

alpha

Insurance Company Limited

A subsidiary of State Life Insurance Corporation of Pakistan

## **FINANCIAL STATEMENTS**

(Unaudited)

For the Six months period ended June 30, 2021

We are presenting the unaudited interim condensed financial statements of the Company For the Six months period ended June 30, 2021.

**Business Overview:**

The summarized results for Six months are as follows:

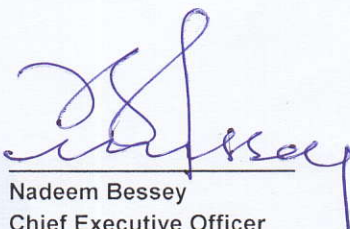
|                              | Quarter ended June 30, |             | Six Months ended June 30, |              |
|------------------------------|------------------------|-------------|---------------------------|--------------|
|                              | 2021                   | 2020        | 2021                      | 2020         |
|                              | ----- (Rupees) -----   |             |                           |              |
| Premium Written              | 21,244,951             | 13,105,876  | 51,513,811                | 32,201,717   |
| Net premium revenue          | 19,836,139             | 25,312,017  | 39,976,819                | 40,458,255   |
| Management expenses          | 17,339,034             | 27,450,777  | 36,324,368                | 46,272,010   |
| Underwriting profit / (loss) | 4,828,957              | (2,271,423) | (3,721,009)               | (20,178,699) |
| Net investment income        | 26,909,903             | 27,089,683  | 34,582,565                | 12,701,681   |
| Other income                 | 2,482,382              | 1,664,592   | 2,899,779                 | 3,688,332    |
| Profit / (loss) before tax   | 33,165,826             | 25,407,766  | 31,541,514                | (5,879,006)  |
| Profit / (loss) after tax    | 23,440,274             | 19,722,570  | 22,937,584                | (6,247,223)  |
| Earning per share (EPS)      | 0.47                   | 0.39        | 0.46                      | (0.12)       |

It may be observed that Gross premium increased for the quarter as well as for the six months period as compared to the same corresponding period of the last year while net premium remained almost at the same level. Net claim decreased in comparison with last year.

The management has successfully controlled the management expenses for the period as the management expenses decreased by 21 percent. Investment income also increased during the period that made positive impact on the company's profitability.

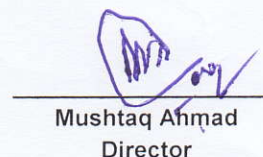
It may be observed that the Company suffered loss in the last year while during the same corresponding period of current year the Company earned a net profit.

In the end the Board of directors would like to thank our valued clients/customers, shareholders, the Securities and Exchange Commission of Pakistan, the Management and the staff for their continuous trust, support and hard work.



**Nadeem Bessey**  
Chief Executive Officer

Karachi : Monday, August 30, 2021



**Mushtaq Ahmad**  
Director

**Head Office:**

Building No. 1-B, State Life Square,  
off. I.I. Chundrigar Road, Karachi-74000  
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**Alpha**

Insurance Company Limited

A subsidiary of State Life Insurance Corporation of Pakistan

ڈائریکٹرز کا جائزہ

30 جون 2021ء کے ختم شدہ چھ ماہ کیلئے کمپنی کے غیر آڈٹ شدہ عبوری مالیاتی گوشوارے آپ کے پیش نظر ہیں۔

کمپنی کی کارکردگی


زیر جائزہ چھ ماہی کیلئے مختصر امتیاج مندرجہ ذیل ہیں

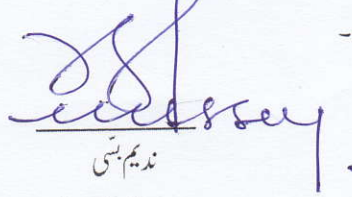
| 30 جون کے ختم شدہ چھ ماہ |             | 30 جون کے ختم شدہ تین ماہ |            |                            |
|--------------------------|-------------|---------------------------|------------|----------------------------|
| 2020ء                    | 2021ء       | 2020ء                     | 2021ء      |                            |
| روپے                     | روپے        | روپے                      | روپے       |                            |
| 32,201,717               | 51,513,811  | 13,105,876                | 21,244,951 | خام پریمیم                 |
| 40,458,255               | 39,976,819  | 25,312,017                | 19,836,139 | خالص پریمیم آمدنی          |
| 46,272,010               | 36,324,368  | 27,450,777                | 17,339,034 | انتظامی اخراجات            |
| (20,178,699)             | (3,721,009) | (2,271,423)               | 4,828,957  | انڈر رائٹنگ منافع (نقصان)  |
| 12,701,681               | 34,582,565  | 27,089,683                | 26,909,903 | سرمایہ کاری کی آمدنی       |
| 3,688,332                | 2,899,779   | 1,664,592                 | 2,482,382  | دیگر آمدنی                 |
| (5,879,006)              | 31,541,514  | 25,407,766                | 33,165,826 | منافع (نقصان) قبل از ٹیکس  |
| (6,247,223)              | 22,937,584  | 19,722,570                | 23,440,274 | منافع (نقصان) بعد از ٹیکس  |
| (0.12)                   | 0.46        | 0.39                      | 0.47       | بنیادی منافع فی شیئر (EPS) |

یہ مشاہدہ کیا جاسکتا ہے کہ گزشتہ سال کی اسی مدت کے مقابلے میں سہ ماہی اور چھ ماہ کی مدت کے لیے مجموعی پریمیم میں اضافہ ہوا جبکہ خالص پریمیم تقریباً اسی سطح پر رہا۔ گزشتہ سال کے مقابلے میں خالص اشورنس کلیم میں کمی آئی۔ انتظامیہ نے اس عرصے کے انتظامی اخراجات کو کامیابی سے کنٹرول کیا جس وجہ سے انتظامی اخراجات 21 فیصد کم ہوئے۔ اس مدت کے دوران سرمایہ کاری کی آمدنی میں بھی اضافہ ہوا جس نے کمپنی کے منافع پر مثبت اثر ڈالا۔

یہ مشاہدہ کیا جاسکتا ہے کہ کمپنی کو پچھلے سال نقصان ہوا جبکہ رواں سال کی اسی مدت کے دوران کمپنی نے خالص منافع حاصل کیا۔

آخر میں ہمارے بورڈ آف ڈائریکٹرز نے اپنے کلائنٹس، کسٹمرز، شیئر ہولڈرز، سیکوریٹیز اینڈ ایکسچینج کمیشن آف پاکستان، انتظامیہ اور اسٹاف کا ان کے مسلسل بھروسہ، تعاون اور انتھک محنت کیلئے شکریہ ادا کیا ہے۔

  
مشتاق احمد  
ڈائریکٹر

  
ندیم رازی  
چیف ایگزیکٹو آفیسر

کراچی: پیر ۳۰ اگست ۲۰۲۱ء

**Head Office:**

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www.alphainsurance.com.pk





# Grant Thornton

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## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Alpha Insurance Company Limited

Report on review of Interim Financial Statements

GRANT THORNTON ANJUM RAHMAN

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### Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Alpha Insurance Company Limited** as at **June 30, 2021** and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statements and condensed interim statement of changes in equity, and notes to the condensed interim financial statements for the six-months period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for condensed interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

### Scope of Review

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


### Conclusion

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

### Other Matters

The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the three-months period ended June 30, 2021 and June 30, 2020 have not been reviewed, as we are required to review only the cumulative figures for the six-months period ended June 30, 2021.

The engagement partner on the audit resulting in this independent auditor's report is **Muhammad Khalid Aziz.**

  
**Grant Thornton Anjum Rahman**  
Chartered Accountants

*Karachi*

Date: August 30, 2021



**ALPHA INSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
**AS AT JUNE 30, 2021**

|   |       | June 30,<br>2021<br>(Un-audited) | December 31,<br>2020<br>(Audited) |
|---|-------|----------------------------------|-----------------------------------|
|   | Notes | -----Rupees-----                 |                                   |
| <b>Assets</b>                                     |       |                                  |                                   |
| Property and equipment                            | 7     | 14,089,667                       | 16,062,921                        |
| Intangible assets                                 | 8     | -                                | -                                 |
| Investments                                       |       |                                  |                                   |
| Equity securities                                 | 9     | 220,407,680                      | 223,053,525                       |
| Debt securities                                   | 10    | 460,830,488                      | 531,595,948                       |
| Loans and other receivables                       | 11    | 8,057,706                        | 8,483,776                         |
| Insurance / Reinsurance receivables               | 12    | 51,148,336                       | 26,126,107                        |
| Reinsurance recoveries against outstanding claims | 23    | 75,924,325                       | 120,357,112                       |
| Salvage recoveries accrued                        |       | 7,882                            | 7,882                             |
| Deferred Commission Expense / Acquisition cost    | 24    | 6,549,752                        | 7,434,266                         |
| Retirement benefits                               |       | 1,180,437                        | 1,180,437                         |
| Deferred taxation                                 | 13    | 11,700,525                       | 9,736,170                         |
| Taxation - payment less provisions                | 14    | 74,014,645                       | 75,847,643                        |
| Prepayments                                       | 15    | 17,157,545                       | 16,653,665                        |
| Cash and bank                                     | 16    | 56,024,906                       | 46,387,469                        |
| <b>Total assets</b>                               |       | <b>997,093,894</b>               | <b>1,082,926,921</b>              |

**Equity and Liabilities**

**Capital and reserves attributable to Company's equity holders**

|   |    |                    |                    |
|---|----|--------------------|--------------------|
| Authorised share capital: [51,000,000 (2020: 51,000,000) Ordinary shares of Rs. 10 each]                    |    | 510,000,000        | 510,000,000        |
| Issued, subscribed and paid-up share capital [50,000,000 (2020: 50,000,000) Ordinary shares of Rs. 10 each] |    | 500,000,000        | 500,000,000        |
| Reserves  | 17 | 90,461,433         | 97,536,846         |
| Unappropriated profit   |    | 125,518,784        | 102,581,200        |
| <b>Total equity</b>   |    | <b>715,980,217</b> | <b>700,118,046</b> |

**Liabilities**

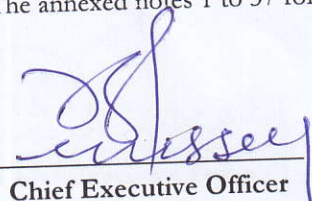
**Underwriting provisions**

|                                     |    |                    |                      |
|-------------------------------------|----|--------------------|----------------------|
| Outstanding claims including IBNR   | 23 | 125,004,900        | 216,107,224          |
| Unearned premium reserves           | 22 | 34,797,144         | 41,115,050           |
| Premium deficiency reserves         | 18 | 445,935            | 1,262,740            |
| Unearned Reinsurance Commission     | 24 | 296,628            | 234,162              |
| Premium received in advance         |    | 3,206,173          | 5,828,942            |
| Reinsurance / Insurance payables    | 19 | 39,697,593         | 37,807,462           |
| Other creditors and accruals        | 20 | 77,665,304         | 80,453,295           |
| <b>Total liabilities</b>            |    | <b>281,113,677</b> | <b>382,808,875</b>   |
| <b>Total equity and liabilities</b> |    | <b>997,093,894</b> | <b>1,082,926,921</b> |

**Total equity and liabilities**

**Contingencies and commitments**

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.

  
**Chief Executive Officer**

  
**Director**

  
**Director**

  
**Chairperson**



**ALPHA INSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021**

|   |    | Six Months Period<br>Ended June 30, |              | Three Months Period<br>Ended June 30, |              |
|---|----|-------------------------------------|--------------|---------------------------------------|--------------|
|   |    | 2021                                | 2020         | 2021                                  | 2020         |
|   |    | (Un-audited)                        |              | (Un-audited)                          |              |
| Notes   |    | (Rupees)                            |              |                                       |              |
|   |    |                                     |              |                                       |              |
| Net insurance premium                           | 22 | 39,976,819                          | 40,458,255   | 19,836,139                            | 25,312,017   |
| Net insurance claims                            | 23 | 1,704,312                           | (18,605,295) | 6,749,932                             | (8,951,716)  |
| Premium deficiency                              | 18 | 816,805                             | 14,894,812   | 432,388                               | 12,853,964   |
| Net commission and other acquisition cost       | 24 | (9,894,577)                         | (10,654,461) | (4,850,468)                           | (4,034,911)  |
| Insurance claims and acquisition expenses       |    | (7,373,460)                         | (14,364,944) | 2,331,852                             | (132,663)    |
| Management expenses                             | 25 | (36,324,368)                        | (46,272,010) | (17,339,033)                          | (27,450,777) |
| Underwriting results                            |    | (3,721,009)                         | (20,178,699) | 4,828,958                             | (2,271,423)  |
| Investment income                               | 26 | 34,582,565                          | 12,701,681   | 26,909,903                            | 27,089,683   |
| Other income                                    | 27 | 2,899,779                           | 3,688,332    | 2,482,382                             | 1,664,592    |
| Other expenses                                  | 28 | (1,362,000)                         | (942,400)    | (642,600)                             | (517,400)    |
|   |    | 36,120,344                          | 15,447,613   | 28,749,685                            | 28,236,875   |
| Results of operating activities                 |    | 32,399,335                          | (4,731,086)  | 33,578,643                            | 25,965,452   |
| Finance cost                                    |    | (857,820)                           | (1,147,920)  | (412,815)                             | (557,686)    |
| Profit/(Loss) before tax                        |    | 31,541,515                          | (5,879,006)  | 33,165,828                            | 25,407,766   |
| Income tax expense                              | 29 | (8,603,931)                         | (368,217)    | (9,725,553)                           | (5,685,196)  |
| Profit/(Loss) after tax                         |    | 22,937,584                          | (6,247,223)  | 23,440,275                            | 19,722,570   |
| Earnings/(Loss) per share-<br>Basic and Diluted | 30 | 0.46                                | (0.12)       | 0.47                                  | 0.39         |

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.

  
 Chief Executive Officer

  
 Director

  
 Director

  
 Chairperson

ALPHA INSURANCE COMPANY LIMITED  
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021

|   | Six Months Period<br>Ended June 30, |              | Three Months Period<br>Ended June 30, |            |
|---|-------------------------------------|--------------|---------------------------------------|------------|
|   | 2021                                | 2020         | 2021                                  | 2020       |
|   | (Un-audited)                        |              | (Un-audited)                          |            |
|   | ----- (Rupees) -----                |              |                                       |            |
| Profit/(Loss) after taxation  | 22,937,584                          | (6,247,223)  | 23,440,275                            | 19,722,570 |
| Other comprehensive (loss)/income for the period  |                                     |              |                                       |            |
| Unrealised (loss) / gain on revaluation of available<br>for-sale investments - net of tax | (7,075,413)                         | (17,624,873) | 1,524,245                             | 3,719,468  |
| Other comprehensive (loss)/income for the period  | (7,075,413)                         | (17,624,873) | 1,524,245                             | 3,719,468  |
| Total comprehensive income/(loss) for the period  | 15,862,171                          | (23,872,096) | 24,964,520                            | 23,442,038 |

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.

9/7/21

  
Chief Executive Officer

  
Director

  
Director

  
Chairperson



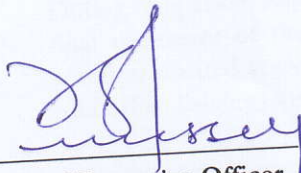
**ALPHA INSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021**

|                                   |  | June 30,<br>2021 | June 30,<br>2020 |
|-----------------------------------|--|------------------|------------------|
|                                   |  | (Un-audited)     |                  |
| Notes                             |  | (Rupees) -----   |                  |
| <b>OPERATING CASH FLOWS</b>       |  |                  |                  |
| <b>Underwriting activities</b>    |  |                  |                  |
|                                   |  | 50,924,502       | 33,531,138       |
|                                   |  | (41,831,203)     | (4,155,469)      |
| 23                                | Insurance premiums received  | (75,206,530)     | (10,428,669)     |
|                                   | Reinsurance premium paid   | 30,241,305       | 437,509          |
|                                   | Claims paid  | (10,219,903)     | (6,125,422)      |
|                                   | Reinsurance and other recoveries received                            | 314,194          | 202,123          |
| 24                                | Commission paid  | (35,006,029)     | (38,906,648)     |
|                                   | Commission received  | (80,783,664)     | (25,445,439)     |
|                                   | Management expenses paid   |                  |                  |
|                                   | <b>Net cash used in underwriting activities</b>                      |                  |                  |
| <b>Other operating activities</b> |  |                  |                  |
|                                   |  | (5,845,329)      | (4,441,960)      |
|                                   | Income tax paid  | (68,893)         | 3,015,511        |
|                                   | Other operating payments   | 228,021          | (205,991)        |
|                                   | Loans advanced   | (5,686,201)      | (1,632,439)      |
|                                   | <b>Net cash used in other operating activities</b>                   | (86,469,865)     | (27,077,878)     |
|                                   | <b>Total Cash flow used in all operating activities</b>              |                  |                  |
| <b>INVESTMENT ACTIVITIES</b>      |  |                  |                  |
|                                   |  | 22,995,525       | 31,382,450       |
| 26                                | Profit / return received   | 8,149,631        | 4,720,117        |
| 32                                | Dividend received  | (202,617,675)    | (295,532,912)    |
|                                   | Payment for investments  | 270,888,658      | 200,000,000      |
|                                   | Proceeds from investments  | (768,143)        | (94,340)         |
| 7.1.1                             | Fixed capital expenditure  | 98,647,996       | (59,524,685)     |
|                                   | <b>Total cash generated from/(used in) from investing activities</b> |                  |                  |
| <b>FINANCING ACTIVITIES</b>       |  |                  |                  |
|                                   |  | (2,540,694)      | (2,469,031)      |
|                                   | Lease payments   | (2,540,694)      | (2,469,031)      |
|                                   | <b>Total cash used in financing activities</b>                       |                  |                  |
|                                   | <b>Net cash generated from/(used in) from all activities</b>         | 9,637,437        | (89,071,595)     |
|                                   | Cash and cash equivalents at the beginning of the period             | 46,387,469       | 141,979,813      |
| 16                                |  | 56,024,906       | 52,908,218       |
|                                   | <b>Cash and cash equivalents at the end of the period</b>            |                  |                  |

ALPHA INSURANCE COMPANY LIMITED  
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021

|  | June 30,<br>2021     | June 30,<br>2020   |
|--|----------------------|--------------------|
|  | (Un-audited)         |                    |
|  | ----- (Rupees) ----- |                    |
| <b>Reconciliation to Profit and Loss Account</b>         |                      |                    |
| Operating cash flows                                     | (86,469,865)         | (27,077,878)       |
| Depreciation expense                                     | (2,741,397)          | (2,776,050)        |
| Gain on termination of right of use assets               | -                    | 100,841            |
| Dividend Income  | 8,149,631            | 4,720,116          |
| Other investment income                                  | 21,607,887           | 7,981,565          |
| Increase/(decrease) in assets other than cash            | (20,520,781)         | (21,269,472)       |
| (Increase)/decrease in liabilities other than borrowings | 100,012,330          | 28,488,164         |
| Other Income   | 2,899,779            | 3,585,491          |
| <b>Profit/(Loss) after taxation</b>                      | <b>22,937,584</b>    | <b>(6,247,223)</b> |

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.

  
Chief Executive Officer

  
Director

  
Director

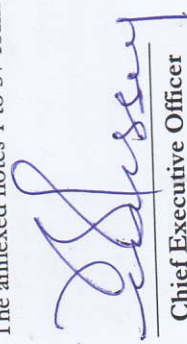
  
Chairperson



**ALPHA INSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021**

|   | Revenue reserves |                    |                                      |                    |   | Un appropriated<br>profit | Total       |
|---|------------------|--------------------|--------------------------------------|--------------------|---|---------------------------|-------------|
|   | Share<br>Capital | Capital<br>reserve | Unrealised                           |                    |   |                           |             |
|   |                  |                    | Reserve for<br>exceptional<br>losses | General<br>reserve | gain/(loss) on<br>revaluation of<br>available for<br>sale - net of<br>tax |                           |             |
| (Rupees)  |                  |                    |                                      |                    |   |                           |             |
| Balance as at January 01, 2020  | 500,000,000      | 3,355,000          | 6,820,000                            | 95,568,093         | 105,743,093   | 99,782,600                | 205,525,693 |
| Total comprehensive income/ (loss) for the period ended June 30, 2020 |                  |                    |                                      |                    |   |                           |             |
| Loss for the period ended June 30, 2020                               |                  |                    |                                      |                    |   |                           |             |
| Other comprehensive loss  |                  |                    |                                      |                    |   |                           |             |
| Balance as at June 30, 2020   | 500,000,000      | 3,355,000          | 6,820,000                            | 77,943,220         | 88,118,220  | 93,535,377                | 681,653,597 |
| Balance as at January 01, 2021  | 500,000,000      | 3,355,000          | 6,820,000                            | 87,361,846         | 97,536,846  | 102,581,200               | 700,118,046 |
| Total comprehensive income/ (loss) for the period ended June 30, 2021 |                  |                    |                                      |                    |   |                           |             |
| Income for the period ended June 30, 2021                             |                  |                    |                                      |                    |   |                           |             |
| Other comprehensive loss  |                  |                    |                                      |                    |   |                           |             |
| Balance as at June 30, 2021   | 500,000,000      | 3,355,000          | 6,820,000                            | 80,286,433         | 90,461,433  | 125,518,784               | 715,980,217 |

The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.

  
**Chief Executive Officer**

  
**Director**

  
**Chairperson**



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021**

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**1 LEGAL STATUS AND NATURE OF BUSINESS**

Alpha Insurance Company Limited ("the Company") was incorporated in Pakistan on December 24, 1951 under the Indian Companies Act VII of 1913 as a public limited company and registered as a non-life insurance company by the Securities and Exchange Commission of Pakistan (SECP) under the Insurance Ordinance, 2000. The Company is engaged in providing non-life insurance business comprising fire, marine, motor, health, credit and suretyship and miscellaneous. The Company commenced its commercial operations on January 23, 1952.

The registered office of the Company is situated at 4th Floor, Building # 1-B, State Life Square, I. I. Chundrigar Road, Karachi. The Company has 12 (December 31, 2020: 12) branches in Pakistan. The parent entity of the Company is State Life Insurance Corporation of Pakistan holding 95.15% (December 31, 2020: 95.15%) shares of the Company.

**2 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 (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, Insurance Ordinance, 2000, Insurance Rules 2017, and Insurance Accounting Regulations, 2017. Where the provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules 2017 and Insurance Accounting Regulations, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules 2017 and Insurance Accounting Regulations, 2017 have been followed.

**3 BASIS OF PREPARATION**

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2020.

The figures in the condensed interim profit and loss account and other comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity together with the relevant notes to the condensed interim financial statements for the six-months period ended June 30, 2021 are not audited. Further, the figures for the three-months period ended June 30, 2021 and 2020 in the condensed interim statement of profit and loss and other comprehensive income have also not been reviewed by auditors.

**3.1 BASIS OF MEASUREMENT**

These condensed interim financial statements has been prepared under the historical cost convention except for certain financial assets and liabilities which are stated at fair value or amortised cost as applicable. In addition, obligation in respect of staff retirement benefits is carried at present value.

These condensed interim financial statements has been prepared using the accrual basis of accounting.

**3.2 SUMMARY OF SIGNIFICANT EVENTS AND TRANSACTIONS**

During the period, Rajwani Denim Mills Private Limited accepted a sum of Rs. 49.19 million in full and final settlement of their claim against loss/damage of stock due to fire, which broke out at factory premises situated at plot # NC 91, Deh Khanto Landhi, Karachi on 10th March, 2017 and Company has paid off its liability in this period.



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021**

**3.3 FUNCTIONAL AND PRESENTATION CURRENCY**

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

**3.4 STANDARDS, AMENDMENTS AND INTERPRETATIONS TO APPROVED ACCOUNTING STANDARDS**

**3.4.1 Standards, amendments and interpretations to the published standards that are relevant to the company and adopted in the current period**

The Company has adopted the following new standards, amendments to published standards and interpretations of IFRSs which became effective during the current period.

| <b>Standard or Interpretation</b>                          | <b>Effective Date<br/>(Annual periods beginning<br/>on or after)</b> |
|--|--|
| IBOR Reform and its Effects on Financial Reporting—Phase 2 | January 1, 2021  |

Adoption of the above standard have no significant effect on the amounts for the period ended June 30, 2021 except for those mentioned in change in accounting policy note.

**3.4.2 Standards, amendments and interpretations to the published standards that are relevant but not yet effective and not early adopted by the Company**

The following new standards, amendments to published standards and interpretations would be effective from the dates mentioned below against the respective standard or interpretation.

| <b>Standard or Interpretation</b> | <b>Effective Date<br/>(Annual periods beginning<br/>on or after)</b> |
|-----------------------------------|--|
|-----------------------------------|--|

|   |                 |
|---|-----------------|
| Fees in the '10 per cent' Test for Derecognition of Financial Liabilities (Amendment to IFRS 9) | January 1, 2022 |
|---|-----------------|

|  |                 |
|--|-----------------|
| Onerous Contracts—Cost of Fulfilling a Contract (Amendments to IAS 37) | January 1, 2022 |
|--|-----------------|

| <b>Standard or Interpretation</b> | <b>Effective Date<br/>(Annual periods beginning<br/>on or after)</b> |
|-----------------------------------|--|
|-----------------------------------|--|

|  |                 |
|--|-----------------|
| Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16) | January 1, 2022 |
|--|-----------------|

|  |                 |
|--|-----------------|
| Subsidiary as a First-time Adopter (Amendment to IFRS 1) | January 1, 2022 |
|--|-----------------|

|   |                 |
|---|-----------------|
| Taxation in Fair Value Measurements (Amendment to IAS 41) | January 1, 2022 |
|---|-----------------|

|   |                 |
|---|-----------------|
| Updating a Reference to the Conceptual Framework (Amendments to IFRS 3) | January 1, 2022 |
|---|-----------------|

|   |                 |
|---|-----------------|
| Classification of Liabilities as Current or Non-current (Amendments to IAS 1) | January 1, 2023 |
|---|-----------------|

|   |                 |
|---|-----------------|
| Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IAS 12) | January 1, 2023 |
|---|-----------------|

|  |                 |
|--|-----------------|
| Definition of Accounting Estimates (Amendments to IAS 8) | January 1, 2023 |
|--|-----------------|



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021**

**Standard or Interpretation**

**IASB effective date  
(Annual periods beginning  
on or after)**

Disclosure Initiative—Accounting Policies

January 1, 2023

The Company is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the financial statements of the Company.

**3.4.3 Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)**

Following new standards have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

**Standard or Interpretation**

**IASB effective date  
(Annual periods beginning  
on or after)**

IFRS 17 'Insurance Contracts'

January 1, 2023

Amendments to IFRS 17 Insurance Contracts

January 1, 2023

IFRS 1 'First-time Adoption of International Financial Reporting Standards'

July 1, 2009

**4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies and method of computation adopted for the preparation of this condensed interim financial statements are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended December 31, 2020.

Certain amendments and interpretations to approved accounting standards became effective during the period were not relevant to the Company's operation and do not have any impact on accounting policies of the Company.

**5 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates and that such estimates and judgments are continually evaluated based on historical experience and expectations of future events that are believed to be reasonable under the circumstances.

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements as at and for the year ended December 31, 2020.

**6 INSURANCE AND FINANCIAL RISK MANAGEMENT**

The Company's insurance and financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended December 31, 2020.



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021**

| 7     | PROPERTY AND EQUIPMENT   | Note  | June 30,<br>2021<br>(Un-audited) | December 31,<br>2020<br>(Audited) |
|-------|--|-------|----------------------------------|-----------------------------------|
|       |  |       | ----- (Rupees) -----             |                                   |
|       | Operating assets   | 7.1   | 5,446,064                        | 5,621,244                         |
|       | Right-of-use assets  | 7.2   | 8,643,603                        | 10,441,677                        |
|       |  |       | <u>14,089,667</u>                | <u>16,062,921</u>                 |
| 7.1   | Operating assets   |       |                                  |                                   |
|       | Opening book value   |       | 5,621,244                        | 6,923,663                         |
|       | Add: Additions during the period/year  | 7.1.1 | 768,143                          | 796,340                           |
|       | Less: Disposals during the period/year   | 7.1.2 | -                                | (876,501)                         |
|       |  |       | <u>6,389,387</u>                 | <u>6,843,502</u>                  |
|       | Less: Depreciation for the period/year   |       | <u>(943,323)</u>                 | <u>(1,222,258)</u>                |
|       |  |       | <u>5,446,064</u>                 | <u>5,621,244</u>                  |
| 7.1.1 | Addition during the period - Cost  |       |                                  |                                   |
|       | Computer and accessories   |       | 223,800                          | 58,200                            |
|       | Furniture and fixtures   |       | -                                | 209,500                           |
|       | Electrical Installations   |       | 544,343                          | 528,640                           |
|       |  |       | <u>768,143</u>                   | <u>796,340</u>                    |
| 7.1.2 | Assets disposed during the period - WDV  |       |                                  |                                   |
|       | Motor vehicles   |       | -                                | 876,501                           |
|       |  |       | <u>-</u>                         | <u>876,501</u>                    |
| 7.2   | Right-of-use assets  |       |                                  |                                   |
|       | Balance as at January 01, 2021   |       | 10,441,677                       | 16,211,617                        |
|       | Add: Additions during the period/year  |       | -                                | -                                 |
|       | Less: Disposals during the period/year -WDV  |       | -                                | (2,105,816)                       |
|       |  |       | <u>10,441,677</u>                | <u>14,105,801</u>                 |
|       | Depreciation charge for the period/year  |       | <u>(1,798,074)</u>               | <u>(3,664,124)</u>                |
|       |  |       | <u>8,643,603</u>                 | <u>10,441,677</u>                 |
| 8     | INTANGIBLE ASSETS  |       |                                  |                                   |
|       | Computer Software - Cost   |       | -                                | -                                 |
| 8.1   | Computer software includes GIS software and operating software licence which was purchased at a cost Rs. 2,411,912 in 2009 and was fully amortized at the rate of 30% per annum. |       |                                  |                                   |

**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021**

**9 INVESTMENTS IN EQUITY SECURITIES**

|                          | June 30, 2021 (Un-audited) |                                      |                    | December 31, 2020 (Audited) |                                       |                    |
|--------------------------|----------------------------|--------------------------------------|--------------------|-----------------------------|---------------------------------------|--------------------|
|                          | Cost                       | Impairment/<br>provision<br>(Rupees) | Carrying<br>value  | Cost                        | Impairment /<br>provision<br>(Rupees) | Carrying<br>value  |
| Available for sale       |                            |                                      |                    |                             |                                       |                    |
| Listed equity securities | 129,655,103                | (18,646,752)                         | 111,008,351        | 125,868,299                 | (22,179,472)                          | 103,688,827        |
| Unrealized gain          | -                          | -                                    | 109,399,329        | -                           | -                                     | 119,364,698        |
|                          | <u>129,655,103</u>         | <u>(18,646,752)</u>                  | <u>220,407,680</u> | <u>125,868,299</u>          | <u>(22,179,472)</u>                   | <u>223,053,525</u> |

**10 INVESTMENTS IN DEBT SECURITIES**

|                             | Note | June 30, 2021 (Un-audited) |                                       |                    | December 31, 2020 (Audited) |                                       |                    |
|-----------------------------|------|----------------------------|---------------------------------------|--------------------|-----------------------------|---------------------------------------|--------------------|
|                             |      | Cost                       | Impairment /<br>provision<br>(Rupees) | Carrying<br>value  | Cost                        | Impairment /<br>provision<br>(Rupees) | Carrying<br>value  |
| Government securities       |      |                            |                                       |                    |                             |                                       |                    |
| - Pakistan investment bonds | 10.1 | 221,790,180                | -                                     | 226,120,864        | 221,790,180                 | -                                     | 224,828,537        |
| - Treasury bills            | 10.2 | 231,170,240                | -                                     | 234,709,624        | 292,547,550                 | -                                     | 306,767,411        |
|                             |      | <u>452,960,420</u>         | <u>-</u>                              | <u>460,830,488</u> | <u>514,337,730</u>          | <u>-</u>                              | <u>531,595,948</u> |

**10.1** Pakistan investment bonds have face value of Rs. 240 million (market value of Rs. 226.12 million) [2020: face value of Rs. 240 million (market value of Rs. 224.83 million)]. These carry mark-up ranging from 9.5% to 10% (2020: 9.5% to 10%) per annum and will mature between 2024 and 2029.

**10.1.1** Pakistan Investment Bonds with face value of Rs. 60 million (2020: Rs. 60 million) are placed with State Bank of Pakistan under Section 29 of the Insurance Ordinance, 2000.

**10.2** Market treasury bills have face value of Rs. 240 million (market value of Rs. 234.71 million) [2020: face value of Rs. 315 million (market value of Rs. 306.76 million)]. These carry mark-up at 7.19% to 9.57% (2020: 7.19% to 9.56%) per annum and will mature in 2021.

**11 LOANS AND OTHER RECEIVABLES**

|                             | June 30,<br>2021<br>(Un-audited) | December 31,<br>2020<br>(Audited) |
|-----------------------------|----------------------------------|-----------------------------------|
|                             | (Rupees)                         | (Rupees)                          |
| Accrued investment income   | 6,584,785                        | 6,693,926                         |
| Security deposit            | 349,589                          | 266,120                           |
| Agent commission receivable | 72,854                           | 72,854                            |
| Loans to employees          | 803,500                          | 1,031,521                         |
| Federal insurance fee       | -                                | 249,135                           |
| Other receivables           | 246,978                          | 170,220                           |
|                             | <u>8,057,706</u>                 | <u>8,483,776</u>                  |



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021**

|   |   | June 30,<br>2021<br>(Un-audited) | December 31,<br>2020<br>(Audited) |
|---|---|----------------------------------|-----------------------------------|
|   | Notes   | ----- (Rupees) -----             |                                   |
| <b>12 INSURANCE / REINSURANCE RECEIVABLES</b>                                 |   |                                  |                                   |
| - Unsecured and considered good   |   |                                  |                                   |
| Due from insurance contract holders   |   | 93,442,830                       | 95,476,294                        |
| Less: provision for impairment of receivables from insurance contract holders |   | (88,088,822)                     | (90,798,336)                      |
|   |   | <u>5,354,008</u>                 | <u>4,677,958</u>                  |
| Due from other insurers / reinsurers  |   | 82,572,919                       | 56,707,510                        |
| Less: provision for impairment of due from other insurers / reinsurers        |   | (36,778,591)                     | (35,259,361)                      |
|   |   | <u>45,794,328</u>                | <u>21,448,149</u>                 |
|   |   | <u>51,148,336</u>                | <u>26,126,107</u>                 |
| <b>13 DEFERRED TAXATION</b>   |   |                                  |                                   |
| Deferred debits arising in respect of :                                       |   |                                  |                                   |
| Accelerated tax depreciation on fixed assets                                  |   | 1,814,296                        | 1,296,171                         |
| Lease liabilities   |   | 2,942,854                        | 3,430,887                         |
| Provision against premium due but unpaid                                      |   | 25,545,758                       | 26,331,517                        |
| Provision for diminution in value of investment                               |   | 5,407,558                        | 6,432,047                         |
| Provision against amount due from other insurers/reinsurers                   |   | 10,665,791                       | 10,225,215                        |
| Minimum tax   |   | -                                | 107,463                           |
| Deferred credits arising in respect of :                                      |   |                                  |                                   |
| Right-of-use assets   |   | (2,506,645)                      | (3,028,086)                       |
| Provision for employees' benefits plan  |   | (443,282)                        | (443,282)                         |
| Unrealized loss on revaluation of AFS   |   | (31,725,805)                     | (34,615,762)                      |
|   |   | <u>11,700,525</u>                | <u>9,736,170</u>                  |
| <b>14 TAXATION - Payment less provision</b>                                   |   |                                  |                                   |
| Opening Balance   |   | 75,847,643                       | 69,571,058                        |
| Tax paid including deducted at source   |   | 5,845,331                        | 8,332,636                         |
| Provision for taxation  |   | (7,678,329)                      | (2,056,051)                       |
| Closing Balance   |   | <u>74,014,645</u>                | <u>75,847,643</u>                 |
| <b>15 PREPAYMENTS</b>   |   |                                  |                                   |
| Prepaid reinsurance premium ceded   | 22  | 16,530,621                       | 16,241,569                        |
| Prepaid rent  |   | 240,217                          | 203,217                           |
| Prepaid miscellaneous expenses  |   | 386,707                          | 208,879                           |
|   |   | <u>17,157,545</u>                | <u>16,653,665</u>                 |
| <b>16 CASH AND BANK</b>   |   |                                  |                                   |
| Cash and other equivalents  |   |                                  |                                   |
| - Cash in hand  |   | 146,641                          | 87,127                            |
| - Policy & Revenue stamps, Bond papers  |   | 67,245                           | 188,070                           |
| Cash at bank  |   |                                  |                                   |
| - Current accounts  |   | 3,908,343                        | 9,246,278                         |
| - Savings accounts  |   | 51,902,677                       | 36,865,994                        |
|   |   | <u>56,024,906</u>                | <u>46,387,469</u>                 |
| <b>16.1</b>   | The rate of return on profit and loss savings account maintained at various banks range from 5.50% to 6% per annum (2020: 6.50% to 11.25% per annum). |                                  |                                   |



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021**

|   |  | June 30,<br>2021   | December 31,<br>2020                       |
|---|--|--|--|
|   | Note   | (Un-audited)<br>----- (Rupees) -----                     | (Audited)<br>-----                         |
| <b>17 RESERVES</b>  |  |  |  |
| Capital reserve   |  |  |  |
| Reserve for exceptional losses                              | 17.1   | 3,355,000  | 3,355,000                                  |
| Revenue reserves  |  |  |  |
| General reserve   |  | 6,820,000  | 6,820,000                                  |
| Unrealised appreciation on 'available for sale' investments |  | 80,286,433   | 87,361,846                                 |
|   |  | <u>90,461,433</u>  | <u>97,536,846</u>                          |
| <b>17.1</b>   | The reserve for exceptional losses represents amounts set aside till December 31, 1978 to avail deduction thereof in computing taxable income, as allowed previously under the old Income Tax Act of 1922. After the introduction of the Repealed Income Tax Ordinance, 1979, which did not permit the said deduction, the Company discontinued the setting aside of amounts thereafter as reserve for exceptional losses. |  |  |
| <b>18 PREMIUM DEFICIENCY RESERVES</b>                       | Note   | June 30,<br>2021<br>(Un-audited)<br>----- (Rupees) ----- | December 31,<br>2020<br>(Audited)<br>----- |
| Opening balance   |  | 1,262,740  | 27,251,570                                 |
| Provision for the period (reduction)/appreciation           |  | (816,805)  | (25,988,830)                               |
| Closing balance   |  | <u>445,935</u>   | <u>1,262,740</u>                           |
| <b>19 REINSURANCE / INSURANCE PAYABLES</b>                  |  |  |  |
| Due to other insurers / reinsurers                          |  | 29,380,178   | 27,202,022                                 |
| Cash margins against performance bonds                      |  | 10,317,415   | 10,605,440                                 |
|   |  | <u>39,697,593</u>  | <u>37,807,462</u>                          |
| <b>20 OTHER CREDITORS AND ACCRUALS</b>                      |  |  |  |
| Agents commission payable                                   |  | 37,956,482   | 38,914,594                                 |
| Federal Excise Duty / Sales tax                             |  | 15,545,685   | 14,638,660                                 |
| Lease liability   | 20.1   | 10,147,771   | 11,830,644                                 |
| Sindh Workers' Welfare Fund                                 | 20.2   | 2,197,746  | 2,197,746                                  |
| Salaries and wages payable                                  |  | 871,593  | 1,793,006                                  |
| Accrued expenses  |  | 1,794,240  | 2,381,645                                  |
| Compensated absences  |  | 2,265,905  | 2,265,905                                  |
| Income tax liabilities                                      |  | 303,214  | 180,765                                    |
| Other tax payables  |  | 92,344   | 60,594                                     |
| Unpaid and Unclaimed Dividend                               |  | 3,001,450  | 3,001,450                                  |
| Accounts payable for goods & services                       |  | 329,825  | 205,717                                    |
| Guarantee payable to court against claims                   |  | -  | -  |
| Other creditors & accruals                                  |  | 3,159,049  | 2,982,569                                  |
|   |  | <u>77,665,304</u>  | <u>80,453,295</u>                          |
| <b>20.1 Lease Liability</b>                                 |  |  |  |
| Current   |  | 3,627,396  | 3,482,487                                  |
| Non - Current   |  | 6,520,375  | 8,348,157                                  |
|   |  | <u>10,147,771</u>  | <u>11,830,644</u>                          |
| <b>20.2</b>   | The Finance Act, 2008 introduced amendments to the Workers' Welfare Fund (WWF) Ordinance, 1971 whereby the definition of industrial establishment was extended. The amendments were challenged at various levels and conflicting judgments were rendered by the Lahore High Court, Sindh High Court and Peshawar High Court.   |  |  |



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021**

The Honorable Supreme Court of Pakistan vide its judgment dated 10 November 2016, has upheld the view of Lahore High Court and decided that WWF is not a tax and hence the amendments introduced through Finance Act, 2008 are ultra-vires to the Constitution.

The Federal Board of Revenue has filed Civil Review Petitions in respect of above judgment with the prayer that the judgment dated November 10, 2016 passed in the Civil Appeal may kindly be reviewed in the interest of justice.

In view of the above, on prudent basis the management has decided not to reverse charge for WWF recorded for the years upto 2015 amounting to Rs. 2.198 million.

## **21 CONTINGENCIES AND COMMITMENTS**

### **21.1 Contingencies**

There are no material changes in the status of contingencies as same reported in note 20.1 to the financial statements of the Company for the year ended 31 December, 2020, excepts specified below:

**21.1.1** Various claims amounting to Rs. 71.28 million (2020:Rs. 93.08 million) has been lodged by various parties against the Company. The Company has not acknowledged these claims as the management considers that the company is not liable to settle the amount.

**21.1.2** The Sindh Revenue Board through a show cause notice No. SRB-COM-I/Unit-10/SNC/11/2018/000492, raised a demand, on account of short payment of sindh sales tax amount of Rs. 7.44 Million. This issue pertain to the tax period 2011. In response to the aforesaid notice, the Company through its legal advisor filed a constitutional petition # D-4743 in the High Court of Sindh (HCS) challenging the aforesaid notice and obtained interim stay order and subsequently the case has been decided in favor of the department. Consequently the Company has challenged the decision in the Honorable Supreme Court of Pakistan (SCP). Assistant commissioner sindh revenue board (ACSRB) has passed an order no. 309 of 2021 against this notice and created demand of Rs. 7.82 million along with penalty. The appeal is pending before the SCP. The Company cannot predict its outcome with certainty, but merits of the issue involved suggest favourable outcome hence, no provision is required in these financial statements on account of this matter.

### **21.2 Commitments**

Commitment in respect of operating leases  
 Not letter than one year.  
 Later than one year and not later than five year  
 Letter than five year.

|      | June 30,<br>2021<br>(Un-audited) | December 31,<br>2020<br>(Audited) |
|------|----------------------------------|-----------------------------------|
| Note | ----- (Rupees) -----             |                                   |
|      | 170,640                          | 171,500                           |
|      | -                                | -                                 |
|      | -                                | -                                 |
|      | <u>170,640</u>                   | <u>171,500</u>                    |



FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021

| 22 | NET INSURANCE PREMIUM   | Notes | Six months period<br>ended June 30, |               | Three months period<br>ended June 30, |               |
|----|---|-------|-------------------------------------|---------------|---------------------------------------|---------------|
|    |   |       | 2021                                | 2020          | 2021                                  | 2020          |
|    |   |       | (Un-audited)                        |               | (Un-audited)                          |               |
|    |   |       | (Rupees)                            |               | (Rupees)                              |               |
|    | Written Gross Premium   |       | 51,513,811                          | 32,201,717    | 21,244,951                            | 13,105,876    |
|    | Add: Unearned premium reserve opening   |       | 41,115,050                          | 48,770,068    | 42,479,018                            | 44,217,079    |
|    | Less: Unearned premium reserve closing  |       | (34,797,144)                        | (23,638,114)  | (34,797,144)                          | (23,638,114)  |
|    | Premium earned  |       | 57,831,717                          | 57,333,671    | 28,926,825                            | 33,684,841    |
|    | Less: Reinsurance premium ceded   |       | 18,143,950                          | 17,764,360    | 9,619,802                             | 9,494,892     |
|    | Add: Prepaid reinsurance premium opening  |       | 16,241,569                          | 14,724,208    | 16,001,505                            | 14,491,084    |
|    | Less: Prepaid reinsurance premium closing   | 15    | (16,530,621)                        | (15,613,152)  | (16,530,621)                          | (15,613,152)  |
|    | Reinsurance expense   |       | 17,854,898                          | 16,875,416    | 9,090,686                             | 8,372,824     |
|    |   |       | 39,976,819                          | 40,458,255    | 19,836,139                            | 25,312,017    |
| 23 | NET INSURANCE CLAIMS EXPENSE  |       |                                     |               |                                       |               |
|    | Claims paid   |       | 75,206,530                          | 10,428,669    | 54,553,982                            | 5,423,736     |
|    | Add: Outstanding claims including IBNR closing                                    |       | 125,004,900                         | 209,328,046   | 125,004,900                           | 209,328,046   |
|    | Less: Outstanding claims including IBNR opening                                   |       | (216,107,224)                       | (199,813,911) | (199,354,847)                         | (205,362,707) |
|    | Claim expense   |       | (15,895,794)                        | 19,942,804    | (19,795,965)                          | 9,389,075     |
|    | Less: Reinsurance and other recoveries received                                   |       | 30,241,305                          | 437,510       | 24,233,063                            | 437,359       |
|    | Less: Reinsurance and other recoveries in respect of outstanding claims - opening |       | (120,357,112)                       | (118,466,336) | (113,203,421)                         | (119,366,336) |
|    | Add: Reinsurance and other recoveries in respect of outstanding claims - closing  |       | 75,924,325                          | 119,366,336   | 75,924,325                            | 119,366,336   |
|    | Reinsurance and other recoveries revenue  |       | (14,191,482)                        | 1,337,510     | (13,046,033)                          | 437,359       |
|    |   |       | (1,704,312)                         | 18,605,295    | (6,749,932)                           | 8,951,716     |
| 24 | NET COMMISSION / ACQUISITION COST   |       |                                     |               |                                       |               |
|    | Commission paid or payable  |       | 9,261,791                           | 5,411,643     | 3,932,653                             | 1,471,953     |
|    | Add: Deferred commission expense opening  |       | 7,434,266                           | 10,888,561    | 7,605,171                             | 8,073,220     |
|    | Less: Deferred commission expense closing   |       | (6,549,752)                         | (5,402,734)   | (6,549,752)                           | (5,402,734)   |
|    | Net Commission  |       | 10,146,305                          | 10,897,470    | 4,988,072                             | 4,142,439     |
|    | Less: Commission received or recoverable  |       | 314,194                             | 202,123       | 228,398                               | 185,564       |
|    | Add: Unearned Reinsurance commission opening                                      |       | 234,162                             | 228,490       | 205,834                               | 109,568       |
|    | Less: Unearned Reinsurance commission closing                                     |       | (296,628)                           | (187,604)     | (296,628)                             | (187,604)     |
|    | Commission from reinsurance   |       | 251,728                             | 243,009       | 137,604                               | 107,528       |
|    |   |       | 9,894,577                           | 10,654,461    | 4,850,468                             | 4,034,911     |
| 25 | MANAGEMENT EXPENSES   |       |                                     |               |                                       |               |
|    | Employees benefit cost  | 25.1  | 23,327,756                          | 25,944,066    | 11,779,673                            | 14,741,059    |
|    | Traveling expense   |       | 172,372                             | 877,959       | 71,227                                | 101,062       |
|    | Advertisement & sales promotion   |       | 82,071                              | 277,450       | 28,590                                | 27,550        |
|    | Printing and stationery   |       | 602,022                             | 330,764       | 303,809                               | 135,481       |
|    | Depreciation  |       | 2,741,397                           | 2,776,050     | 1,371,947                             | 1,388,571     |
|    | Rent, rates and taxes   |       | 128,117                             | 67,690        | 18,505                                | 20,070        |
|    | Legal and professional charges-business related                                   |       | 2,782,881                           | 3,740,858     | 915,145                               | 2,150,400     |
|    | Electricity, gas and water  |       | 505,858                             | 449,341       | 325,377                               | 263,789       |
|    | Entertainment   |       | 618,987                             | 709,629       | 276,014                               | 354,381       |
|    | Vehicle running expenses  |       | 3,207,575                           | 2,861,102     | 1,425,161                             | 1,437,424     |
|    | Office repair and maintenance   |       | 287,304                             | 414,274       | 186,543                               | 126,852       |
|    | Bank charges  |       | 176,895                             | 153,782       | 84,238                                | 83,157        |
|    | Postages, telegrams and telephone   |       | 872,963                             | 804,005       | 367,620                               | 415,803       |
|    | Bad and doubtful debts  |       | -                                   | 6,241,491     | -                                     | 5,740,814     |
|    | Miscellaneous   |       | 818,170                             | 623,549       | 185,184                               | 464,364       |
|    |   |       | 36,324,368                          | 46,272,010    | 17,339,033                            | 27,450,777    |



ALPHA INSURANCE COMPANY LIMITED  
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FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021

|  | Six months period<br>ended June 30, |                    | Three months period<br>ended June 30, |                    |
|--|-------------------------------------|--------------------|---------------------------------------|--------------------|
|  | 2021                                | 2020               | 2021                                  | 2020               |
|  | (Un-audited)                        |                    | (Un-audited)                          |                    |
|  | (Rupees)                            |                    | (Rupees)                              |                    |
| <b>25.1 Employee benefit cost</b>  |                                     |                    |                                       |                    |
| Salaries, allowance and other benefits   | 22,762,813                          | 25,379,797         | 11,494,229                            | 14,454,290         |
| Charges for post employment benefit  | 564,943                             | 564,269            | 285,444                               | 286,769            |
|  | <u>23,327,756</u>                   | <u>25,944,066</u>  | <u>11,779,673</u>                     | <u>14,741,059</u>  |
| <b>26 INVESTMENT INCOME</b>  |                                     |                    |                                       |                    |
| <b>Income from equity securities - available for sale</b>                                  |                                     |                    |                                       |                    |
| Dividend income  | 8,149,631                           | 4,720,117          | 6,807,299                             | 4,219,329          |
| <b>Income from debt securities - held to maturity</b>                                      |                                     |                    |                                       |                    |
| Return on government securities  | 21,607,887                          | 25,313,967         | 9,603,406                             | 14,789,455         |
| Amortization of discount on government securities  | 1,292,327                           | 195,232            | 661,207                               | 588,697            |
|  | <u>31,049,845</u>                   | <u>30,229,316</u>  | <u>17,071,912</u>                     | <u>19,597,481</u>  |
| Total investment income  | 31,049,845                          | 30,229,316         | 17,071,912                            | 19,597,481         |
| Less: Reversal / (Impairment) in value of available for sale securities- equity securities | 3,532,720                           | (17,527,635)       | 9,837,991                             | 7,492,202          |
| <b>Net investment income</b>   | <u>34,582,565</u>                   | <u>12,701,681</u>  | <u>26,909,903</u>                     | <u>27,089,683</u>  |
| <b>27 OTHER INCOME</b>   |                                     |                    |                                       |                    |
| <b>Income from financial assets</b>  |                                     |                    |                                       |                    |
| Return on bank balances  | 1,278,495                           | 3,585,491          | 799,594                               | 1,563,751          |
| <b>Income from non-financial assets</b>  |                                     |                    |                                       |                    |
| Gain on termination of Right of use assets   | -                                   | 100,841            | -                                     | 100,841            |
| Miscellaneous income   | 431,000                             | 2,000              | 4,000                                 | -                  |
| Reversal of bad and doubtful debts   | 1,190,284                           | -                  | 1,678,788                             | -                  |
|  | <u>2,899,779</u>                    | <u>3,688,332</u>   | <u>2,482,382</u>                      | <u>1,664,592</u>   |
| <b>28 OTHER EXPENSES</b>   |                                     |                    |                                       |                    |
| Auditors' remuneration   | 194,400                             | 194,400            | -                                     | 194,400            |
| Directors' Fees  | 1,080,000                           | 700,000            | 600,000                               | 320,000            |
| Directors Training and Development   | -                                   | -                  | -                                     | -                  |
| Fees & Subscription  | 87,600                              | 48,000             | 42,600                                | 3,000              |
|  | <u>1,362,000</u>                    | <u>942,400</u>     | <u>642,600</u>                        | <u>517,400</u>     |
| <b>29 INCOME TAX EXPENSE</b>   |                                     |                    |                                       |                    |
| <b>For the period</b>  |                                     |                    |                                       |                    |
| - Current  | (7,678,329)                         | (7,347,924)        | (6,259,974)                           | (6,930,897)        |
| - Deferred   | (925,602)                           | 6,979,707          | (3,465,579)                           | 1,245,701          |
|  | <u>(8,603,931)</u>                  | <u>(368,217)</u>   | <u>(9,725,553)</u>                    | <u>(5,685,196)</u> |
| <b>30 EARNINGS PER SHARE</b>   |                                     |                    |                                       |                    |
| Profit/(Loss) after tax for the period   | <u>22,937,584</u>                   | <u>(6,247,223)</u> | <u>23,440,275</u>                     | <u>19,722,570</u>  |
|  | (Number of Shares)                  |                    |                                       |                    |
| Weighted average number of ordinary shares   | <u>50,000,000</u>                   | <u>50,000,000</u>  | <u>50,000,000</u>                     | <u>50,000,000</u>  |
| Basic/Diluted earnings/(loss) per share (Rupees)   | <u>0.46</u>                         | <u>(0.12)</u>      | <u>0.47</u>                           | <u>0.39</u>        |



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**31 RELATED PARTY TRANSACTIONS**

Related parties comprise State Life Insurance Corporation of Pakistan being the parent company, associated entities having directors in common, other subsidiaries of parent company, key management personnel, gratuity fund and provident fund. The transactions with related parties other than those disclosed elsewhere in the condensed interim financial statements are as follows:

|  | Six Months Period<br>ended June 30, |           | Three Months Period<br>ended June 30, |                                   |
|--|-------------------------------------|-----------|---------------------------------------|-----------------------------------|
|  | 2021<br>(Un-audited)                | 2020      | 2021<br>(Un-audited)                  | 2020                              |
|  | (Rupees)                            |           |                                       |                                   |
| Transactions and balances with related parties |                                     |           |                                       |                                   |
| Parent company                                 |                                     |           |                                       |                                   |
| Rent paid (parent company)                     | 1,877,016                           | 1,877,016 | 938,508                               | 938,508                           |
| Employees' funds                               |                                     |           |                                       |                                   |
| Contribution to provident fund                 | 564,943                             | 564,269   | 279,499                               | 287,084                           |
| Others   |                                     |           |                                       |                                   |
| Remuneration to key management personnel       | 8,113,036                           | 7,998,900 | 4,395,548                             | 4,333,710                         |
| Directors' remuneration                        | 1,080,000                           | 700,000   | 480,000                               | 360,000                           |
|  |                                     |           | June 30,<br>2021<br>(Un-audited)      | December 31,<br>2020<br>(Audited) |
|  |                                     |           | (Rupees)                              |                                   |

**Balances as at 30 June 2021**

**Associate of Parent Company**

|   |            |            |
|---|------------|------------|
| Reinsurance Ceded from Pakistan Reinsurance Company Limited | 10,228,385 | 10,091,149 |
| Receivable from Pakistan Reinsurance Company Limited        | 14,768,454 | 15,644,770 |
| Others  | 1,180,437  | 321,638    |
| Receivable from gratuity fund                               | -          | 134,572    |
| Due to employees' provident fund                            | -          | -          |

**32 MOVEMENT IN INVESTMENTS**

|                                | Held to<br>maturity | Available<br>for sale | Total         |
|--------------------------------|---------------------|-----------------------|---------------|
|                                | (Rupees)            |                       |               |
| At beginning of previous year  | 419,112,300         | 235,081,734           | 654,194,034   |
| Additions                      | 439,094,844         | -                     | 439,094,844   |
| Disposals                      | (328,048,803)       | -                     | (328,048,803) |
| Fair value net gains           | -                   | (11,558,095)          | (11,558,095)  |
| Amortisation of premium        | 1,437,607           | -                     | 1,437,607     |
| Impairment losses              | -                   | (470,114)             | (470,114)     |
| At end of previous year        | 531,595,948         | 223,053,525           | 754,649,473   |
| At beginning of current period | 531,595,948         | 223,053,525           | 754,649,473   |
| Additions                      | 202,617,675         | 3,786,804             | 206,404,479   |
| Disposals                      | (270,888,658)       | -                     | (270,888,658) |
| Fair value net gains           | -                   | (9,965,369)           | (9,965,369)   |
| Amortisation of premium        | (2,494,477)         | -                     | (2,494,477)   |
| Impairment losses              | -                   | 3,532,720             | 3,532,720     |
| At end of current period       | 460,830,488         | 220,407,680           | 681,238,168   |



**ALPHA INSURANCE COMPANY LIMITED**  
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**33 FAIR VALUES OF FINANCIAL INSTRUMENTS**

Fair value is an amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction.

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

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly

(i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

**34 FINANCIAL INSTRUMENTS**

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorized:

|   | June 30, 2021 (Un-audited) |                    |                  |                       | Total                       |
|---|----------------------------|--------------------|------------------|-----------------------|-----------------------------|
|   | Held for trading           | Available-for-sale | Held-to-maturity | Loans and receivables | Other financial liabilities |
|   | (Rupees)                   |                    |                  |                       |                             |
| <b>Financial assets measured at fair value</b>          |                            |                    |                  |                       |                             |
| Investments   | -                          | 220,407,680        | -                | -                     | 220,407,680                 |
| - Investment in equity securities                       |                            |                    |                  |                       |                             |
| <b>Financial assets not measured at fair value</b>      |                            |                    |                  |                       |                             |
| Cash and bank*  | -                          | -                  | -                | 56,024,906            | -                           |
| Investments   | -                          | -                  | 460,830,488      | -                     | 460,830,488                 |
| - Debts securities                                      | -                          | -                  | -                | 51,148,336            | 51,148,336                  |
| Insurance / reinsurance receivables*                    | -                          | -                  | -                | 75,924,325            | 75,924,325                  |
| Reinsurance recoveries against outstanding claims*      | -                          | -                  | -                | 7,882                 | 7,882                       |
| Salvage recoveries accrued                              | -                          | -                  | -                | 7,254,206             | 7,254,206                   |
| Loans and other receivables*                            | -                          | -                  | -                | -                     | -                           |
| <b>Financial liabilities not measured at fair value</b> |                            |                    |                  |                       |                             |
| Outstanding claims including IBNR*                      | -                          | -                  | -                | -                     | (125,004,900)               |
| Reinsurance / Co-Insurance payables*                    | -                          | -                  | -                | -                     | (39,697,593)                |
| Other creditors and accruals*                           | -                          | -                  | -                | -                     | (57,260,410)                |
|   | -                          | 220,407,680        | 460,830,488      | 190,359,655           | (221,962,903)               |
|   |                            |                    |                  |                       | 649,634,920                 |

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|   | December 31, 2020 (Audited) |                    |                  |                       |                             |
|---|-----------------------------|--------------------|------------------|-----------------------|-----------------------------|
|   | Held-for-trading            | Available-for-sale | Held-to-maturity | Loans and receivables | Other financial liabilities |
|   | (Rupees)                    |                    |                  |                       |                             |
| <b>Financial assets measured at fair value</b>          |                             |                    |                  |                       |                             |
| Investments   | -                           | 223,053,525        | -                | -                     | 223,053,525                 |
| - Investment in equity securities                       | -                           | -                  | -                | -                     | -                           |
| <b>Financial assets not measured at fair value</b>      |                             |                    |                  |                       |                             |
| Cash and bank*  | -                           | -                  | -                | 46,387,469            | 46,387,469                  |
| Investments   | -                           | -                  | 531,595,948      | -                     | 531,595,948                 |
| - Debts securities                                      | -                           | -                  | -                | -                     | -                           |
| Insurance / reinsurance receivables*                    | -                           | -                  | -                | 26,126,107            | 26,126,107                  |
| Reinsurance recoveries against outstanding claims*      | -                           | -                  | -                | 120,357,112           | 120,357,112                 |
| Salvage recoveries accrued                              | -                           | -                  | -                | 7,882                 | 7,882                       |
| Loans and other receivables*                            | -                           | -                  | -                | 7,203,120             | 7,203,120                   |
| <b>Financial liabilities not measured at fair value</b> |                             |                    |                  |                       |                             |
| Outstanding claims including IBNR*                      | -                           | -                  | -                | -                     | (216,107,224)               |
| Reinsurance / Co-Insurance payables*                    | -                           | -                  | -                | -                     | (37,807,462)                |
| Other creditors and accruals*                           | -                           | -                  | -                | -                     | (61,109,625)                |
|   | -                           | 223,053,525        | 531,595,948      | 200,081,690           | (315,024,311)               |
|   | -                           |                    |                  |                       | 639,706,852                 |

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

The table below analyses assets measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

| 34.1   | As at June 30, 2021 | As at December 31, 2020 |             |         | Rupees in '000 |             |             |
|--|---------------------|-------------------------|-------------|---------|----------------|-------------|-------------|
|  |                     | Level 1                 | Level 2     | Level 3 | Level 1        | Level 2     | Level 3     |
|  |                     | Rupees in '000          |             |         | Rupees in '000 |             |             |
| <b>Financial assets measured at fair value</b>     |                     |                         |             |         |                |             |             |
| Available-for-sale - Listed equity                 | 220,407,680         | -                       | -           | -       | 223,053,525    | -           | -           |
| <b>Financial assets not measured at fair value</b> |                     |                         |             |         |                |             |             |
| Held-to-maturity - Government securities           | 460,830,488         | -                       | 460,830,488 | -       | 531,595,948    | -           | -           |
|  | 681,238,168         | 220,407,680             | 460,830,488 | -       | 754,649,473    | 223,053,525 | 531,595,948 |



**ALPHA INSURANCE COMPANY LIMITED**  
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**35 SEGMENT INFORMATION**

The class wise revenues and results are as follows:

| June 30, 2021 (Un-audited)   | Six Months Period Ended June 30, 2021 (Un-audited) |                              |                     |                     |                 |                    |
|--|--|------------------------------|---------------------|---------------------|-----------------|--------------------|
|  | Fire & property                                    | Marine, aviation & transport | Motor               | Accident and Health | Bond            | Other classes      |
|  |  |                              |                     |                     |                 | 2021 Aggregate     |
| <b>Premium receivable</b> (inclusive of federal excise duty, federal insurance fee and administrative surcharge) | 18,987,762   | 13,326,056                   | 18,481,254          | 197,786             | 1               | 6,653,290          |
| Less : Federal excise duty / Sales Tax   | 1,395,371  | 1,268,850                    | 1,707,711           | -                   | -               | 665,563            |
| Federal insurance fee  | 100,318  | 110,993                      | 125,637             | -                   | -               | 43,667             |
| Others   | 8,165  | 685,993                      | 13,850              | -                   | -               | 6,220              |
| <b>Gross written premium</b> (inclusive of administrative surcharge)   | <b>17,483,908</b>                                  | <b>11,260,220</b>            | <b>16,634,056</b>   | <b>197,786</b>      | <b>1</b>        | <b>5,937,840</b>   |
| Gross direct premium   | 9,753,086  | 10,606,149                   | 12,147,806          | 197,786             | 1               | 4,251,900          |
| Facultative inward premium   | 7,508,529  | 166,188                      | 4,091,176           | -                   | -               | 1,599,468          |
| Administrative surcharge   | 222,293  | 487,883                      | 395,074             | -                   | -               | 86,472             |
|  | <b>17,483,908</b>                                  | <b>11,260,220</b>            | <b>16,634,056</b>   | <b>197,786</b>      | <b>1</b>        | <b>5,937,840</b>   |
| Insurance premium earned   | 20,097,526   | 12,252,034                   | 14,710,360          | 5,957,131           | -               | 4,814,666          |
| Reinsurance expense  | (10,313,944)                                       | (3,950,400)                  | (2,119,604)         | -                   | (31,908)        | (1,439,042)        |
| <b>Net insurance premium</b>   | <b>9,783,582</b>                                   | <b>8,301,634</b>             | <b>12,590,756</b>   | <b>5,957,131</b>    | <b>(31,908)</b> | <b>3,375,624</b>   |
| Net commission   | 144,289  | -                            | 96,675              | -                   | 5,309           | 5,455              |
| <b>Net Underwriting income</b>   | <b>9,927,871</b>                                   | <b>8,301,634</b>             | <b>12,687,431</b>   | <b>5,957,131</b>    | <b>(26,599)</b> | <b>3,381,079</b>   |
| Insurance claims   | 27,543,561   | (16,853)                     | (5,260,098)         | (3,904,617)         | -               | (2,466,199)        |
| Insurance claims recovered from reinsurers   | (14,494,021)                                       | -                            | 302,539             | -                   | -               | -                  |
| <b>Net claims</b>  | <b>13,049,540</b>                                  | <b>(16,853)</b>              | <b>(4,957,559)</b>  | <b>(3,904,617)</b>  | <b>-</b>        | <b>(2,466,199)</b> |
| Commission expense   | (4,736,641)  | (2,394,645)                  | (1,881,919)         | (297,857)           | -               | (835,243)          |
| Management expenses  | (12,328,575)                                       | (7,940,014)                  | (11,729,312)        | (139,466)           | (1)             | (4,186,999)        |
| Premium deficiency expense   | 92,551   | -                            | -                   | 724,254             | -               | 816,805            |
| <b>Net insurance claims and expenses</b>   | <b>(3,923,125)</b>                                 | <b>(10,351,512)</b>          | <b>(18,568,790)</b> | <b>(3,617,686)</b>  | <b>(1)</b>      | <b>(7,488,441)</b> |
| <b>Underwriting result</b>   | <b>6,004,746</b>                                   | <b>(2,049,878)</b>           | <b>(5,881,359)</b>  | <b>2,339,445</b>    | <b>(26,600)</b> | <b>(4,107,362)</b> |
| Investment income  |  |                              |                     |                     |                 | 34,582,565         |
| Other income   |  |                              |                     |                     |                 | 2,899,779          |
| Other expenses   |  |                              |                     |                     |                 | (1,362,000)        |
| Finance cost   |  |                              |                     |                     |                 | (857,820)          |
| <b>Results of operating activities</b>   |  |                              |                     |                     |                 | <b>35,262,524</b>  |
|  |  |                              |                     |                     |                 | <b>31,541,515</b>  |



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021**

| Six Months Period Ended June 30, 2021 (Un-audited) |                 |                              |            |                     |           |               |                |
|--|-----------------|------------------------------|------------|---------------------|-----------|---------------|----------------|
| June 30, 2021 (Unaudited)                          | Fire & property | Marine, aviation & transport | Motor      | Accident and Health | Bond      | Other classes | 2021 Aggregate |
| (Rupees)   |                 |                              |            |                     |           |               |                |
| Segment Assets                                     |                 |                              |            |                     |           |               |                |
| Unallocated Assets                                 | 50,036,431      | 30,052,300                   | 38,654,848 | 10,265,552          | 398,689   | 21,279,399    | 150,687,219    |
|  | 50,036,431      | 30,052,300                   | 38,654,848 | 10,265,552          | 398,689   | 21,279,399    | 846,406,675    |
| Segment liabilities                                | 191,844,409     | 21,863,051                   | 36,474,077 | 11,764,993          | 8,985,151 | 14,457,719    | 285,389,400    |
| Unallocated liabilities                            | 191,844,409     | 21,863,051                   | 36,474,077 | 11,764,993          | 8,985,151 | 14,457,719    | (4,275,723)    |
|  | 191,844,409     | 21,863,051                   | 36,474,077 | 11,764,993          | 8,985,151 | 14,457,719    | 281,113,677    |
| Six Months Period Ended June 30, 2020 (Un-audited) |                 |                              |            |                     |           |               |                |
| June 30, 2020 (Unaudited)                          | Fire & property | Marine, aviation & transport | Motor      | Accident and Health | Bond      | Other classes | 2020 Aggregate |
| (Rupees)   |                 |                              |            |                     |           |               |                |



NOTES TO THE CONDENSED INTERIM FINANCIALS  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021

## Finance cost

## December 31, 2020 (Audited)

Unallocated liabilities

ALPHA INSURANCE COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2021

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36 GENERAL

Figures in the condensed interim financial statements are rounded off to the nearest rupee.

37 DATE OF AUTHORIZATION

This condensed interim financial statements was authorized for issue on 30-08-2021 by the Board of Directors of the Company.

CITR

  
Chief Executive Officer

  
Director

  
Director

  
Chairperson