Note	OPF		PTF	
		September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
		(Un-audited)	(Audited)	(Un-audited)	(Audited)
..... (Rupees in '000)					
Assets					
Property and equipment	7	1,748	1,695	-	-
Intangible assets		43	238	-	-
Investments					
Equity securities	8	257,087	202,409	351,077	383,601
Loans and other receivables	9	66	75	26,217	7,711
Takaful / re-takaful receivables	10	-	-	799,171	353,218
Salvage recoveries accrued		-	-	2,800	24,350
Deferred taxation		-	192	-	-
Deferred wakala fee		-	-	374,543	249,200
Receivable from PTF	11	279,740	120,019	-	-
Re-takaful recoveries against outstanding claims / benefits		-	-	260,516	363,198
Deferred commission expense	21	101,091	74,686	-	-
Prepayments	12	2,035	1,270	233,783	138,841
Cash and bank	13	271,283	233,356	757,524	659,248
Total assets		913,093	633,940	2,805,631	2,179,367
Funds and Liabilities					
Funds attributable to:					
Operator's Fund (OPF)					
Statutory fund		100,000	100,000	-	-
Reserves		2,154	(389)	-	-
Accumulated profit		159,585	158,015	-	-
Balance of Operator's Fund		261,739	257,626	-	-
Participants' Takaful Fund (PTF)					
Seed Money		-	-	500	500
Reserves		-	-	3,220	1,717
Accumulated surplus		-	-	330,131	278,405
Balance as at September 30, 2023 (un-audited)		-	-	333,851	280,622
Liabilities					
PTF Underwriting Provisions					
Outstanding claims including IBNR	19	-	-	578,587	691,467
Unearned contribution reserves		-	-	1,138,227	724,082
Reserve for unearned re-takaful rebate	18	-	-	18,390	12,288
		-	-	1,735,204	1,427,837
Deferred taxation		1,376	-	-	-
Unearned wakala fee	20	374,543	249,200	-	-
Contribution received in advance		-	-	45,312	32,732
Takaful / re-takaful payables	14	-	-	371,779	286,377
Other creditors and accruals	15	92,170	61,106	39,745	31,780
Taxation - provision less payments		183,265	66,008	-	-
Payable to OPF	11	-	-	279,740	120,019
Total Liabilities		651,354	376,314	2,471,780	1,898,745
Total Funds and Liabilities		913,093	633,940	2,805,631	2,179,367
Contingencies and commitments	16				

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


Akbarali Pesnani
Chairman


Hassan Khan
Chief Executive


Riyaz Chinoy
Director


Amin A. Hashwani
Director


Nawaid Jamal
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Note	Three months period ended		Nine months period ended	
		September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
(Rupees in '000)					
PTF					
Contribution earned		363,522	274,368	1,008,259	746,738
Less: Contribution ceded to retakaful		(95,148)	(71,299)	(249,812)	(206,654)
Net contribution revenue	17	268,374	203,069	758,447	540,084
Re-takaful rebate earned	18	6,422	5,401	17,492	15,023
Net underwriting income		274,796	208,470	775,939	555,107
Net claims	19	(299,202)	(195,020)	(813,566)	(525,914)
Other direct expenses		(1,126)	(1,009)	(6,289)	(1,777)
Surplus before investment income		(25,532)	12,441	(43,916)	27,416
Investment income	22	12,528	8,854	46,828	1,900
Other income	23	33,759	19,644	72,886	44,742
Less: Modarib's share of investment income	24	(9,314)	(5,713)	(24,072)	(9,378)
Surplus transferred to accumulated surplus		11,441	35,226	51,726	64,680
OPF					
Wakala fee	20	177,739	140,509	491,873	389,224
Commission expense	21	(53,002)	(41,254)	(139,720)	(116,514)
General, administrative and management expenses		(49,864)	(37,306)	(144,515)	(138,260)
		74,873	61,949	207,638	134,450
Modarib's share of PTF investment income	24	9,314	5,713	24,072	9,378
Investment income	22	7,688	5,538	25,572	2,287
Direct expenses		(604)	(654)	(2,153)	(2,186)
Other income	23	12,343	6,654	30,547	20,535
Profit before taxation		103,614	79,200	285,676	164,464
Taxation - Current		(40,410)	(41,361)	(111,414)	(54,273)
- Prior		(10)	-	(14,677)	(5,879)
Profit after taxation		63,194	37,839	159,585	104,312


Akbarali Pesnani
Chairman


Hassan Khan
Chief Executive


Riyaz Chinoy
Director


Amin A. Hashwani
Director


Nawaid Jamal
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

Three months period ended		Nine months period ended	
September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022

(Rupees in '000)

PTF

Surplus during the period	11,441	35,226	51,726	64,680
Other comprehensive income for the period:				
<i>Item that may be reclassified to the profit and loss account in subsequent period</i>				
- Net unrealised (loss) / gain arising during the period on revaluation of available-for-sale investments	(10,277)	(8,470)	938	2,745
- Reclassification adjustment for net loss on available for sale investments included in profit and loss account	65	1,413	565	1,913
Other comprehensive (loss) / income for the period	(10,212)	(7,057)	1,503	4,658
Total comprehensive income for the period	1,229	28,169	53,229	69,338

OPF

Profit after tax for the period	63,194	37,839	159,585	104,312
Other comprehensive income for the period:				
<i>Item that may be reclassified to the profit and loss account in subsequent period</i>				
- Net unrealised loss arising during the period on revaluation of available-for-sale investments - net of tax	(752)	(4,313)	3,152	(409)
- Reclassification adjustment for net loss on available for sale investments included in profit and loss account - net of tax	(758)	708	(609)	857
Other comprehensive (loss) / income for the period	(1,510)	(3,605)	2,543	448
Total comprehensive income for the period	61,684	34,234	162,128	104,760

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


Akbarali Pesnani
Chairman


Hassan Khan
Chief Executive


Riyaz Chinoy
Director


Amin A. Hashwani
Director


Nawaid Jamal
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN OPERATOR'S FUND AND PARTICIPANTS' TAKAFUL FUND

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	Attributable to Operator's Fund			Total
	Statutory Fund	Available for sale investment revaluation reserve	Unappropriated profit	
	.....(Rupees in '000).....			
Balance as at January 01, 2022 (audited)	100,000	(3,297)	104,349	201,052
Profit after tax for the period	-	-	104,312	104,312
Transfer of profit to the Company	-	-	(104,349)	(104,349)
Other comprehensive loss for the period	-	448	-	448
Balance as at September 30, 2022 (un-audited)	100,000	(2,849)	104,312	201,463
Balance as at January 01, 2023 (audited)	100,000	(389)	158,015	257,626
Profit after tax for the period	-	-	159,585	159,585
Transfer of profit to the Company	-	-	(158,015)	(158,015)
Other comprehensive income for the period	-	2,543	-	2,543
Balance as at September 30, 2023 (un-audited)	100,000	2,154	159,585	261,739

	Attributable to participants of the PTF			Total
	Seed money	Available for sale investment revaluation reserve	Accumulated surplus	
	.....(Rupees in '000).....			
Balance as at January 01, 2022 (audited)	500	(11,915)	201,209	189,794
Surplus for the period	-	-	64,680	64,680
Other comprehensive loss for the period	-	4,658	-	4,658
Balance as at September 30, 2022 (un-audited)	500	(7,257)	265,889	259,132
Balance as at January 01, 2022 (audited)	500	1,717	278,405	280,622
Surplus for the period	-	-	51,726	51,726
Other comprehensive income for the period	-	1,503	-	1,503
Balance as at September 30, 2023 (un-audited)	500	3,220	330,131	333,851

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


Akbarali Pesnani
Chairman


Hassan Khan
Chief Executive


Riyaz Chinoy
Director


Amin A. Hashwani
Director

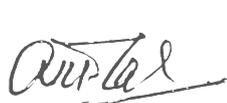

Nawaid Jamal
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

	OPF		PTF	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
Operating cash flows				
(a) Takaful activities				
Contribution received	-	-	1,471,339	1,142,795
Re-takaful contribution paid	-	-	(60,902)	(203,794)
Claims / benefits paid	-	-	(957,455)	(569,504)
Re-takaful and other recoveries received	-	-	148,656	118,540
Commission paid	(139,651)	(117,200)	-	-
Commission received	-	-	23,594	19,841
Wakala fee received	461,525	377,918	-	-
Wakala fee paid	-	-	(461,525)	(377,918)
Mudarib share received	20,042	7,963	-	-
Mudarib share paid	-	-	(20,042)	(7,963)
Net cash generated from takaful activities	341,916	268,681	143,665	121,997
(b) Other operating activities				
Income tax paid	(29,420)	(3,804)	(11,874)	(8,163)
General and other expenses paid	(127,186)	(139,776)	(5,251)	(2,078)
Other operating payments	(24,798)	(33,469)	(180,578)	(149,035)
Other operating receipts	1,187	549	157,043	153,928
Net cash (used in) / generated from other operating activities	(180,217)	(176,500)	(40,660)	(5,348)
Total cash generated from all operating activities	161,699	92,181	103,005	116,649
Investment activities				
Profit / return received	30,552	20,634	72,835	49,033
Dividend received	2,344	4,059	4,314	5,383
Payment for investments	(96,039)	(137,462)	(226,321)	(273,301)
Proceeds from investments	97,386	11,126	144,443	14,451
Total cash (used in) / generated from investing activities	34,243	(101,643)	(4,729)	(204,434)
Financing activities - Profit paid to the Operator				
	(158,015)	(104,349)	-	-
	37,927	(113,811)	98,276	(87,785)
Cash and cash equivalents at the beginning of the period	233,356	258,206	659,248	705,559
Cash and cash equivalents at the end of the period	271,283	144,395	757,524	617,774
Reconciliation to profit and loss account				
Operating cash flows	161,699	92,181	103,005	116,649
Depreciation expense	(16)	(19)	-	-
Amortisation	(195)	(268)	-	-
Profit / return received	30,552	20,634	72,835	49,033
Profit on disposal of investments	1,896	1,259	2,034	446
Dividend income	25,054	7,840	44,794	13,128
Impairment in value of available-for-sale securities	(1,378)	(6,812)	-	(13,652)
Increase in assets other than cash	186,882	103,508	435,897	242,237
Increase in liabilities other than borrowings	(244,909)	(114,011)	(606,839)	(343,161)
Net profit / surplus for the period	159,585	104,312	51,726	64,680
Cash and cash equivalents include the following for the purpose of the statement of cash flows:				
CASH AND BANK				
Cash and cash equivalent				
Policy, revenue stamps and bond papers	18	3	-	172
Cash at bank				
Current accounts	-	-	2,964	11,388
Savings accounts	271,265	144,392	754,560	606,214
	271,265	144,392	757,524	617,602
	271,283	144,395	757,524	617,774

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



Akbarali Pesnani
Chairman



Hassan Khan
Chief Executive



Riyaz Chinoy
Director



Amin A. Hashwani
Director



Nawaid Jamal
Chief Financial Officer

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

Jubilee General Insurance Company Limited (the Operator) is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) on May 16, 1953. The Operator is listed on the Pakistan Stock Exchange and is engaged in general insurance business. The registered office of the Operator is situated at 2nd Floor, Jubilee Insurance House, I. I. Chundrigar Road, Karachi, Pakistan.

The Operator was granted authorisation on March 10, 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations (the Operations) by the Securities and Exchange Commission of Pakistan (the SECP) under the Takaful Rules, 2012 to carry on general takaful operations in Pakistan. The Waqf deed was executed on April 30, 2015 and the Operator commenced activities of the Operations on May 7, 2015.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 Statement of compliance

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

- International Accounting Standard 34 (IAS 34), Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and the 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 the General Takaful Accounting Regulations, 2019 shall prevail.

2.1.1 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 and should be read in conjunction with the annual audited financial statements of the Window Takaful Operations for the year ended December 31, 2022.

2.1.2 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 OPF and PTF remain separately identifiable.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except for certain investments which are stated at their fair values.

2.3 Functional and presentation currency

Items included in the condensed interim financial statements are measured using the currency of the primary economic environment in which the Operator operates. The condensed interim financial statements are presented in Pakistani Rupees, which is the Operator's functional and presentational currency.

2.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

There are certain amendments that are mandatory for the Operator's accounting periods beginning on or after January 1, 2023 but are considered not to be relevant or do not have any significant effect on the Operator's operations and are therefore not detailed in these condensed interim financial statements.

2.5 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective

The following standards, amendment and interpretations of accounting and reporting standards as applicable in Pakistan will be effective for accounting periods beginning on or after January 1, 2024:

Standards, amendments or interpretations	Effective date (period beginning on or after)
- IFRS 16 - 'Leases' (amendments)	January 1, 2024
- IAS 1 - 'Presentation of financial statements' (amendments)	January 1, 2024
- IFRS 9 - 'Financial Instruments'	January 1, 2023*

IFRS 17 - 'Insurance contracts' has been notified by the IASB to be effective for annual periods beginning on or after January 1, 2023 and yet to be notified by the Securities and Exchange Commission of Pakistan.

* The management has opted temporary exemption from the application of IFRS 9 as allowed by the International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Further details relating to temporary exemption from the application of IFRS 9 are given in notes 2.5.1 and 2.5.1.1 to these interim condensed financial statements.

The management is in the process of assessing the impact of these standards, amendments and interpretations on the condensed financial statements of the Operator.

2.5.1 Temporary exemption from application of IFRS 9

As an insurance company, the management has opted temporary exemption from the application of IFRS 9 as allowed by the International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Additional disclosures, as required by IASB, for being eligible to apply the temporary exemption from the application of IFRS 9 are given in note 2.5.1.1 below.

2.5.1.1 Fair value of financial assets as at September 30, 2023 and changes in fair values during the nine months period ended September 30, 2023

	As at September 30, 2023
	(Rupees in '000)
Financial assets that do not meet the SPPI criteria	
Operator's Fund	
<i>Equity Securities - Available for sale (note 8)</i>	
Opening fair value	202,409
Additions during the period - net	190,981
Impairment during the period	(1,378)
Decrease in fair value / dis-invested	(134,925)
Closing fair value	257,087
Participants' Takaful Fund	
<i>Equity Securities - Available for sale (note 8)</i>	
Opening fair value	383,601
Additions during the period - net	95,319
Impairment during the period	-
Decrease in fair value / dis-invested	(127,843)
Closing fair value	351,077

3. SUMMARY OF 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 of the Operator for the year ended December 31, 2022.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of 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 and income and expense. Actual results may differ from these estimates. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Operator's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited financial statements of the Operator as at and for the year ended December 31, 2022.

5. TAKAFUL AND FINANCIAL RISK MANAGEMENT

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 of the Operator for the year ended December 31, 2022.

6. CONTRIBUTION DEFICIENCY RESERVE

No provision has been made in these condensed interim financial statements as the unearned contribution reserve for each class of business at period end is adequate to meet the expected future liability after re-takaful from claims and other expenses expected to be increased after the reporting date in respect of policies in force at the reporting date.

		September 30, 2023	December 31, 2022
		(Un-audited)	(Audited)
7. PROPERTY AND EQUIPMENT	Note	.....(Rupees in '000).....	
Operating assets	7.1	1,748	1,695
7.1	The break-up of operating assets as at September 30, 2023 is given below:		
	Furniture and fixtures	921	920
	Office equipment	682	693
	Computers and related accessories	145	82
		1,748	1,695
7.2	Movement of property and equipment during the nine months period ended September 30, 2023 is as follows:		
	Opening book value	1,695	1,636
	Add: Additions / disposal during the period / year	69	82
	Less: depreciation for the period / year	16	23
	Closing book value	1,748	1,695

8. INVESTMENT IN EQUITY SECURITIES - AVAILABLE-FOR-SALE

	September 30, 2023 (Un-audited)			December 31, 2022 (Audited)		
	Cost / Carrying value	Impairment for the period	Market value	Cost / Carrying value	Impairment for the period	Market value
OPF	..... (Rupees in '000)					
Others						
Listed shares	44,433	1,378	47,963	44,930	9,287	43,074
Mutual funds	209,124	-	209,124	158,062	-	159,335
	253,557	1,378	257,087	202,992	9,287	202,409
PTF						
Others						
Listed shares	83,357	-	84,860	70,327	21,580	69,438
Mutual funds	266,217	-	266,217	311,557	-	314,163
	349,574	-	351,077	381,884	21,580	383,601

9. LOANS AND OTHER RECEIVABLES

	OPF		PTF	
	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	..... (Rupees in '000)			
Accrued investment income	-	-	3,528	2,834
Sales tax recoverable	65	74	2,969	4,796
Medical claims recoverable	-	-	256	81
Other receivables	1	1	19,464	-
	<u>66</u>	<u>75</u>	<u>26,217</u>	<u>7,711</u>

10. TAKAFUL / RE-TAKAFUL RECEIVABLES Unsecured and Considered good

	Note	September 30, 2023	December 31, 2022
		(Un-audited)	(Audited)
		.....(Rupees in '000).....	
Due from takaful participant holders	10.1	757,173	313,376
Less: provision for impairment of receivables from takaful participants holders		(12,627)	(8,198)
		744,546	305,178
Due from other takaful / re-takaful operators	10.2	54,625	48,040
		<u>799,171</u>	<u>353,218</u>

10.1 This includes Rs. Nils (December 31, 2022: Nil) receivable due from a related party.

10.2 This includes Rs. 583 thousands (December 31, 2022: 1,143) due from a related party.

11. RECEIVABLE / (PAYABLE) (Current account between OPF and PTF)

	Note	OPF		PTF	
		September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
		(Un-audited)	(Audited)	(Un-audited)	(Audited)
		..... (Rupees in '000)			
Wakala fee		270,427	114,736	(270,427)	(114,736)
Modarib fee		9,313	5,283	(9,313)	(5,283)
		<u>279,740</u>	<u>120,019</u>	<u>(279,740)</u>	<u>(120,019)</u>

12. PREPAYMENTS

Prepaid re-takaful contribution ceded	-	-	233,783	138,841
Prepaid miscellaneous expenses	2,035	1,270	-	-
	<u>2,035</u>	<u>1,270</u>	<u>233,783</u>	<u>138,841</u>

13. CASH AND BANK

Cash and cash equivalents					
Policy and revenue stamps		18	7	-	1,235
Cash at bank					
- Current accounts		-	-	2,964	13,831
- Savings accounts		271,265	233,349	754,560	644,182
	13.1 & 13.2	<u>271,265</u>	<u>233,349</u>	<u>757,524</u>	<u>658,013</u>
		<u>271,283</u>	<u>233,356</u>	<u>757,524</u>	<u>659,248</u>

13.1 Cash and bank balances of OPF include Rs.176,526 thousands (December 31, 2022: Rs. 19,043 thousands) held with a related party.

- 13.2 Cash and bank balances of PTF include Rs. 76,149 thousands (December 31, 2022: Rs. 76,654 thousands) held with a related party.

PTF	
September 30, 2023	December 31, 2022
(Un-audited)	(Audited)
.....(Rupees in '000).....	

14. **TAKAFUL / RE-TAKAFUL PAYABLES - PTF**

Due to takaful participants / re-takaful payable

371,779	286,377
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15. **OTHER CREDITORS AND ACCRUALS**

OPF		PTF	
September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
(Un-audited)	(Audited)	(Un-audited)	(Audited)
..... (Rupees in '000)			

Agents commission payable	84,567	58,093	-	-
Federal excise duty / sales tax	-	-	15,540	10,691
Federal Takaful Fee	-	-	2,644	979
Accrued expenses	2,570	2,206	6,965	5,605
Other tax payables	1,222	329	485	1,136
Miscellaneous	3,811	478	14,111	13,369
	<u>92,170</u>	<u>61,106</u>	<u>39,745</u>	<u>31,780</u>

16. **CONTINGENCIES AND COMMITMENTS**

The status of contingencies remains unchanged as disclosed in the annual audited financial statements as at December 31, 2022, except for the following:

Under the Punjab Sales Tax Services Act, 2012, the health insurance service provided in the province of Punjab was exempted from the chargeability of sales tax upto October 30, 2018. The aforesaid exemption had been withdrawn through the Punjab Finance Act, 2018 by amending Second Schedule of the Punjab Sales Tax Services Act, 2012 with effect from November 01, 2018. During the year ended December 31, 2020, the Punjab Revenue Authority (PRA) vide notification no. SO(TAX)1-110/2020 (COVID-19) dated April 2, 2020 revised the rate of sales tax on health insurance to zero percent for the period from April 2, 2020 till June 30, 2020. The Operator has not yet billed its customers for health insurance services provided in the province of Punjab for the provincial sales tax for the periods from November 1, 2018 to April 1, 2020 and from July 1, 2020 till September 30, 2023. This matter is already taken up by the insurance industry with the Punjab Revenue Authority in the context of exemption available from the applicability of the sales tax on health insurance in other provinces and in federal territory as well. The management believes that the amount not yet billed aggregating to Rs. 22,881 thousands (December 31, 2022: Rs. 15,591 thousands) by the Operator would be recoverable from the customers in case of any adverse outcome of the aforementioned negotiations. The outcome of the matter is uncertain and therefore, no amount has been recorded in these condensed interim financial statements.

	Three months period ended		Nine months period ended	
	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)
..... (Rupees in '000)				
17. NET CONTRIBUTION REVENUE	PTF			
Written Gross Contribution	838,684	579,485	1,914,277	1,403,186
Less: Wakala fee	270,337	191,546	617,216	468,380
Contribution net of Wakala fee	568,347	387,939	1,297,061	934,806
Add: Unearned contribution reserve - opening	558,859	430,887	474,882	356,390
Less: Unearned contribution reserve - closing	763,684	544,458	763,684	544,458
Contribution earned	363,522	274,368	1,008,259	746,738
Re-takaful contribution ceded	212,379	126,687	344,754	258,832
Add: Prepaid re-takaful contribution - opening	116,552	109,087	138,841	112,297
Less: Prepaid re-takaful contribution - closing	233,783	164,475	233,783	164,475
Re-takaful expense	95,148	71,299	249,812	206,654
Net contribution	268,374	203,069	758,447	540,084
18. RETAKAFUL REBATE EARNED	PTF			
Retakaful rebate / commission received	17,184	10,408	23,594	19,841
Add: Unearned retakaful rebate / commission - opening	7,628	8,563	12,288	8,752
Less: Unearned retakaful rebate / commission - closing	18,390	13,570	18,390	13,570
	6,422	5,401	17,492	15,023
19. NET CLAIMS	PTF			
Benefits / claims paid	335,541	233,757	957,455	569,503
Add: outstanding benefits / claims including IBNR - closing	578,587	575,042	578,587	575,042
Less: outstanding benefits / claims including IBNR - opening	616,074	614,274	691,467	587,984
Claims expense	298,054	194,525	844,575	556,561
Re-takaful and other recoveries received	33,563	54,946	155,241	89,574
Add: Re-takaful and other recoveries in respect of outstanding claims - closing	263,316	255,174	263,316	255,174
Less: Re-takaful and other recoveries against outstanding claims - opening	298,027	310,615	387,548	314,101
Re-takaful and other recoveries revenue	(1,148)	(495)	31,009	30,647
Net claims expense	299,202	195,020	813,566	525,914
20. WAKALA FEE INCOME	OPF			
Gross Wakala fee	270,337	191,546	617,216	468,380
Add: Unearned Wakala fee income - opening	281,945	231,184	249,200	203,065
Less: Unearned Wakala fee income - closing	374,543	282,221	374,543	282,221
	177,739	140,509	491,873	389,224
21. COMMISSION EXPENSE	OPF			
Commission paid or payable	76,749	54,977	166,125	128,508
Add: Deferred commission expense - opening	77,344	66,436	74,686	68,165
Less: Deferred commission expense - closing	101,091	80,159	101,091	80,159
	53,002	41,254	139,720	116,514

		Three months period ended		Nine months period ended	
		September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
		(Un-audited)		(Un-audited)	
Note		(Rupees in '000)			
22. INVESTMENT INCOME		OPF			
Income from equity securities - Available-for-sale					
Dividend income		6,435	4,436	25,054	7,840
Net realised gains / (losses) on investments					
Available-for-sale					
Realised gain on sale of equity securities		1,253	1,101	1,896	1,369
Realised loss on sale of equity securities		-	1	-	(110)
		1,253	1,102	1,896	1,259
Total investment income		7,688	5,538	26,950	9,099
Less: Impairment in value of available-for-sale equity securities		-	-	(1,378)	(6,812)
Less: Investment related expenses		-	-	-	-
		7,688	5,538	25,572	2,287
		PTF			
Income from equity securities - Available-for-sale					
Dividend income		11,147	7,952	44,794	13,128
Income from term deposits					
Return on term deposits		-	-	-	1,978
Net realised gains / (losses) on investments					
Available-for-sale					
Realised gain on sale of equity securities		1,320	901	1,973	1,183
Realised loss on sale of equity securities		61	1	61	(737)
		1,381	902	2,034	446
Total investment income		12,528	8,854	46,828	15,552
Less: Impairment in value of available-for-sale equity securities		-	-	-	(13,652)
Less: Investment related expenses		-	-	-	-
		12,528	8,854	46,828	1,900
23. OTHER INCOME		OPF			
Return on bank balances	23.1	12,248	6,748	30,552	20,634
Miscellaneous		95	(94)	(5)	(99)
		12,343	6,654	30,547	20,535
		PTF			
Return on bank balances	23.2	34,037	19,714	73,529	44,991
Miscellaneous		(278)	(70)	(643)	(249)
		33,759	19,644	72,886	44,742
23.1	This includes Rs. 5,683 thousands (September 30, 2022: Rs. 8,073 thousands) in respect of return on bank balances held with a related party.				
23.2	This includes Rs. 7,725 thousands (September 30, 2022: Rs. 6,944 thousands) in respect of return on bank balances held with a related party.				

24. MODARIB'S FEE

The Operator manages the participants' investments as a Modarib and charges 20% Modarib's share of the investment income earned by PTF.

25. TRANSACTIONS WITH RELATED PARTIES

Related parties include the Operator, associated companies, companies under common control, companies with common directors, major shareholders, employees' retirement benefit plans, directors and key management personnel of the Operator. All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. The transactions and balances with related parties, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

		Three months period ended		Nine months period ended	
		September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
		(Un-audited)		(Un-audited)	
Note		(Rupees in '000)			
Contribution written		5,075	2,505	8,105	4,829
Contribution received / adjusted during the period		6,659	2,813	8,919	4,104
Rent	25.1	347	737	989	2,116
Reimbursement of expenses	25.2	32,422	29,640	110,244	98,545
Remuneration of key management personnel		238	-	1,664	8,929
Contributions to provident fund		132	-	153	153
Purchases of goods and services		-	-	-	556

25.1 This represents rent paid to the Operator.

25.2 These expenses pertain to accident and health business, common back office operations jointly shared with Jubilee Life Insurance Company Limited (an associated company) and allocation of management expenses including personnel expenses from the Company to the Operations.

26. SEGMENT INFORMATION

Segment information is prepared in accordance with the requirements of the Insurance Ordinance, 2000 and the General Takaful Accounting Regulations, 2019 for class wise revenues, results, assets and liabilities:

The class wise revenues and results are as follows:

Three months period ended September 30, 2023 (Un-audited) - PTF						
Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total	
(Rupees in '000)						
Contribution received / receivable (inclusive of Federal Excise Duty / Sales Tax , Federal Takaful Fee and Administrative surcharge)	257,374	89,434	221,212	307,342	49,008	924,370
Less: Federal Excise Duty	31,157	9,814	26,073	-	5,730	72,774
Federal Takaful Fee	2,236	746	1,920	3,042	428	8,372
Others	49	4,186	140	160	5	4,540
Gross written contribution (inclusive of administrative surcharge)	223,932	74,688	193,079	304,140	42,845	838,684
Gross direct contribution	223,098	72,701	189,275	304,140	42,626	831,839
Administrative surcharge	833	1,988	3,804	-	219	6,845
	223,932	74,688	193,079	304,140	42,845	838,684
Takaful contribution earned	54,050	37,941	115,185	142,732	13,613	363,522
Takaful contribution ceded to re-takaful	(55,592)	(19,058)	(10,344)	-	(10,154)	(95,148)
Net takaful contribution	(1,542)	18,883	104,841	142,732	3,459	268,374
Re-takaful rebate	5,722	290	22	-	388	6,422
Net underwriting income	4,180	19,173	104,863	142,732	3,847	274,796
Takaful claims	(27,204)	(20,285)	(68,050)	(178,230)	(4,287)	(298,054)
Takaful claims recovered from re-takaful	3,669	123	(5,696)	-	756	(1,148)
Net claims	(23,535)	(20,162)	(73,745)	(178,230)	(3,530)	(299,202)
Other direct expenses	(161)	(165)	(492)	(245)	(64)	(1,125)
(Deficit) / Surplus before investment income	(19,515)	(1,153)	30,627	(35,743)	253	(25,532)
Net investment income						12,528
Other income						33,759
Modarib share of investment income						(9,314)
Surplus transferred to Balance of PTF						11,441

Three months period ended September 30, 2023 (Un-audited) - OPF						
Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total	
(Rupees in '000)						
Wakala fee	28,981	20,333	63,250	57,871	7,303	177,739
Commission expense	(10,820)	(9,175)	(16,918)	(14,733)	(1,356)	(53,002)
Management expenses	(7,125)	(7,275)	(21,786)	(10,821)	(2,858)	(49,864)
	11,036	3,884	24,547	32,317	3,090	74,873
Mudarib share of PTF investment income						9,314
Investment income						7,688
Direct expenses						(604)
Other income						12,343
Profit before taxation						103,614
Taxation						(40,420)
Profit after tax						63,194

Three months period ended September 30, 2022 (Un-audited) - PTF						
Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total	
(Rupees in '000)						
Contribution received / receivable (inclusive of Federal Excise Duty / Sales Tax , Federal Takaful Fee and Administrative Surcharge)	180,690	51,382	181,736	179,948	49,343	481,396
Less: Federal Excise Duty	22,064	5,379	21,712	-	5,732	45,904
Federal Takaful Fee	1,600	430	1,587	1,781	433	4,267
Others	62	2,559	173	88	14	2,528
Gross written contribution (inclusive of administrative surcharge)	156,964	43,014	158,264	178,079	43,164	579,485
Gross direct contribution	156,089	41,954	153,982	178,079	42,894	572,998
Administrative surcharge	875	1,060	4,282	-	270	6,487
	156,964	43,014	158,264	178,079	43,164	579,485
Takaful contribution earned	45,515	24,828	110,859	80,338	12,828	274,368
Takaful contribution ceded to re-takaful	(41,186)	(11,608)	(10,030)	-	(8,475)	(71,299)
Net takaful contribution	4,329	13,220	100,829	80,338	4,353	203,069
Re-takaful rebate	4,695	167	34	-	505	5,401
Net underwriting income	9,024	13,387	100,863	80,338	4,858	208,470
Takaful claims	(4,378)	(9,801)	(78,776)	(88,344)	(13,226)	(194,525)
Takaful claims recovered from re-takaful	(6,650)	565	5,021	-	569	(495)
Net claims	(11,028)	(9,236)	(73,755)	(88,344)	(12,657)	(195,020)
Other direct expenses	(144)	(147)	(440)	(219)	(59)	(1,009)
Surplus / (deficit) before investment income	(2,148)	4,004	26,668	(8,225)	(7,858)	12,441
Net investment income						8,854
Other income						19,644
Modarib share of investment income						(5,713)
Surplus transferred to balance of PTF						35,226

Three months period ended September 30, 2022 (Un-audited) - OPF						
Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total	
(Rupees in '000)						
Wakala fee	24,423	13,387	61,057	34,759	6,883	140,509
Commission expense	(8,550)	(5,782)	(15,976)	(9,668)	(1,278)	(41,254)
Management expenses	(5,331)	(5,443)	(16,299)	(8,095)	(2,138)	(37,306)
	10,542	2,162	28,782	16,996	3,467	61,949
Mudarib share of PTF investment income						5,713
Investment income						5,538
Direct expenses						(654)
Other income						6,654
Profit before taxation						79,200
Taxation						(41,361)
Profit after tax						37,839

Nine months period ended September 30, 2023 (Un-audited) - PTF						
Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total	
(Rupees in '000)						
Contribution received / receivable (inclusive of Federal Excise Duty / Sales Tax , Federal Takaful Fee and Administrative surcharge)	383,381	167,782	678,121	780,853	89,006	2,099,143
Less: Federal Excise Duty	46,943	18,992	80,141	-	10,429	156,505
Federal Takaful Fee	3,335	1,392	5,915	7,728	778	19,148
Others	256	8,135	451	352	19	9,213
Gross written contribution (inclusive of administrative surcharge)	332,847	139,263	591,614	772,773	77,780	1,914,277
Gross direct contribution	330,996	134,764	579,397	772,773	77,203	1,895,132
Administrative surcharge	1,850	4,500	12,217	-	577	19,145
	332,847	139,263	591,614	772,773	77,780	1,914,277
Takaful contribution earned	149,257	79,859	338,098	402,101	38,943	1,008,259
Takaful contribution ceded to re-takaful	(145,509)	(44,760)	(30,876)	-	(28,667)	(249,812)
Net takaful contribution	3,748	35,099	307,222	402,101	10,276	758,447
Re-takaful rebate	15,493	544	98	-	1,356	17,491
Net underwriting income	19,241	35,643	307,320	402,101	11,632	775,938
Takaful claims	(78,028)	(33,349)	(246,685)	(465,901)	(20,614)	(844,575)
Takaful claims recovered from re-takaful	14,543	(297)	10,346	-	6,418	31,009
Net claims	(63,485)	(33,646)	(236,338)	(465,901)	(14,196)	(813,566)
Other direct expenses	(899)	(918)	(2,748)	(1,365)	(360)	(6,289)
(Deficit) / surplus before investment income	(45,143)	1,080	68,234	(65,164)	(2,925)	(43,916)
Net investment income						46,828
Other income						72,887
Modarib share of investment income						(24,072)
Surplus transferred to Balance of PTF						51,726

Nine months period ended September 30, 2023 (Un-audited) - OPF						
Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total	
(Rupees in '000)						
Wakala fee	80,342	42,869	185,639	162,083	20,939	491,873
Commission expense	(29,314)	(19,522)	(46,028)	(41,027)	(3,829)	(139,720)
Management expenses	(20,651)	(21,085)	(63,139)	(31,360)	(8,281)	(144,515)
	30,377	2,263	76,473	89,696	8,830	207,638
Mudarib share of PTF investment income						24,072
Investment income						25,572
Direct expenses						(2,153)
Other income						30,547
Profit before taxation						285,676
Taxation						(126,091)
Profit after tax						159,585

Nine months period ended September 30, 2022 (Un-audited) - PTF						
Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total	
(Rupees in '000)						
Contribution received / receivable (inclusive of Federal Excise Duty / Sales Tax , Federal Takaful Fee and Administrative surcharge)	311,529	122,121	631,700	413,586	82,062	1,560,998
Less: Federal Excise Duty	37,957	13,623	75,047	-	9,607	136,234
Federal Takaful Fee	2,714	1,014	5,515	4,093	720	14,056
Others	308	6,442	527	194	51	7,522
Gross written contribution (inclusive of administrative surcharge)	270,550	101,042	550,611	409,299	71,684	1,403,186
Gross direct contribution	268,667	97,732	537,145	409,299	71,078	1,383,921
Administrative surcharge	1,883	3,310	13,466	-	606	19,265
	270,550	101,042	550,611	409,299	71,684	1,403,186
Takaful contribution earned	127,083	65,789	319,924	198,382	35,560	746,738
Takaful contribution ceded to re-takaful	(131,770)	(27,473)	(25,228)	-	(22,183)	(206,654)
Net takaful contribution	(4,687)	38,316	294,696	198,382	13,377	540,084
Re-takaful rebate	13,114	547	71	-	1,291	15,023
Net underwriting income	8,427	38,863	294,767	198,382	14,668	555,107
Takaful claims	(46,365)	(22,904)	(228,438)	(231,217)	(27,637)	(556,561)
Takaful claims recovered from re-takaful	26,804	2,086	824	-	933	30,647
Net claims	(19,561)	(20,818)	(227,614)	(231,217)	(26,704)	(525,914)
Other direct expenses	(254)	(259)	(776)	(386)	(102)	(1,777)
(Deficit) / surplus before investment income	(11,388)	17,786	66,377	(33,221)	(12,138)	27,416
Net investment income						1,900
Other income						44,742
Modarib share of investment income						(9,378)
Surplus transferred to Balance of PTF						64,680

Nine months period ended September 30, 2022 (Un-audited) - OPF						
Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total	
(Rupees in '000)						
Wakala fee	68,503	35,738	175,813	89,996	19,174	389,224
Commission expense	(25,488)	(15,997)	(43,623)	(27,755)	(3,651)	(116,514)
Management expenses	(19,757)	(20,172)	(60,406)	(30,002)	(7,923)	(138,260)
	23,258	(431)	71,784	32,239	7,600	134,450
Mudarib share of PTF investment income						9,378
Investment income						2,287
Direct expenses						(2,186)
Other income						20,535
Profit before taxation						164,464
Taxation						(54,273)
Profit after tax						104,312

The classwise assets and liabilities are as follows:

September 30, 2023 (Un-audited) - PTF						
Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total	
..... (Rupees in '000)						
Corporate segment assets	627,180	93,921	425,097	444,589	80,282	1,671,069
Corporate unallocated assets						1,134,562
Total assets						2,805,631
Corporate segment liabilities	682,589	141,677	720,173	788,102	139,239	2,471,780
Corporate unallocated liabilities						-
Total liabilities						2,471,780

September 30, 2023 (Un-audited) - OPF						
Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total	
..... (Rupees in '000)						
Corporate segment assets	78,452	29,660	132,828	124,675	15,215	380,830
Corporate unallocated assets						532,263
Total assets						913,093
Corporate segment liabilities	101,919	20,856	164,394	155,990	23,554	466,713
Corporate unallocated liabilities						184,641
Total liabilities						651,354

December 31, 2022 (Audited) - PTF						
Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total	
..... (Rupees in '000)						
Corporate segment assets	574,420	48,578	283,297	171,599	50,994	1,128,888
Corporate unallocated assets						1,050,479
Total assets						2,179,367
Corporate segment liabilities	659,181	105,684	584,435	443,555	105,378	1,898,233
Corporate unallocated liabilities						512
Total liabilities						1,898,745

December 31, 2022 (Audited) - OPF						
Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total	
..... (Rupees in '000)						
Corporate segment assets	39,596	14,103	81,232	51,089	8,172	194,192
Corporate unallocated assets						439,748
Total assets						633,940
Corporate segment liabilities	61,411	12,506	133,585	86,498	16,306	310,306
Corporate unallocated liabilities						66,008
Total liabilities						376,314

27. FAIR VALUE OF FINANCIAL INSTRUMENTS

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. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Operator is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Operator to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

September 30, 2023 (Un-audited)								
Carrying amount					Fair value			
Available-for-sale	Held-to-maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)								
Financial assets measured at fair value								
Investments in equity securities								
608,164	-	-	-	608,164	132,823	475,341	-	608,164
Financial assets not measured at fair value								
Loans and other receivables*								
-	-	23,249	-	23,249	-	-	-	-
Takaful / re-takaful receivables*								
-	-	799,171	-	799,171	-	-	-	-
Receivable from PTF*								
-	-	279,740	-	279,740	-	-	-	-
Re-takaful recoveries against outstanding claims*								
-	-	260,516	-	260,516	-	-	-	-
Salvage recoveries accrued*								
-	-	2,800	-	2,800	-	-	-	-
Cash and bank*								
-	-	1,028,807	-	1,028,807	-	-	-	-
Financial liabilities not measured at fair value								
Outstanding claims including IBNR*								
-	-	-	(578,587)	(578,587)	-	-	-	-
Takaful / Re-takaful payables*								
-	-	-	(371,779)	(371,779)	-	-	-	-
Payable to OPF*								
-	-	-	(279,740)	(279,740)	-	-	-	-
Other creditors and accruals*								
-	-	-	(112,024)	(112,024)	-	-	-	-
608,164	-	2,394,283	(1,342,130)	1,660,317	132,823	475,341	-	608,164

December 31, 2022 (Audited)									
Carrying amount					Fair value				
Available-for-sale	Held-to-maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	
(Rupees in '000)									
Financial assets measured at fair value									
Investments in equity securities	586,010	-	-	-	586,010	112,512	473,496	-	586,008
Financial assets not measured at fair value									
Loans and receivables*	-	-	2,916	-	2,916	-	-	-	-
Takaful / re-takaful receivables*	-	-	353,218	-	353,218	-	-	-	-
Receivable from PTF*	-	-	120,019	-	120,019	-	-	-	-
Re-takaful recoveries against outstanding claims / benefits*	-	-	363,198	-	363,198	-	-	-	-
Salvage recoveries accrued*	-	-	24,350	-	24,350	-	-	-	-
Cash and bank*	-	-	892,604	-	892,604	-	-	-	-
Financial liabilities not measured at fair value									
Outstanding claims including IBNR*	-	-	(691,467)	(691,467)	-	-	-	-	-
Payable to OPF*	-	-	(120,019)	(120,019)	-	-	-	-	-
Takaful / Re-takaful payables*	-	-	(286,377)	(286,377)	-	-	-	-	-
Other creditors and accruals*	-	-	(79,751)	(79,751)	-	-	-	-	-
	<u>586,010</u>	<u>-</u>	<u>1,756,305</u>	<u>(1,177,614)</u>	<u>1,164,701</u>	<u>112,512</u>	<u>473,496</u>	<u>-</u>	<u>586,008</u>

* The Operator has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of fair value.

28. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements have been authorised for issue in accordance with a resolution of the Board of Directors on October 11, 2023.

29. GENERAL

All figures have been rounded off to the nearest thousand of rupees, unless otherwise stated.


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Chairman


Hassan Khan
Chief Executive


Riyaz Chinoy
Director


Amin A. Hashwani
Director


Nawaid Jamal
Chief Financial Officer



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