

alpha

Insurance Company Limited

A subsidiary of State Life Insurance Corporation of Pakistan

## **FINANCIAL STATEMENTS**

(Unaudited)

**For the Three months period ended March 31, 2022**

# ALPHA INSURANCE COMPANY LTD

## Content

|  |    |
|--|----|
| - Company Information                                  | 1  |
| - Directors' Review Report (English and Urdu)          | 2  |
| - Condensed Interim Statement of Financial Position    | 4  |
| - Condensed Interim Profit and Loss Account            | 5  |
| - Condensed Interim Statement of Comprehensive Income  | 6  |
| - Condensed Interim Cash Flow Statement                | 7  |
| - Condensed Interim Statement of Changes in Equity     | 9  |
| - Notes to the Condensed Interim Financial Information | 10 |

# ALPHA INSURANCE COMPANY LTD

## *Company Information*

### **Board of Directors**

**Chairman** : Mr. Taseer Yousaf Makhdoom

**Directors** : Dr. Faiz Illahi Memon

Mr. Muhammad Veqaruddin Arif

Mr. Muhammad Izqar Khan

Mr. Faisal Mumtaz

Mr. Mushtaq Ahmad

Dr. Ghazala Nafees

**Chief Executive Officer** : Mr. Abdul Haseeb Fakihi

**Chief Financial Officer &  
Company Secretary** : Mr. Faraz Ahmed

**Registered Officer** : 4th Floor, State Life Building No. 1-B, State  
Life Square, I.I. Chundrigar Road, Karachi.

**Tel. :** 32416041 - 45

**Fax :** 32419968, 32422478

**E-mail :** info@alphainsurance.com.pk

**Website :** www.alphainsurance.com.pk



alpha

Insurance Company Limited

A subsidiary of State Life Insurance Corporation of Pakistan

## Directors' Review

We are presenting the unaudited interim condensed financial statements of the Company for the Three months period ended March 31, 2022.

### Business Overview:

The summarized results for Three Months are as follows:

|                              | Three Months ended March 31,<br>2022 | 2021        |
|------------------------------|--------------------------------------|-------------|
|                              | ----- (Rupees) -----                 |             |
| Premium Written              | 35,033,604                           | 30,268,860  |
| Net premium revenue          | 26,666,800                           | 20,140,680  |
| Net insurance claims         | 25,514,358                           | 5,045,620   |
| Management expenses          | 17,717,932                           | 18,970,337  |
| Underwriting profit / (loss) | (22,558,424)                         | (8,534,969) |
| Net investment income        | 7,212,324                            | 7,672,662   |
| Other income                 | 4,152,700                            | 905,901     |
| Profit / (loss) before tax   | (12,318,089)                         | (1,624,313) |
| Profit / (loss) after tax    | (11,627,985)                         | (502,691)   |
| Earning per share (EPS)      | (0.23)                               | (0.01)      |

During the three months period ended March 31, 2022, It may be observed that Gross premium increased in comparison with last year by 16 percent. In connection with the gross premium, the net premium also increased by 32 percent. During the period the underwriting loss has increased due to increase in insurance claims. Consequently, the Company suffered Net Loss during the period.

The management has successfully controlled the management expenses for the period as the management expenses decreased by 8 percent. Investment income also decreased by 6 percent during the period.

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.

Abdul Haseeb Fakih  
Chief Executive Officer

Karachi : Monday, May 30, 2022

Taseer Yousaf Makhdoom  
Chairman

### Head Office:

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





**alpha**  
Insurance Company Limited

A subsidiary of State Life Insurance Corporation of Pakistan

۳۱ مارچ ۲۰۲۲ء کے اختتام پر تین ماہ کیلئے کمپنی کے غیر آڈٹ شدہ عبوری مالیاتی گوشوارے آپ کے پیش نظر ہیں۔

کمپنی کی کارکردگی

زیر جائزہ تین ماہ کیلئے مختصراً نتائج مندرجہ ذیل ہیں

31 مارچ

| 2021ء       | 2022ء        |                            |
|-------------|--------------|----------------------------|
| روپے        |              |                            |
| 30,268,860  | 35,033,604   | خام پریمیم                 |
| 20,140,680  | 26,666,800   | خالص پریمیم آمدنی          |
| 5,045,620   | 25,514,358   | خالص انشورنس کلیم          |
| 18,970,337  | 17,717,932   | انتظامی اخراجات            |
| (8,534,969) | (22,558,424) | انڈر رائٹنگ نفع / نقصان    |
| 7,672,662   | 7,212,324    | خالص سرمایہ کاری کی آمدنی  |
| 905,901     | 4,152,700    | دیگر آمدنی                 |
| (1,624,313) | (12,318,089) | نفع / (نقصان) قبل از ٹیکس  |
| (502,691)   | (11,627,985) | نفع / (نقصان) بعد از ٹیکس  |
| (0.01)      | (0.23)       | بنیادی منافع فی شیئر (EPS) |

31 مارچ 2022 کو ختم ہونے والی تین ماہ کی مدت کے دوران، یہ دیکھا جاسکتا ہے کہ گزشتہ سال کے مقابلے میں مجموعی پریمیم میں 16 فیصد اضافہ ہوا ہے۔ مجموعی پریمیم کے مقابلے میں، خالص پریمیم میں بھی 32 فیصد اضافہ ہوا۔ اس مدت کے دوران انشورنس کلیمز میں اضافے کی وجہ سے انڈر رائٹنگ نقصان میں اضافہ ہوا ہے۔ نتیجتاً، کمپنی کو اس مدت کے دوران خالص نقصان کا سامنا کرنا پڑا۔

انتظامیہ نے اس مدت کے لیے انتظامی اخراجات کو کامیابی سے کنٹرول کیا ہے جس کے نتیجے میں انتظامی اخراجات میں 8 فیصد کمی واقع ہوئی ہے۔ اس عرصے کے دوران سرمایہ کاری کی آمدنی میں بھی 6 فیصد کمی واقع ہوئی۔

آخر میں ہمارا بورڈ اپنے کلائنٹس، کسٹمرز، شیئر ہولڈرز، سیکوریٹیز اینڈ ایجنسیز، چینج کمیشن آف پاکستان، انتظامیہ اور اسٹاف کا ان کے مسلسل بھروسہ، تعاون اور انتھک محنت کیلئے شکر

گزار ہے۔

تاشیر یوسف مخدوم  
چیئر مین

عبدالحسین فقیہ  
چیف ایگزیکٹو آفیسر

Head Office:  
Building No. 1-B, State Life Square,  
off. I.I. Chundrigar Road, Karachi-74000.

Alpha Insurance Company Limited  
Condensed Interim Statement of Financial Position (Unaudited)  
As at March 31, 2022

|   | Notes | (Unaudited)<br>March 31,<br>2022 | (Audited)<br>December 31,<br>2021 |
|---|-------|----------------------------------|-----------------------------------|
|   |       | (Rupees)                         |                                   |
| <b>Assets</b>   |       |                                  |                                   |
| Property and equipment  | 7     | 10,310,035                       | 11,543,184                        |
| Investments   |       |                                  |                                   |
| Equity securities   | 8     | 214,984,400                      | 216,508,019                       |
| Debt securities   | 9     | 444,904,979                      | 447,748,768                       |
| Loans and other receivables   | 10    | 53,068,513                       | 59,146,044                        |
| Insurance / Reinsurance receivables   | 11    | 71,624,564                       | 65,351,884                        |
| Reinsurance recoveries against outstanding claims   | 21    | 87,761,736                       | 78,372,240                        |
| Salvage recoveries accrued  |       | 12,385                           | 12,385                            |
| Deferred Commission Expense / Acquisition cost  | 22    | 11,268,319                       | 12,578,983                        |
| Staff retirement benefits   |       | 180,658                          | 180,658                           |
| Deferred taxation   | 12    | 10,308,383                       | 10,261,651                        |
| Taxation - payment less provisions  | 13    | 75,153,351                       | 73,319,937                        |
| Prepayments   | 14    | 30,024,894                       | 33,099,257                        |
| Cash and bank   | 15    | 62,063,996                       | 69,482,506                        |
| <b>Total assets</b>   |       | <b>1,071,666,213</b>             | <b>1,077,605,516</b>              |
| <b>Equity and Liabilities</b>   |       |                                  |                                   |
| <b>Capital and reserves attributable to Company's equity holders</b>                                  |       |                                  |                                   |
| Authorised share capital: [51,000,000 (December 31, 2021: 51,000,000) Ordinary shares of Rs. 10 each] |       | 510,000,000                      | 510,000,000                       |
| Issued, subscribed and paid-up capital [50,000,000 (2021: 50,000,000) Ordinary shares of Rs. 10 each] |       | 500,000,000                      | 500,000,000                       |
| Reserves  |       | 95,737,505                       | 92,611,460                        |
| Unappropriated profit   |       | 108,801,675                      | 120,429,660                       |
| <b>Total equity</b>   |       | <b>704,539,180</b>               | <b>713,041,120</b>                |
| <b>Liabilities</b>  |       |                                  |                                   |
| <b>Underwriting provisions</b>  |       |                                  |                                   |
| Outstanding claims including IBNR   | 21    | 167,349,064                      | 138,206,245                       |
| Unearned premium reserves   | 20    | 66,306,478                       | 72,254,843                        |
| Premium deficiency reserves   | 16    | 2,637,597                        | 2,967,400                         |
| Unearned reinsurance commission   | 22    | 817,447                          | 979,744                           |
| Premium received in advance   |       | 4,099,910                        | 6,924,804                         |
| Reinsurance / Co-Insurance payables   | 17    | 40,158,903                       | 53,839,857                        |
| Other creditors and accruals  | 18    | 85,757,634                       | 89,391,503                        |
| <b>Total liabilities</b>  |       | <b>367,127,033</b>               | <b>364,564,396</b>                |
| <b>Total equity and liabilities</b>   |       | <b>1,071,666,213</b>             | <b>1,077,605,516</b>              |
| <b>Contingencies and commitments</b>  | 19    |                                  |                                   |

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

  
Chief Executive Officer

  
Chairman

  
Director

  
Director

**Alpha Insurance Company Limited**  
**Condensed Interim Profit and Loss Account (Unaudited)**  
*For the three months period ended March 31, 2022*

|   | Notes | Three Months ended March 31, |              |
|---|-------|------------------------------|--------------|
|   |       | 2022                         | 2021         |
|   |       | ----- (Rupees) -----         |              |
| Net insurance premium                     | 20    | 26,666,800                   | 20,140,680   |
| Net insurance claims                      | 21    | (25,514,358)                 | (5,045,620)  |
| Premium Deficiency                        | 16    | 329,803                      | 384,417      |
| Net commission and other acquisition cost | 22    | (6,322,737)                  | (5,044,109)  |
| Insurance claims and acquisition expenses |       | (31,507,292)                 | (9,705,312)  |
| Management expenses                       | 23    | (17,717,932)                 | (18,970,337) |
| Underwriting results                      |       | (22,558,424)                 | (8,534,969)  |
| Investment income                         | 24    | 7,212,324                    | 7,672,662    |
| Other income                              | 25    | 4,152,700                    | 905,901      |
| Other expenses                            | 26    | (814,837)                    | (1,222,902)  |
|   |       | 10,550,187                   | 7,355,661    |
| <b>Results of operating activities</b>    |       | (12,008,237)                 | (1,179,308)  |
| Finance cost                              |       | (309,852)                    | (445,005)    |
| <b>Profit / (loss) before tax</b>         |       | (12,318,089)                 | (1,624,313)  |
| Provision for taxation - current          |       | (633,465)                    | (1,418,355)  |
| - deferred                                |       | 1,323,569                    | 2,539,977    |
| - for Prior year                          |       | -                            | -            |
|   |       | 690,104                      | 1,121,622    |
| <b>Profit / (loss) after tax</b>          |       | (11,627,985)                 | (502,691)    |
| <b>Earnings per share</b>                 | 27    | (0.23)                       | (0.01)       |

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.



Chief Executive Officer



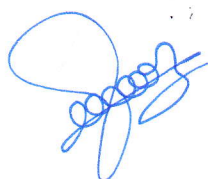
Chairperson



Director



Director





# Alpha Insurance Company Limited

## Condensed Interim Statement of Comprehensive Income (Unaudited)

For the three months period ended March 31, 2022


|  | <u>Three Months ended March 31,</u> |                           |
|--|-------------------------------------|---------------------------|
|  | <u>2022</u>                         | <u>2021</u>               |
|  | <u>----- (Rupees) -----</u>         |                           |
| Profit / (loss) after taxation   | (11,627,985)                        | (502,691)                 |
| Other comprehensive income for the period  |                                     |                           |
| Unrealised (loss) / gain on revaluation of available-for-sale investments  | 4,402,881                           | (12,112,194)              |
| Reclassification adjustment relating to available-for-sale investment gain/(loss) transferred to profit & loss on disposal | -                                   | -                         |
| <b>Total unrealized (loss) / gain on available-for-sale investment</b>   | <b>4,402,881</b>                    | <b>(12,112,194)</b>       |
| Deferred tax on available-for-sale investment  | (1,276,836)                         | 3,512,536                 |
|  | <u>3,126,045</u>                    | <u>(8,599,658)</u>        |
| <b>Total comprehensive income for the period</b>   | <b><u>(8,501,940)</u></b>           | <b><u>(9,102,349)</u></b> |

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

  
\_\_\_\_\_  
Chief Executive Officer

  
\_\_\_\_\_  
Chairperson

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director



Alpha Insurance Company Limited  
Condensed Interim Statement of Changes in Equity (Unaudited)  
For the Three months period ended March 31, 2022

|   | Issued,<br>subscribed<br>and paid-up<br>capital | Capital reserve<br>Reserve for<br>exceptional<br>losses * | General<br>reserve | Revenue reserves<br>Revaluation<br>Reserve | Unappropriated<br>profit | Total Share<br>holders' equity |
|---|---|---|--------------------|--|--------------------------|--------------------------------|
|   | (Rupees)  |   |                    |  |                          |                                |
| Balance as at January 01, 2021  | 500,000,000                                     | 3,355,000   | 6,820,000          | 87,361,846                                 | 102,581,200              | 700,118,046                    |
| <i>Total comprehensive income/ (loss) for the period ended March 31, 2021</i> |   |   |                    |  |                          |                                |
| Loss for the period ended March 31, 2021                                      | -   | -   | -                  | -  | (502,691)                | (502,691)                      |
| Other comprehensive income  | -   | -   | -                  | (8,599,658)                                | -                        | (8,599,658)                    |
|   | -   | -   | -                  | (8,599,658)                                | (502,691)                | (9,102,349)                    |
| Balance as at March 31, 2021  | 500,000,000                                     | 3,355,000   | 6,820,000          | 78,762,188                                 | 102,078,509              | 691,015,697                    |
| Balance as at January 01, 2022  | 500,000,000                                     | 3,355,000   | 6,820,000          | 82,436,460                                 | 120,429,660              | 713,041,120                    |
| <i>Total comprehensive income/ (loss) for the period ended March 31, 2022</i> |   |   |                    |  |                          |                                |
| Loss for the period ended March 31, 2022                                      | -   | -   | -                  | -  | (11,627,985)             | (11,627,985)                   |
| Other comprehensive income  | -   | -   | -                  | 3,126,045                                  | -                        | 3,126,045                      |
|   | -   | -   | -                  | 3,126,045                                  | (11,627,985)             | (8,501,940)                    |
| Balance as at March 31, 2022  | 500,000,000                                     | 3,355,000   | 6,820,000          | 85,562,505                                 | 108,801,675              | 704,539,180                    |

\* 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.

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.



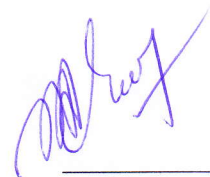
Chief Executive Officer



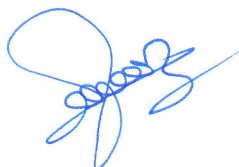
Chairman



Director



Director



**Alpha Insurance Company Limited**  
**Condensed Interim Cash Flow Statement (Unaudited)**  
*For the Three months period ended March 31, 2022*

|   | March 31,<br>2022    | March 31,<br>2021   |
|---|----------------------|---------------------|
|   | ----- (Rupees) ----- |                     |
| <b>OPERATING ACTIVITIES</b>                               |                      |                     |
| <b>Underwriting activities</b>                            |                      |                     |
| Premiums received   | 31,963,542           | 22,824,513          |
| Reinsurance premiums paid                                 | (23,789,277)         | (15,370,598)        |
| Claims paid   | (5,761,035)          | (20,652,548)        |
| Reinsurance and other recoveries received                 | -                    | 6,008,242           |
| Commission paid   | (4,876,985)          | (4,151,988)         |
| Commission received                                       | 212,887              | 85,796              |
| Management Expenses paid                                  | (18,483,354)         | (17,610,283)        |
| <b>Net cash (used in) underwriting activities</b>         | <b>(20,734,222)</b>  | <b>(28,866,867)</b> |
| <b>Other operating activities</b>                         |                      |                     |
| Income tax paid   | (2,466,878)          | (2,055,696)         |
| Operating payments  | (7,825,494)          | (498,599)           |
| Operating receipts  | -                    | -                   |
| Loans advanced  | 404,726              | (23,836)            |
| <b>Net cash used in other operating activities</b>        | <b>(9,887,646)</b>   | <b>(2,578,131)</b>  |
| <b>Net cash used in all operating activities</b>          | <b>(30,621,868)</b>  | <b>(31,444,998)</b> |
| <b>INVESTMENT ACTIVITIES</b>                              |                      |                     |
| Profit / return received                                  | 17,367,774           | 18,354,208          |
| Dividends received  | 1,892,238            | 1,342,332           |
| Payments made against purchase of investment              | -                    | (5,930,467)         |
| Proceeds from disposal of investments                     | 3,552,659            | 15,748,976          |
| Fixed capital expenditure                                 | -                    | (26,800)            |
| Proceeds from disposal of fixed assets                    | 1,609,785            | -                   |
| <b>Net cash generated from investing activities</b>       | <b>24,422,456</b>    | <b>29,488,249</b>   |
| <b>FINANCING ACTIVITIES</b>                               |                      |                     |
| Unclaimed dividend paid during the period                 | -                    | -                   |
| Operating lease payments                                  | (1,219,098)          | (1,253,261)         |
| <b>Net cash used in financing activities</b>              | <b>(1,219,098)</b>   | <b>(1,253,261)</b>  |
| <b>Net cash flow from all activities</b>                  | <b>(7,418,510)</b>   | <b>(3,210,010)</b>  |
| Cash and cash equivalents at the beginning of the period  | 69,482,506           | 46,387,469          |
| <b>Cash and cash equivalents at the end of the period</b> | <b>62,063,996</b>    | <b>43,177,459</b>   |

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# Alpha Insurance Company Limited

## Condensed Interim Cash Flow Statement (Unaudited)

For the Three months period ended March 31, 2022

|   | 2022                | 2021             |
|---|---------------------|------------------|
|   | (Rupees)            |                  |
| <b>Reconciliation to Profit and Loss account</b>                  |                     |                  |
| Operating cash flows  | (30,621,868)        | (31,444,998)     |
| Depreciation expense  | (1,233,150)         | (1,369,449)      |
| Increase / (decrease) in assets other than cash                   | 7,116,261           | 1,648,969        |
| (Increase) / decrease in liabilities                              | (3,471,882)         | 16,410,073       |
| Other investment income   | 10,537,715          | 12,004,481       |
| Other Income  | 2,542,914           | 905,901          |
| Dividend Income   | 1,892,239           | 1,342,332        |
| Profit / (loss) on disposal of fixed assets                       | 1,609,786           | -                |
| Adjustment of unrealized gain / (loss) on sale of AFS investments | -                   | -                |
| Deferred tax (expense) / asset recorded during the period         |                     |                  |
| <b>Profit / (Loss) after taxation</b>                             | <b>(11,627,985)</b> | <b>(502,691)</b> |

### Definition of cash:

Cash comprises of cash in hand, policy stamps, bond papers, cheques in hand, bank balances and other deposits which are readily convertible to cash in hand and which are used in the cash management function on a day-to-day basis.

### Cash for the purposes of the Statement of Cash Flows consists of:


|                            |                   |                   |
|----------------------------|-------------------|-------------------|
| Cash and other equivalents | 188,191           | 375,130           |
| Current and other accounts | 61,875,805        | 42,802,329        |
| <b>Total</b>               | <b>62,063,996</b> | <b>43,177,459</b> |

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

  
Chief Executive Officer

  
Chairman

  
Director

  
Director



# Alpha Insurance Company Limited

## Notes to the Condensed Interim Financial Statements (Unaudited)

For the Three months period ended March 31, 2022

### 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 13 (December 31, 2018: 13) branches in Pakistan. The parent entity of the Company is State Life Insurance Corporation of Pakistan holding 95.15% (December 31, 2018: 95.15%) shares of the Company.

### 2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

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

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, 2021.

### 3 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.

### 4 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.

### 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, 2021.



## 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, 2021.

| 7 | PROPERTY AND EQUIPMENT |     | (Un-audited)<br>March 31,<br>2022 | (Audited)<br>December 31,<br>2021 |
|---|------------------------|-----|-----------------------------------|-----------------------------------|
|   |                        |     | (Rupees)                          |                                   |
|   | Operating assets       | 7.1 | 4,308,066                         | 4,683,782                         |
|   | Right-of-use assets    | 7.2 | 6,001,969                         | 6,859,402                         |
|   |                        |     | <u>10,310,035</u>                 | <u>11,543,184</u>                 |

### 7.1 Operating assets

|                                   |                  |                  |
|-----------------------------------|------------------|------------------|
| Opening book value                | 5,621,245        | 5,621,245        |
| Add: Additions during the period  | -                | 1,010,768        |
| Less: Deletions during the period | (1,574,000)      | 639,998          |
|                                   | <u>4,047,245</u> | <u>7,272,011</u> |
| Less: Depreciation for the period | (375,717)        | (1,948,230)      |
|                                   | <u>3,671,528</u> | <u>5,323,781</u> |

### 7.2 Right-of-use assets

|   |                  |                  |
|---|------------------|------------------|
| Opening Balance                         | 6,859,402        | 10,441,677       |
| Add: Addition during the period         | -                | -                |
| Less: Disposals during the period - WDV | -                | -                |
| Depreciation charge for the period      | (857,433)        | (3,582,275)      |
| Ending Balance                          | <u>6,001,969</u> | <u>6,859,402</u> |

## 8 INVESTMENTS IN EQUITY SECURITIES - Available for sale

|                          | March 31, 2022 (Unaudited) |                           |                    | December 31, 2021 (Audited) |                           |                    |
|--------------------------|----------------------------|---------------------------|--------------------|-----------------------------|---------------------------|--------------------|
|                          | Cost                       | Impairment /<br>provision | Carrying<br>value  | Cost                        | Impairment /<br>provision | Carrying<br>value  |
|                          | (Rupees)                   |                           |                    | (Rupees)                    |                           |                    |
| Listed equity securities | 129,655,103                | (31,501,120)              | 98,153,983         | 129,655,103                 | (25,574,619)              | 104,080,484        |
| Surplus on revaluation   | -                          | -                         | 116,830,417        | -                           | -                         | 112,427,535        |
|                          | <u>129,655,103</u>         | <u>(31,501,120)</u>       | <u>214,984,400</u> | <u>129,655,103</u>          | <u>(25,574,619)</u>       | <u>216,508,019</u> |

## 9 INVESTMENTS IN DEBT SECURITIES - Held to maturity

|                              | Note | March 31, 2022 (Unaudited) |                           |                    | December 31, 2021 (Audited) |                           |                    |
|------------------------------|------|----------------------------|---------------------------|--------------------|-----------------------------|---------------------------|--------------------|
|                              |      | Cost                       | Impairment /<br>provision | Carrying<br>value  | Cost                        | Impairment /<br>provision | Carrying<br>value  |
|                              |      | (Rupees)                   |                           |                    | (Rupees)                    |                           |                    |
| <b>Government securities</b> |      |                            |                           |                    |                             |                           |                    |
| - Pakistan investment bor    | 9.1  | 221,790,180                | -                         | 228,225,151        | 221,790,180                 | -                         | 227,516,280        |
| - Treasury bills             | 9.2  | 213,630,620                | -                         | 216,679,828        | 217,451,175                 | -                         | 220,232,488        |
|                              |      | <u>435,420,800</u>         | <u>-</u>                  | <u>444,904,979</u> | <u>439,241,355</u>          | <u>-</u>                  | <u>447,748,768</u> |

9.1 Pakistan Investment Bonds carry profit at rates ranging from 9.5% to 10%.

9.2 Treasury Bills carry profit at rates ranging from 8.06% to 12.46%

24



|   | March 31,<br>2022<br>(Un-audited) | December 31,<br>2021<br>(Audited) |
|---|-----------------------------------|-----------------------------------|
|   | ----- (Rupees) -----              |                                   |
| <b>10 LOANS AND OTHER RECEIVABLES - Considered good</b>                           |                                   |                                   |
| Accrued Investment Income   | 577,898                           | 6,448,724                         |
| Security Deposit  | 266,120                           | 266,120                           |
| Advance against commission to agents  | 72,854                            | 72,854                            |
| Loans To Employees  | 1,499,550                         | 1,904,276                         |
| Receivable From Related Party (State life insurance corporation)                  | -                                 | -                                 |
| Federal Insurance Fee   | 90,121                            | 62,530                            |
| Other Receivables   | 560,970                           | 390,540                           |
| Alpha Window Takaful Operator   | 50,001,000                        | 50,001,000                        |
|   | <u>53,068,513</u>                 | <u>59,146,044</u>                 |
| <b>11 INSURANCE / REINSURANCE RECEIVABLES<br/>- Unsecured and considered good</b> |                                   |                                   |
| Due from insurance contract holders   | 95,032,425                        | 94,787,257                        |
| Less: provision for impairment of receivables from insurance contract holders     | (88,360,499)                      | (88,178,283)                      |
|   | <u>6,671,926</u>                  | <u>6,608,974</u>                  |
| Due from other insurers / reinsurers  | 92,451,315                        | 87,752,815                        |
| Less: provision for impairment of due from other insurers / reinsurers            | (27,498,677)                      | (29,009,905)                      |
|   | <u>64,952,638</u>                 | <u>58,742,910</u>                 |
|   | <u>71,624,564</u>                 | <u>65,351,884</u>                 |
| <b>12 DEFERRED TAXATION</b>   |                                   |                                   |
| Deferred Debits arising in respect of :   |                                   |                                   |
| Accelerated tax depreciation on fixed assets                                      | 1,314,926                         | 1,309,603                         |
| Lease liabilities   | 2,157,284                         | 2,420,966                         |
| Provision against premium due but unpaid  | 25,624,544                        | 25,571,702                        |
| Provision for diminution in value of investment                                   | 9,135,325                         | 7,416,640                         |
| Provision against amount due from other insurers / reinsurers                     | 7,974,616                         | 8,412,872                         |
| Minimum tax   | -                                 | -                                 |
| Deferred Credits arising in respect of :  |                                   |                                   |
| Right-of-use assets   | (1,740,571)                       | (1,989,227)                       |
| Provision for employees' benefits plan  | (276,921)                         | (276,921)                         |
| Unrealized gain/(loss) on revaluation of AFS                                      | (33,880,820)                      | (32,603,984)                      |
|   | <u>10,308,383</u>                 | <u>10,261,651</u>                 |
| <b>13 TAXATION - Payment less provision</b>                                       |                                   |                                   |
| Opening Balance   | 73,319,938                        | 75,847,643                        |
| Tax paid including deducted at source   | 2,466,878                         | 10,350,388                        |
| Provision for taxation  | (633,465)                         | (7,854,129)                       |
| Less : Provision for the year (perior year)                                       | -                                 | -                                 |
| Less: Advance tax written off   | -                                 | (5,023,965)                       |
| Closing Balance   | <u>75,153,351</u>                 | <u>73,319,937</u>                 |
| <b>14 PREPAYMENTS</b>   |                                   |                                   |
| Prepaid reinsurance premium ceded   | 29,193,463                        | 32,413,688                        |
| Prepaid rent  | 298,462                           | 298,462                           |
| Prepaid miscellaneous expenses  | 532,969                           | 387,107                           |
|   | <u>30,024,894</u>                 | <u>33,099,257</u>                 |
| <b>15 CASH AND BANK DEPOSITS</b>  |                                   |                                   |
| Cash and other equivalents  |                                   |                                   |
| - cash in hand  | 29,703                            | -                                 |
| - stamps in hand  | 158,488                           | 1,195,841                         |
| Current and other accounts  |                                   |                                   |
| - current accounts  | 18,624                            | 19,920,700                        |
| - saving accounts   | 61,857,181                        | 48,365,965                        |

|   | March 31,<br>2022<br>(Un-audited) | December 31,<br>2021<br>(Audited) |
|---|-----------------------------------|-----------------------------------|
|   | ----- (Rupees) -----              |                                   |
| 16 PREMIUM DEFICIENCY RESERVES                    |                                   |                                   |
| Opening balance                                   | 2,967,400                         | 1,262,740                         |
| Provision for the period appreciation/(reduction) | (329,803)                         | 1,704,660                         |
| Closing balance                                   | <u>2,637,597</u>                  | <u>2,967,400</u>                  |

|  | March 31,<br>2022<br>(Un-audited) | December 31,<br>2021<br>(Audited) |
|--|-----------------------------------|-----------------------------------|
|  | ----- (Rupees) -----              |                                   |
| 17 REINSURANCE / CO-INSURANCE PAYABLES |                                   |                                   |
| Due to other insurers / reinsurers     | 35,526,608                        | 43,522,442                        |
| Cash margins against performance bonds | 4,632,295                         | 10,317,415                        |
|  | <u>40,158,903</u>                 | <u>53,839,857</u>                 |

|   | March 31,<br>2022<br>(Un-audited) | December 31,<br>2021<br>(Audited) |
|---|-----------------------------------|-----------------------------------|
|   | ----- (Rupees) -----              |                                   |
| 18 OTHER CREDITORS AND ACCRUALS               |                                   |                                   |
| Agents Commission Payable                     | 46,114,738                        | 45,604,466                        |
| Federal Excise Duty                           | 17,285,767                        | 18,450,737                        |
| Federal Insurance Fee                         | -                                 | -                                 |
| Workers' Welfare Fund                         | 2,197,746                         | 2,197,746                         |
| Salaries & Wages Payable                      | 1,221,752                         | 1,016,174                         |
| Accrued Expenses                              | 2,438,263                         | 3,511,718                         |
| Compensated absences                          | 2,465,725                         | 2,465,725                         |
| Income Tax Liabilities                        | 175,051                           | 382,484                           |
| Other Tax Payables                            | 51,037                            | 60,820                            |
| Unpaid and Unclaimed Dividend                 | 3,001,450                         | 3,001,450                         |
| Accounts payable for goods & services         | 221,058                           | 1,150,805                         |
| Guarantee payable to the Court against claims | -                                 | -                                 |
| Lease Liabilities                             | 7,438,911                         | 8,348,157                         |
| Other creditors & accruals                    | 3,146,136                         | 3,201,221                         |
|   | <u>85,757,634</u>                 | <u>89,391,503</u>                 |

#### 18.1 Lease Liabilities

|   |                  |                  |
|---|------------------|------------------|
| Lease liabilities included in the statement of financial position | <u>7,438,911</u> | <u>8,348,157</u> |
| Current   | 4,005,635        | 3,482,487        |
| Non current   | 3,433,276        | 4,865,670        |

#### 19 CONTINGENCIES AND COMMITMENTS

The status of contingencies and commitments remain unchanged as disclosed in the financial statement as of December 31, 2021.

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20 NET INSURANCE PREMIUM

|   | Three Months<br>ended March 31, |              |
|---|---------------------------------|--------------|
|   | 2022                            | 2021         |
|   | (Unaudited)                     |              |
|   | (Rupees)                        |              |
| Written Gross Premium                     | 35,033,604                      | 30,268,860   |
| Add: Unearned premium reserve opening     | 72,254,843                      | 41,115,050   |
| Less: Unearned premium reserve closing    | (66,306,478)                    | (42,479,018) |
| Premium earned                            | 40,981,969                      | 28,904,892   |
| Less: Reinsurance premium ceded           | 11,094,944                      | 8,524,148    |
| Add: Prepaid reinsurance premium opening  | 32,413,688                      | 16,241,569   |
| Less: Prepaid reinsurance premium closing | (29,193,463)                    | (16,001,505) |
| Reinsurance expense                       | 14,315,169                      | 8,764,212    |
|   | 26,666,800                      | 20,140,680   |

21 NET INSURANCE CLAIMS EXPENSE

|   |               |               |
|---|---------------|---------------|
| Claims paid   | 5,761,035     | 20,652,548    |
| Add: Outstanding claims including IBNR closing                                    | 167,349,064   | 199,354,847   |
| Less: Outstanding claims including IBNR opening                                   | (138,206,245) | (216,107,225) |
| Claim expense   | 34,903,854    | 3,900,170     |
| Less: Reinsurance and other recoveries received                                   | -             | 6,008,242     |
| Add: Reinsurance and other recoveries in respect of outstanding claims - closing  | 87,761,736    | 113,203,421   |
| Less: Reinsurance and other recoveries in respect of outstanding claims - opening | (78,372,240)  | (120,357,112) |
| Reinsurance and other recoveries revenue  | 9,389,496     | (1,145,450)   |
|   | 25,514,358    | 5,045,620     |

22 NET COMMISSION / ACQUISITION COST

|   |              |             |
|---|--------------|-------------|
| Commission paid or payable                    | 5,387,257    | 5,329,138   |
| Add: Deferred commission expense opening      | 12,578,983   | 7,434,266   |
| Less: Deferred commission expense closing     | (11,268,319) | (7,605,171) |
| Net Commission                                | 6,697,921    | 5,158,233   |
| Less: Commission received or recoverable      | 212,887      | 85,796      |
| Add: Unearned reinsurance commission opening  | 979,744      | 234,162     |
| Less: Unearned reinsurance commission closing | (817,447)    | (205,834)   |
| Commission from reinsurance                   | 375,184      | 114,124     |
|   | 6,322,737    | 5,044,109   |

23 MANAGEMENT EXPENSES

|   |      |            |            |
|---|------|------------|------------|
| Employees benefit cost                            | 23.1 | 11,054,790 | 11,548,083 |
| Travel expense                                    |      | 89,237     | 101,145    |
| Advertisement & sales promotion                   |      | -          | 53,481     |
| Printing and stationery                           |      | 208,525    | 298,213    |
| Depreciation expense                              |      | 1,233,150  | 1,369,449  |
| Rent, rates and taxes                             |      | 16,725     | 109,612    |
| Legal and professional charges - business related |      | 2,080,902  | 1,867,736  |
| Electricity, gas and water                        |      | 282,413    | 180,481    |
| Entertainment                                     |      | 79,233     | 342,973    |
| Vehicle running expenses                          |      | 1,803,948  | 1,782,414  |
| Office repair and maintenance                     |      | 191,294    | 100,761    |
| Bank charges                                      |      | 88,882     | 92,657     |
| Postages, telegrams and telephone                 |      | 321,272    | 505,343    |
| Annual supervision fee SECP                       |      | -          | -          |
| Reinsurance Balance Written-off (Net)             |      | -          | -          |
| Bad and doubtful debts                            |      | -          | 488,504    |
| Co-insurance service charges                      |      | 246,503    | 105,344    |
| Insurance charges                                 |      | -          | -          |
| Advance Tax Written Off                           |      | -          | -          |
| Miscellaneous                                     |      | 21,058     | 24,141     |
|   |      | 17,717,932 | 18,970,337 |



|  |                     | Three Months<br>ended March 31, |      |
|--|---------------------|---------------------------------|------|
|  |                     | 2022                            | 2021 |
|  |                     | (Unaudited)                     |      |
|  |                     | (Rupees)                        |      |
| <b>23.1 Employee benefit cost</b>  |                     |                                 |      |
| Salaries, allowance and other benefits   | 10,788,156          | 11,268,584                      |      |
| Charges for post employment benefit  | 266,634             | 279,499                         |      |
|  | <u>11,054,790</u>   | <u>11,548,083</u>               |      |
| <b>24 INVESTMENT INCOME</b>  |                     |                                 |      |
| <b>Income from equity securities - available for sale</b>                                  |                     |                                 |      |
| Dividend income  | 1,892,239           | 1,342,332                       |      |
| Gain on sales of investment  | -                   | -                               |      |
| <b>Income from debt securities - held to maturity</b>                                      |                     |                                 |      |
| Return on government securities  | 10,537,715          | 12,004,481                      |      |
| Return on term finance certificates  | -                   | -                               |      |
| Amortization of (discount) / premium on government securities / term finance certificates  | 708,871             | 631,120                         |      |
|  | <u>13,138,825</u>   | <u>13,977,933</u>               |      |
| <b>Income from term deposits</b>   |                     |                                 |      |
| Return on term deposits  | -                   | -                               |      |
| <b>Realised gains on investments</b>   |                     |                                 |      |
| - Equity securities  | -                   | -                               |      |
| Total investment income  | <u>13,138,825</u>   | <u>13,977,933</u>               |      |
| Less: (Impairment) / Reversal in value of available for sale securities- equity securities | (5,926,501)         | (6,305,271)                     |      |
| <b>Net investment income</b>   | <u>7,212,324</u>    | <u>7,672,662</u>                |      |
| <b>25 OTHER INCOME</b>   |                     |                                 |      |
| <b>Income from financial assets</b>  |                     |                                 |      |
| Return on bank balances  | 959,232             | 478,901                         |      |
| <b>Income from non-financial assets</b>  |                     |                                 |      |
| Gain on sale of fixed asset  | 1,609,786           | -                               |      |
| Gain on termination of Right of use assets   | -                   | -                               |      |
| Exchange gain  | -                   | -                               |      |
| Miscellaneous income / (loss)  | 254,670             | 427,000                         |      |
| Liabilities written back   | -                   | -                               |      |
| Reversal of bad and doubtful debts   | 1,329,012           | -                               |      |
|  | <u>4,152,700</u>    | <u>905,901</u>                  |      |
| <b>26 OTHER EXPENSES</b>   |                     |                                 |      |
| Auditors' remuneration   | 99,708              | 697,902                         |      |
| Directors' Fees  | 680,000             | 480,000                         |      |
| Directors Training and Development   | -                   | -                               |      |
| Fees & Subscription  | 35,129              | 45,000                          |      |
|  | <u>814,837</u>      | <u>1,222,902</u>                |      |
| <b>27 EARNINGS PER SHARE</b>   |                     |                                 |      |
| Profit after tax for the period  | <u>(11,627,985)</u> | <u>(502,691)</u>                |      |
|  | (Number of Shares)  |                                 |      |
| Wighted average number of ordinary shares  | <u>50,000,000</u>   | <u>50,000,000</u>               |      |
| Basic earnings per share (Rupees)  | <u>(0.23)</u>       | <u>(0.01)</u>                   |      |

7/16

## 28 SEGMENT INFORMATION

The class wise revenues and results are as follows:

Three Months ended March 31, 2022 (Unaudited)

| March 31, 2022   | Fire & property     | Marine, aviation & transport | Motor              | Accident and Health | Bond             | Other classes      | 2022 Aggregate       |
|--|---------------------|------------------------------|--------------------|---------------------|------------------|--------------------|----------------------|
| (Rupees)   |                     |                              |                    |                     |                  |                    |                      |
| <b>Premium receivable</b> (inclusive of federal excise duty, federal insurance fee and administrative surcharge) | 15,533,498          | 8,616,423                    | 9,663,450          | -                   | -                | 4,940,192          | 38,753,563           |
| Less : Federal excise duty / Sales Tax   | 963,890             | 726,182                      | 1,137,201          | -                   | -                | 365,237            | 3,192,510            |
| Federal insurance fee  | 68,328              | 62,242                       | 80,582             | -                   | -                | 25,675             | 236,827              |
| Others   | 5,000               | 276,272                      | 7,810              | -                   | -                | 1,540              | 290,622              |
| <b>Gross written premium</b> (inclusive of administrative surcharge)   | <b>14,496,280</b>   | <b>7,551,727</b>             | <b>8,437,857</b>   | <b>-</b>            | <b>-</b>         | <b>4,547,740</b>   | <b>35,033,604</b>    |
| Gross direct premium   | 6,697,123           | 5,998,874                    | 7,769,118          | -                   | -                | 2,533,744          | 22,998,859           |
| Facultative inward premium   | 7,660,186           | 1,329,710                    | 392,572            | -                   | -                | 1,979,578          | 11,362,046           |
| Administrative surcharge   | 138,971             | 223,143                      | 276,167            | -                   | -                | 34,418             | 672,699              |
|  | <b>14,496,280</b>   | <b>7,551,727</b>             | <b>8,437,857</b>   | <b>-</b>            | <b>-</b>         | <b>4,547,740</b>   | <b>35,033,604</b>    |
| Insurance premium earned   | 19,752,715          | 4,467,549                    | 9,097,217          | 2,825,052           | -                | 4,839,436          | 40,981,969           |
| Reinsurance expense  | (6,920,070)         | (2,305,020)                  | (1,424,134)        | -                   | (93,744)         | (3,572,201)        | (14,315,169)         |
| <b>Net insurance premium</b>   | <b>12,832,645</b>   | <b>2,162,529</b>             | <b>7,673,083</b>   | <b>2,825,052</b>    | <b>(93,744)</b>  | <b>1,267,235</b>   | <b>26,666,800</b>    |
| Net commission   | 101,687             | 12,950                       | 83,922             | -                   | -                | 176,625            | 375,184              |
| <b>Net Underwriting income</b>   | <b>12,934,332</b>   | <b>2,175,479</b>             | <b>7,757,005</b>   | <b>2,825,052</b>    | <b>(93,744)</b>  | <b>1,443,860</b>   | <b>27,041,984</b>    |
| Insurance claims   | (27,619,854)        | (924,206)                    | (2,743,556)        | (2,559,201)         | -                | (1,057,037)        | (34,903,854)         |
| Insurance claims recovered from reinsurers   | 9,389,496           | -                            | -                  | -                   | -                | -                  | 9,389,496            |
| <b>Net claims</b>  | <b>(18,230,358)</b> | <b>(924,206)</b>             | <b>(2,743,556)</b> | <b>(2,559,201)</b>  | <b>-</b>         | <b>(1,057,037)</b> | <b>(25,514,358)</b>  |
| Commission expense   | (3,021,655)         | (1,764,974)                  | (981,292)          | (141,253)           | -                | (788,747)          | (6,697,921)          |
| Management expenses  | (7,331,364)         | (3,819,218)                  | (4,267,371)        | -                   | -                | (2,299,979)        | (17,717,932)         |
| Premium deficiency expense   | -                   | -                            | -                  | 282,505             | -                | 47,298             | 329,803              |
| <b>Net insurance claims and expenses</b>   | <b>(28,583,377)</b> | <b>(6,508,398)</b>           | <b>(7,992,219)</b> | <b>(2,417,949)</b>  | <b>-</b>         | <b>(4,098,465)</b> | <b>(49,600,408)</b>  |
| <b>Underwriting result</b>   | <b>(15,649,045)</b> | <b>(4,332,919)</b>           | <b>(235,214)</b>   | <b>407,103</b>      | <b>(93,744)</b>  | <b>(2,654,605)</b> | <b>(22,558,424)</b>  |
| Investment income  |                     |                              |                    |                     |                  |                    | 7,212,324            |
| Other income   |                     |                              |                    |                     |                  |                    | 4,152,700            |
| Other expenses   |                     |                              |                    |                     |                  |                    | (814,837)            |
| Finance Cost   |                     |                              |                    |                     |                  |                    | (309,852)            |
|  |                     |                              |                    |                     |                  |                    | 10,240,335           |
| <b>Results of operating activities</b>   |                     |                              |                    |                     |                  |                    | <b>(12,318,089)</b>  |
| Segment Assets   | 66,491,813          | 35,349,834                   | 47,966,420         | 12,834,028          | 852,396          | 36,365,975         | 199,860,466          |
| Unallocated Assets   |                     |                              |                    |                     |                  |                    | 871,805,748          |
|  | <b>66,491,813</b>   | <b>35,349,834</b>            | <b>47,966,420</b>  | <b>12,834,028</b>   | <b>852,396</b>   | <b>36,365,975</b>  | <b>1,071,666,214</b> |
| Segment liabilities  | 171,442,796         | 24,634,729                   | 38,513,790         | 12,216,891          | 2,640,607        | 31,920,586         | 281,369,399          |
| Unallocated liabilities  |                     |                              |                    |                     |                  |                    | 85,757,634           |
|  | <b>171,442,796</b>  | <b>24,634,729</b>            | <b>38,513,790</b>  | <b>12,216,891</b>   | <b>2,640,607</b> | <b>31,920,586</b>  | <b>367,127,033</b>   |

Three Months ended March 31, 2021 (Unaudited)

| March 31, 2021 | Fire & property | Marine, aviation & transport | Motor | Accident and Health | Bond | Other classes | 2021 Aggregate |
|----------------|-----------------|------------------------------|-------|---------------------|------|---------------|----------------|
|----------------|-----------------|------------------------------|-------|---------------------|------|---------------|----------------|

(Rupees)

**Premium receivable** (inclusive of federal excise duty, federal insurance fee and administrative surcharge)

|  |           |           |            |         |   |           |            |
|--|-----------|-----------|------------|---------|---|-----------|------------|
|  | 9,709,702 | 8,585,638 | 11,989,855 | 197,787 | - | 3,064,265 | 33,547,247 |
| Less : Federal excise duty / Sales Tax | 645,543   | 809,466   | 1,037,922  | -       | - | 199,693   | 2,692,624  |
| Federal insurance fee                  | 45,877    | 71,760    | 75,380     | -       | - | 13,288    | 206,305    |
| Others                                 | 3,405     | 363,768   | 9,165      | -       | - | 3,120     | 379,458    |

**Gross written premium** (inclusive of administrative surcharge)

|                            |           |           |            |         |   |           |            |
|----------------------------|-----------|-----------|------------|---------|---|-----------|------------|
|                            | 9,014,877 | 7,340,644 | 10,867,388 | 197,787 | - | 2,848,164 | 30,268,860 |
| Gross direct premium       | 4,474,250 | 6,891,043 | 7,258,307  | 197,787 | - | 1,287,765 | 20,109,152 |
| Facultative inward premium | 4,427,026 | 166,188   | 3,349,332  | -       | - | 1,518,984 | 9,461,530  |
| Administrative surcharge   | 113,601   | 283,413   | 259,749    | -       | - | 41,415    | 698,178    |

Insurance premium earned  
Reinsurance expense

|             |             |           |           |          |           |             |
|-------------|-------------|-----------|-----------|----------|-----------|-------------|
| 9,875,972   | 6,655,326   | 7,274,619 | 3,012,238 | 1        | 2,086,736 | 28,904,892  |
| (4,923,724) | (2,108,346) | (975,285) | -         | (28,789) | (728,068) | (8,764,212) |

**Net insurance premium**

|           |           |           |           |          |           |            |
|-----------|-----------|-----------|-----------|----------|-----------|------------|
| 4,952,248 | 4,546,980 | 6,299,334 | 3,012,238 | (28,788) | 1,358,668 | 20,140,680 |
|-----------|-----------|-----------|-----------|----------|-----------|------------|

Net commission

|        |   |        |   |       |       |         |
|--------|---|--------|---|-------|-------|---------|
| 66,029 | - | 39,838 | - | 4,919 | 3,337 | 114,123 |
|--------|---|--------|---|-------|-------|---------|

**Net Underwriting income**

|           |           |           |           |          |           |            |
|-----------|-----------|-----------|-----------|----------|-----------|------------|
| 5,018,277 | 4,546,980 | 6,339,172 | 3,012,238 | (23,869) | 1,362,005 | 20,254,803 |
|-----------|-----------|-----------|-----------|----------|-----------|------------|

Insurance claims

|           |        |             |             |   |             |             |
|-----------|--------|-------------|-------------|---|-------------|-------------|
| 2,467,150 | 44,789 | (2,262,020) | (1,828,921) | - | (2,321,169) | (3,900,171) |
|-----------|--------|-------------|-------------|---|-------------|-------------|

Insurance claims recovered from reinsurers

|             |   |        |   |   |   |             |
|-------------|---|--------|---|---|---|-------------|
| (1,242,078) | - | 96,629 | - | - | - | (1,145,449) |
|-------------|---|--------|---|---|---|-------------|

**Net claims**

|           |        |             |             |   |             |             |
|-----------|--------|-------------|-------------|---|-------------|-------------|
| 1,225,072 | 44,789 | (2,165,391) | (1,828,921) | - | (2,321,169) | (5,045,620) |
|-----------|--------|-------------|-------------|---|-------------|-------------|

Commission expense

|             |             |           |           |   |           |             |
|-------------|-------------|-----------|-----------|---|-----------|-------------|
| (2,271,152) | (1,488,729) | (872,421) | (150,612) | - | (375,318) | (5,158,232) |
|-------------|-------------|-----------|-----------|---|-----------|-------------|

Management expenses

|             |             |             |           |   |             |              |
|-------------|-------------|-------------|-----------|---|-------------|--------------|
| (5,649,874) | (4,600,586) | (6,810,895) | (123,958) | - | (1,785,024) | (18,970,337) |
|-------------|-------------|-------------|-----------|---|-------------|--------------|

Premium deficiency expense

|        |   |   |         |   |   |         |
|--------|---|---|---------|---|---|---------|
| 30,492 | - | - | 353,925 | - | - | 384,417 |
|--------|---|---|---------|---|---|---------|

**Net insurance claims and expenses**

|             |             |             |             |   |             |              |
|-------------|-------------|-------------|-------------|---|-------------|--------------|
| (6,665,462) | (6,044,526) | (9,848,707) | (1,749,566) | - | (4,481,511) | (28,789,772) |
|-------------|-------------|-------------|-------------|---|-------------|--------------|

**Underwriting result**

|             |             |             |           |          |             |             |
|-------------|-------------|-------------|-----------|----------|-------------|-------------|
| (1,647,185) | (1,497,546) | (3,509,535) | 1,262,672 | (23,869) | (3,119,506) | (8,534,969) |
|-------------|-------------|-------------|-----------|----------|-------------|-------------|

Investment income

7,672,662

Other income

905,901

Other expenses

(1,222,902)

Finance Cost

(445,005)

6,910,656

**Results of operating activities**

(1,624,313)

December 31, 2021 (Audited)

| Decemembr 31, 2021 | Fire & property | Marine, aviation & transport | Motor | Accident and Health | Bond | Other classes | 2021 Aggregate |
|--------------------|-----------------|------------------------------|-------|---------------------|------|---------------|----------------|
|--------------------|-----------------|------------------------------|-------|---------------------|------|---------------|----------------|

(Rupees)

Segment Assets

|            |            |            |            |         |            |             |
|------------|------------|------------|------------|---------|------------|-------------|
| 66,520,193 | 32,662,558 | 44,339,368 | 11,931,142 | 455,343 | 35,367,346 | 191,275,950 |
|------------|------------|------------|------------|---------|------------|-------------|

Unallocated Assets

|  |  |  |  |  |  |             |
|--|--|--|--|--|--|-------------|
|  |  |  |  |  |  | 886,329,566 |
|--|--|--|--|--|--|-------------|

|            |            |            |            |         |            |               |
|------------|------------|------------|------------|---------|------------|---------------|
| 66,520,193 | 32,662,558 | 44,339,368 | 11,931,142 | 455,343 | 35,367,346 | 1,077,605,516 |
|------------|------------|------------|------------|---------|------------|---------------|

Segment liabilities

|             |            |            |            |           |            |             |
|-------------|------------|------------|------------|-----------|------------|-------------|
| 153,171,380 | 23,944,986 | 41,828,989 | 18,749,637 | 3,625,393 | 33,852,508 | 275,172,893 |
|-------------|------------|------------|------------|-----------|------------|-------------|

Unallocated liabilities

|  |  |  |  |  |  |            |
|--|--|--|--|--|--|------------|
|  |  |  |  |  |  | 89,391,503 |
|--|--|--|--|--|--|------------|

|             |            |            |            |           |            |             |
|-------------|------------|------------|------------|-----------|------------|-------------|
| 153,171,380 | 23,944,986 | 41,828,989 | 18,749,637 | 3,625,393 | 33,852,508 | 364,564,396 |
|-------------|------------|------------|------------|-----------|------------|-------------|

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**29 CORRESPONDING FIGURES**

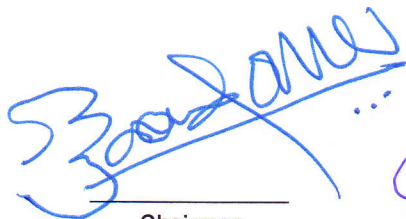
Corresponding figures have been rearranged or reclassified, wherever necessary, to align them with the presentation requirements of the Insurance Accounting Regulations, 2017 and Insurance Rules, 2017.

**30 DATE OF AUTHORIZATION**


This condensed interim financial statements was authorized for issue on May 30, 2022 by the Board of Directors of the Company.



Chief Executive Officer



Chairman



Director



Director

