

Auditor's review report and financial statements  
**Alpha Insurance Company Limited**  
For the six months ended June 30, 2024



Grant Thornton Anjum Rahman  
Chartered Accountants



**IN SAFE HANDS, ALWAYS**



# 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 Six months period ended June 30, 2024.

### Business Overview:

The summarized results for Six months are as follows:

	Quarter ended June 30,		Six Months ended June 30,	
	2024	2023	2024	2023
	(Rupees)			
Premium Written	157,354,255	92,392,195	266,157,328	143,047,924
Net premium revenue	104,400,730	56,499,666	183,366,982	98,606,888
Net insurance claims	(37,071,501)	(27,003,111)	(74,528,066)	(41,364,967)
Management expenses	(51,910,343)	(33,079,317)	(90,311,005)	(57,402,069)
Underwriting profit / (loss)	(26,286,608)	(20,102,805)	(36,773,272)	(26,603,413)
Net investment income	40,140,361	21,904,254	58,131,601	30,287,796
Other income	(1,430,110)	4,089,182	11,921,397	6,579,803
Profit / (Loss) before tax from takful operations - Operator's Fund	4,509,030	180,129	6,206,960	145,635
Profit / (loss) before tax	14,871,833	4,930,059	36,123,590	8,535,328
Profit / (loss) after tax	6,680,387	1,982,285	20,652,976	2,650,987
Earning per share (EPS)	0.13	0.04	0.41	0.05

During the six months period ended June 30, 2024, there was a notable increase of 86 percent in gross premiums compared to the same period of the previous year. Furthermore, the net premium also experienced a significant rise of 86 percent. Though underwriting losses increased by 38 percent, however, it remains low as percentage of the net premium as compared to last year.

Management expenses, during the period under review, increased by 57 percent. This includes a provision against some overdue premiums most of which were received subsequently. If the impact of provision is excluded from management expenses the percentage increase will be reduced to 43 percent. Investment income witnessed a significant growth of 92 percent which mainly due the grater rate of return on fixed income securities . As a result, the company achieved 679 percent increase in the in net profit. Earning per share of the company is also increased by the same ratio as the average number ordinary shares (fully paid) remained same during the period. The overall positive developments indicate that the company is experiencing growth, and the management remains optimistic about is future prospects.

Further, last year company started its Widow Takaful Operation. During the period under review, Window Operators' Fund showed a marked increase in the profitability which stood at Rs. 6.207 million as against Rs. 0.146 million in the corresponding period of the last year.

In conclusion, the Board of Directors would like to express their gratitude to our esteemed customers, shareholders, the Securities and Exchange Commission of Pakistan, as well as the management and staff for their unwavering trust, support, and dedication. Their continued efforts and hard work have been instrumental in the company's progress.

Dr. Syed Arif Hussain  
Chief Executive Officer  
Karachi : Tuesday 26, 2024

Mr. Tariq Ikram  
Chairman

### Head Office:

Building No. 1-B, State Life Square,  
Off. I.I. Chundrigar Road, Karachi-74000.  
Tel: 021-32416041-45 Fax:021-32419968  
info@alphainsurance.com.pk  
www.alphainsurance.com.pk





# alpha

## Insurance Company Limited

(A subsidiary of State Life Insurance Corporation of Pakistan)

### ڈائریکٹرز کا جائزہ

۳۰ جون ۲۰۲۳ء 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 مختصراً نتائج مندرجہ ذیل ہیں

۳۰ جون کے ختم شدہ چھ ماہ		۳۰ جون کے ختم شدہ تین ماہ		
۲۰۲۳	۲۰۲۴	۲۰۲۳	۲۰۲۴	
روپے	روپے	روپے	روپے	
143,047,924	266,157,328	92,392,195	157,354,255	خام پربیمیم
98,606,888	183,366,982	56,499,666	104,400,730	خالص پربیمیم آمدنی
(41,364,967)	(74,528,066)	(27,003,111)	(37,071,501)	خالص انشورنس کلیم
(57,402,069)	(90,311,005)	(33,079,317)	(51,910,343)	انتظامی اخراجات
(26,603,413)	(36,773,272)	(20,102,805)	(26,286,608)	انڈر رائٹنگ منافع (نقصان)
30,287,796	58,131,60	21,904,254	40,140,361	سرمایہ کاری کی آمدنی
6,579,803	11,921,397	4,089,182	(1,430,110)	دیگر آمدنی
145,635	6,206,960	180,129	4,509,030	تکافل آپریٹرز - آپریٹرز فنڈ
				سے منافع (نقصان) قبل از ٹیکس
8,535,328	36,123,590	4,930,059	14,871,833	منافع (نقصان) قبل از ٹیکس
2,650,987	20,652,976	1,982,285	6,680,387	منافع (نقصان) بعد از ٹیکس
0.05	0.41	0.04	0.13	بنیادی منافع فی شیئر (EPS)

30 جون 2024 کو ختم ہونے والی چھ ماہ کی مدت کے دوران، مجموعی پربیمیم میں پچھلے سال کی اسی مدت کے مقابلے میں 86 فیصد کا قابل ذکر اضافہ ہوا۔ مزید برآں، خالص پربیمیم میں بھی 86 فیصد کا نمایاں اضافہ ہوا۔ اگرچہ انڈر رائٹنگ نقصانات میں 38 فیصد اضافہ ہوا، تاہم یہ خالص پربیمیم کے تناسب کے طور پر گزشتہ سال کے مقابلے میں کم ہے۔ زیر نظر مدت کے دوران انتظامی اخراجات میں 57 فیصد اضافہ ہوا۔ اس میں کچھ زائد المیعا پربیمیم کے خلاف ایک پروویژن شامل ہے جن میں سے زیادہ تر بعد میں موصول ہوئے تھے۔ اگر فراہمی کے اثرات کو انتظامی اخراجات سے منہا کر دیا جائے تو اضافہ کم ہو کر 43 فیصد ہو جائیگا۔ سرمایہ کاری کی آمدنی میں 92 فیصد کا نمایاں اضافہ دیکھا گیا جس کی بنیادی وجہ مقررہ آمدنی کی سیکورٹیز پر منافع کی شرح میں اضافہ ہے۔ اس کے نتیجے میں کمپنی کے خالص منافع میں 679 فیصد اضافہ ہوا۔ کمپنی کی فی حصص آمدنی میں بھی اسی تناسب سے اضافہ ہوا ہے کیونکہ اس مدت کے دوران عام حصص کی اوسط تعداد (کامل طور پر ادا شدہ) برابر رہی۔ مجموعی مثبت پیشرفت اس بات کی نشاندہی کرتی ہے کہ کمپنی فی الحال ترقی کا سامنا کر رہی ہے، اور انتظامیہ مستقبل کے امکانات کے بارے میں پرامید ہے۔

مزید یہ کہ گزشتہ سال کمپنی نے اپنا ونڈ و تکافل آپریٹرز شروع کیا، زیر جائزہ مدت کے دوران، ونڈ و آپریٹرز کے فنڈ نے منافع میں نمایاں اضافہ دکھایا جو 6.207 بلین روپے کے مقابلے میں گزشتہ سال کی اسی مدت میں 0.146 بلین روپے پر رہا۔

آخر میں، بورڈ آف ڈائریکٹرز اپنے معزز کسٹمرز، شیئر ہولڈرز، سیکورٹیز اینڈ ایکٹیو میمن آف پاکستان کے ساتھ ساتھ انتظامیہ اور عملے کا ان کے غیر متزلزل اعتماد، تعاون اور لگن کے لیے شکریہ ادا کرنا چاہیں گے۔ ان کی مسلسل کوششیں اور محنت کمپنی کی ترقی میں اہم کردار ادا کر رہی ہیں۔

طارق اکرام

طارق اکرام  
چیئر مین

ڈاکٹر سید عارف حسین  
چیف ایگزیکٹو آفیسر

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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**

1st & 3rd Floor,  
Modern Motors House,  
Beaumont Road,  
Karachi, Pakistan.

T +92 21 35672951-56

### Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Alpha Insurance Company Limited** as at **June 30, 2024** and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement 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, 2024 and June 30, 2023 have not been reviewed, as we are required to review only the cumulative figures for the six-months period ended June 30, 2024.





Grant Thornton

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

*Muhammad Khalid Aziz*

Chartered Accountants

Karachi

Date: December 09, 2024

UDIN: RR202410154P8cVWkm9z


Financial Statements  
**Alpha Insurance Company Limited**  
For the six months ended June 30, 2024




ALPHA INSURANCE COMPANY LIMITED  
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)  
AS AT JUNE 30, 2024

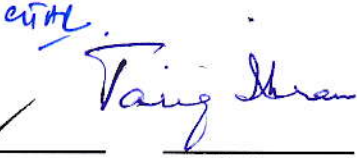
	Notes	June 30, 2024 (Un-audited)	December 31, 2023 (Audited)
		Rupees	
<b>Assets</b>			
Property and equipment	7	15,797,777	17,610,267
Intangible asset	8	225,551	315,773
Investments			
Equity securities	9	198,796,866	165,355,174
Debt securities	10	566,778,429	298,554,200
Loans and other receivables	11	29,901,419	17,192,556
Insurance / Reinsurance receivables	12	209,909,440	137,546,331
Reinsurance recoveries against outstanding claims	23	102,488,142	101,275,592
Salvage recoveries accrued		14,000	-
Deferred Commission Expense / Acquisition cost	24	23,517,414	24,951,808
Deferred taxation	13	-	1,059,927
Taxation - payment less provisions	14	72,148,443	79,230,407
Prepayments	15	44,286,054	47,285,919
Cash and bank	16	80,959,083	315,367,626
Total Assets of Window Takful Operations - Operator's Fund		75,524,270	65,196,853
<b>Total assets</b>		<b>1,420,346,888</b>	<b>1,270,942,433</b>
<b>Equity and Liabilities</b>			
<b>Capital and reserves attributable to Company's equity holders</b>			
Authorised share capital: [51,000,000 (2023: 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 (2023: 50,000,000) Ordinary shares of Rs. 10 each]		500,000,000	500,000,000
Reserves	17	80,427,908	61,726,567
Unappropriated profit		177,065,750	156,412,774
<b>Total equity</b>		<b>757,493,658</b>	<b>718,139,341</b>
<b>Liabilities</b>			
<b>Underwriting provisions</b>			
Outstanding claims including IBNR	23	237,334,887	216,793,824
Unearned premium reserves	22	146,528,063	116,171,934
Premium deficiency reserves	18	11,773,216	5,215,362
Unearned Reinsurance Commission	24	1,692,480	1,291,035
Premium received in advance		10,902,030	13,577,864
Deferred tax liability	13	6,190,728	-
Reinsurance / Insurance payables	19	118,828,317	92,049,713
Other creditors and accruals	20	111,369,408	95,389,734
Total Liabilities of Window Takful Operations - Operator's Fund		18,234,101	12,313,626
<b>Total liabilities</b>		<b>662,853,230</b>	<b>552,803,092</b>
<b>Total equity and liabilities</b>		<b>1,420,346,888</b>	<b>1,270,942,433</b>
<b>Contingencies and commitments</b>			
	21		

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

  
Chief Executive Officer

  
Director

  
Director

  
Chairman




ALPHA INSURANCE COMPANY LIMITED  
 CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)  
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

	Notes	Six Months Period Ended June 30,		Three Months Period Ended June 30,	
		2024	2023	2024	2023
		(Un-audited)		(Un-audited)	
(Rupees)					
Net insurance premium	22	183,366,982	98,606,888	104,400,730	56,499,666
Net insurance claims	23	(74,528,066)	(41,364,967)	(37,071,501)	(27,003,111)
Premium deficiency	18	(6,557,854)	(510,495)	(5,344,122)	(417,011)
Net commission and other acquisition cost	24	(48,743,329)	(25,932,770)	(36,361,372)	(16,103,032)
Insurance claims and acquisition expenses		(129,829,249)	(67,808,232)	(78,776,995)	(43,523,154)
Management expenses	25	(90,311,005)	(57,402,069)	(51,910,343)	(33,079,317)
Underwriting results		(36,773,272)	(26,603,413)	(26,286,608)	(20,102,805)
Investment income	26	58,131,601	30,287,796	40,140,361	21,904,254
Other income	27	11,921,397	6,579,803	(1,430,110)	4,089,182
Other expenses	28	(1,876,357)	(1,603,425)	(655,336)	(1,025,337)
		68,176,641	35,264,174	38,054,915	24,968,099
<b>Results of operating activities</b>		<b>31,403,369</b>	<b>8,660,761</b>	<b>11,768,307</b>	<b>4,865,294</b>
Finance cost		(1,486,739)	(271,068)	(1,405,504)	(115,364)
<b>Profit before tax</b>		<b>29,916,630</b>	<b>8,389,693</b>	<b>10,362,803</b>	<b>4,749,930</b>
Profit before tax from takful operations - Operator's Fund		6,206,960	145,635	4,509,030	180,129
Profit before tax		36,123,590	8,535,328	14,871,833	4,930,059
Income tax expense	29	(15,470,614)	(5,884,341)	(8,191,446)	(2,947,774)
<b>Profit after tax</b>		<b>20,652,976</b>	<b>2,650,987</b>	<b>6,680,387</b>	<b>1,982,285</b>
<b>Earnings per share-</b> Basic and Diluted	30	<b>0.41</b>	<b>0.05</b>	<b>0.13</b>	<b>0.04</b>

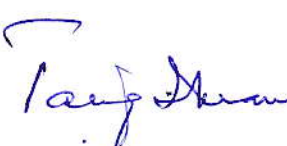
The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.

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 Chief Executive Officer

  
 Director

  
 Director

  
 Chairman





**ALPHA INSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

	Six Months Period Ended June 30,		Three Months Period Ended June 30,	
	2024 (Un-audited)	2023	2024 (Un-audited)	2023 (Un-audited)
	----- (Rupees) -----			
Profit after taxation	20,652,976	2,650,987	6,680,387	1,982,285
Other comprehensive income / (loss) for the period				
Unrealised gain / (loss) on revaluation of available for-sale investments - net of tax	18,701,341	(39,320,224)	16,957,954	(1,275,640)
Other comprehensive income / (loss) for the period	18,701,341	(39,320,224)	16,957,954	(1,275,640)
Total comprehensive income / (loss) for the period	39,354,317	(36,669,237)	23,638,341	706,645

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

*actual.*



Chief Executive Officer



Director



Director



Chairman



**ALPHA INSURANCE COMPANY LIMITED  
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

	Share Capital	Capital reserve		Revenue reserves		Subtotal Reserves	Un appropriated profit	Total
		Reserve for exceptional losses	General reserve	General reserve	Unrealised gain/(loss) on revaluation of available for sale - net of tax			
Balance as at January 01, 2023	500,000,000	3,355,000	6,820,000	71,623,987	81,798,987	106,400,660	688,199,647	
Total comprehensive loss for the period ended June 30, 2023	-	-	-	(39,320,224)	(39,320,224)	-	2,650,987	
Profit for the period ended June 30, 2023	-	-	-	(39,320,224)	(39,320,224)	-	(39,320,224)	
Other comprehensive loss	-	-	-	(39,320,224)	(39,320,224)	-	(36,669,237)	
Balance as at June 30, 2023	500,000,000	3,355,000	6,820,000	32,303,763	42,478,763	109,051,647	651,530,410	
Balance as at January 01, 2024	500,000,000	3,355,000	6,820,000	51,551,567	61,726,567	156,412,774	718,139,341	
Total comprehensive income for the period ended June 30, 2024	-	-	-	18,701,341	18,701,341	-	20,652,976	
Profit for the period ended June 30, 2024	-	-	-	18,701,341	18,701,341	-	18,701,341	
Other comprehensive income	-	-	-	18,701,341	18,701,341	-	39,354,317	
Balance as at June 30, 2024	500,000,000	3,355,000	6,820,000	70,252,908	80,427,908	177,065,750	757,493,658	

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

27/11/24



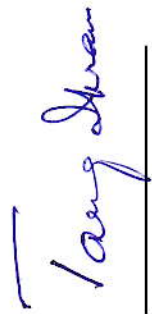
**Chief Executive Officer**



**Director**



**Director**



**Chairman**

27/11/24



ALPHA INSURANCE COMPANY LIMITED  
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

		June 30, 2024	June 30, 2023
		(Un-audited)	
	Notes	----- (Rupees) -----	
<b>OPERATING CASH FLOWS</b>			
<b>Underwriting activities</b>			
Insurance premiums received		189,112,698	133,503,700
Reinsurance premium paid		(22,655,748)	(39,543,509)
Claims paid	23	(65,396,818)	(20,817,115)
Reinsurance and other recoveries received	23	10,197,265	424,620
Commission paid		(33,964,636)	(16,106,973)
Commission received	24	2,055,517	518,304
Management expenses paid		(93,724,327)	(51,945,015)
<b>Net cash (used in) / generated from underwriting activities</b>		<b>(14,376,049)</b>	<b>6,034,012</b>
<b>Other operating activities</b>			
Income tax paid		(8,776,570)	(8,772,974)
Other operating payments		(1,876,357)	(38,126,359)
Other insurance receipts		(14,000)	-
Loans advanced		(3,001,894)	(2,510,218)
<b>Net cash used in other operating activities</b>		<b>(13,668,821)</b>	<b>(49,409,551)</b>
<b>Total Cash flow used in all operating activities</b>		<b>(28,044,870)</b>	<b>(43,375,539)</b>
<b>INVESTMENT ACTIVITIES</b>			
Profit / return received		51,113,314	39,027,011
Dividend received	26	9,527,634	3,841,309
Payment for investments	32	(331,587,353)	(607,693,870)
Payments for window takaful operation		1,714,553	(50,000,000)
Proceeds from investments		65,000,000	628,615,096
Proceeds from disposal of fixed assets		799,999	-
Fixed capital expenditure	7.1.1	(423,580)	(144,700)
<b>Total cash (used in) / generated from investing activities</b>		<b>(203,855,433)</b>	<b>13,644,846</b>
<b>FINANCING ACTIVITIES</b>			
Lease payments		(2,508,240)	(2,380,116)
<b>Total cash used in financing activities</b>		<b>(2,508,240)</b>	<b>(2,380,116)</b>
<b>Net cash used in all activities</b>		<b>(234,408,543)</b>	<b>(32,110,809)</b>
Cash and cash equivalents at the beginning of the period	16	315,367,626	125,445,975
<b>Cash and cash equivalents at the end of the period</b>	16	<b>80,959,083</b>	<b>93,335,166</b>

*[Handwritten signature]*


ALPHA INSURANCE COMPANY LIMITED  
 CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)  
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

	June 30, 2024	June 30, 2023
	(Un-audited)	
	----- (Rupees) -----	
<b>Reconciliation to Profit and Loss Account</b>		
Operating cash flows	(28,044,870)	(43,375,539)
Depreciation and amortisation expense	(2,326,292)	(2,532,639)
Finance charges	(1,486,739)	(271,068)
Gain on on disposal of PPE	799,999	-
Dividend Income	9,527,634	3,841,309
Other investment income	48,603,967	26,446,487
Increase in assets other than cash	81,418,315	102,760,901
Increase in liabilities other than borrowings	(98,960,436)	(90,798,267)
Other income	11,121,398	6,579,803
<b>Profit after taxation</b>	<u>20,652,976</u>	<u>2,650,987</u>


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

*ETAH*

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

  
 \_\_\_\_\_  
 Director

  
 \_\_\_\_\_  
 Director

  
 \_\_\_\_\_  
 Chairman

*Tag*



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

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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 9 (December 31, 2023: 9) branches in Pakistan. The parent entity of the Company is State Life Insurance Corporation of Pakistan holding 95.15% (December 31, 2023: 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, 2023.

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, 2024 are not audited. Further, the figures for the three-months period ended June 30, 2024 and 2023 in the condensed interim statement of profit and loss and condensed interim statement of 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**

There is no significant events and transactions during the period.

**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.



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

**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**

There are certain new and amended standards, interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after January 01, 2024 but are considered not to be relevant or do not have any significant effect on the Company's operations and therefore not detailed in these unconsolidated condensed interim financial statements.

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

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

<b>Standard or Interpretation</b>	<b>Effective Date (Annual periods beginning</b>
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
Lack of Exchangeability Amendment to IAS 21	January 1, 2025

Pursuant to the requirements of Securities and Exchange Commission of Pakistan SRO 1715 (IV2023 dated 21 November 2023) IFRS 17 "Insurance Contracts", is applicable to the companies engaged in insurance/takaful and re-insurance re-takaful business from financial years commencing on or after 01 January 2026

IFRS 17, replaces IFRS 4 Insurance Contracts. The new standard will apply to all entities that issue insurance and reinsurance contracts, and to all entities that hold reinsurance contracts. This standard requires entities to identify contracts and its terms and to assess whether they meet the definition of an insurance contract or includes components of an insurance contract. Insurance contracts are required to account for under the recognition/derecognition of IFRS-17. Companies subject to the requirement of SRO will also be required to adopt requirements of IFRS-9 from the date of transition. On initial application of IFRS 17, comparative information for insurance contracts is restated in accordance with IFRS 17, whereas comparative information for related financial assets might not be restated in accordance with IFRS 9 if the insurer is initially applying IFRS 9 at the same date as IFRS 17. 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.

SECP through its S.8.0.506(2024) has directed that the applicability period of optional temporary exemption from applying IFRS 9-Financial Instrument as given in para 20A of IFRS 4-Insurance Contracts is extended for annual periods beginning before 01 January 2026, subject to fulfilling the same conditions as are prescribed by para 208 of

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

<b>Standard or Interpretation</b>	<b>IASB effective date (Annual periods beginning</b>
IFRS 1 First-time Adoption of International Financial Reporting Standards	January 1, 2024

**4 SUMMARY OF MATERIAL 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, 2023.

**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

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, 2023.

**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, 2023.

<b>7 PROPERTY AND EQUIPMENT</b>	<b>Note</b>	<b>June 30,</b>	<b>December 31,</b>
		<b>2024</b>	<b>2023</b>
		<b>(Un-audited)</b>	<b>(Audited)</b>
		<b>----- (Rupees) -----</b>	
Operating assets	7.1	<b>3,068,580</b>	3,466,715
Right-of-use assets	7.2	<b>12,729,197</b>	14,143,552
		<b><u>15,797,777</u></b>	<u>17,610,267</u>
<b>7.1 Operating assets</b>			
Opening book value		<b>3,466,715</b>	3,793,603
Add: Additions during the period/year	7.1.1	<b>423,580</b>	1,279,450
		<b>3,890,295</b>	5,073,053
Less: Depreciation for the period/year		<b>(821,715)</b>	(1,606,338)
		<b><u>3,068,580</u></b>	<u>3,466,715</u>
<b>7.1.1 Addition during the period - Cost</b>			
Computer and accessories		<b>195,880</b>	383,050
Electrical Installations		<b>227,700</b>	896,400
		<b><u>423,580</u></b>	<u>1,279,450</u>
<b>7.2 Right-of-use assets</b>			
Balance as at January 01, 2024		<b>14,143,552</b>	3,347,962
Add: Additions during the period/year		-	14,143,552
Less: Disposals during the period/year -WDV		-	-
		<b>14,143,552</b>	17,491,514
Depreciation charge for the period/year		<b>(1,414,355)</b>	(3,347,962)
Balance as at June 30, 2024		<b><u>12,729,197</u></b>	<u>14,143,552</u>
<b>8 INTANGIBLE ASSETS</b>			
Opening book value		<b>315,773</b>	496,897
Add: Additions during the period		-	-
Less: Deletions during the period		-	-
		<b>315,773</b>	496,897
Less: Amortization for the period		<b>(90,222)</b>	(181,124)
		<b><u>225,551</u></b>	<u>315,773</u>



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

**9 INVESTMENTS IN EQUITY SECURITIES**

	June 30, 2024 (Un-audited)			December 31, 2023 (Audited)		
	Cost	Impairment/ provision	Carrying value	Cost	Impairment/ provision	Carrying value
	(Rupees)			(Rupees)		
Available for sale						
Listed equity securities	111,306,047	(11,456,931)	99,849,116	111,306,047	(18,558,706)	92,747,341
Unrealized gain	-	-	98,947,750	-	-	72,607,833
	<u>111,306,047</u>	<u>(11,456,931)</u>	<u>198,796,866</u>	<u>111,306,047</u>	<u>(18,558,706)</u>	<u>165,355,174</u>

**10 INVESTMENTS IN DEBT SECURITIES**

	Note	June 30, 2024 (Un-audited)			December 31, 2023 (Audited)		
		Cost	Impairment/ provision	Carrying value	Cost	Impairment/ provision	Carrying value
		(Rupees)			(Rupees)		
<b>Government securities</b>							
- Pakistan investment bonds	10.1	221,589,928	-	235,557,440	221,790,180	-	233,920,564
- Treasury bills	10.2	303,759,510	-	331,220,989	58,332,170	-	64,633,636
		<u>525,349,438</u>	<u>-</u>	<u>566,778,429</u>	<u>280,122,350</u>	<u>-</u>	<u>298,554,200</u>

10.1 Pakistan investment bonds have face value of Rs. 221.589 million (carrying value of Rs. 235.557 million) [2023: face value of Rs. 221.790 million (carrying value of Rs. 233.92 million)]. These carry mark-up ranging from 9.5% to 10% (2023: 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 (2023: 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. 303.759 million (carrying value of Rs. 331.220 million) [2023: face value of Rs. 58.332 million (carrying value of Rs. 64.633 million)]. These carry mark-up at 12.46% to 14.95% (2023: 8.06% to 9.56%) per annum and will mature within twelve months.

**11 LOANS AND OTHER RECEIVABLES**

	June 30, 2024 (Un-audited)	December 31, 2023 (Audited)
	(Rupees)	
Receivable from Window Takaful -OPF	2,048,549	1,925,137
Receivable from Window Takaful -PTF	1,203,586	1,241,533
Accrued investment income	6,521,467	6,648,067
Security deposit	305,120	305,120
Advance to supplier	15,799,899	5,983,835
Advance against commission	1,657,854	22,855
Loans to employees	1,014,707	408,605
Federal insurance fee	197,003	264,963
Other receivables	1,153,234	392,441
	<u>29,901,419</u>	<u>17,192,556</u>

ALPHA INSURANCE COMPANY LIMITED  
 NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

	June 30, 2024 (Un-audited)	December 31, 2023 (Audited)
	(Rupees)	
<b>12 INSURANCE / REINSURANCE RECEIVABLES</b>		
- Unsecured and considered good		
Due from insurance contract holders	61,497,001	52,294,157
Less: provision for impairment of receivables from insurance contract holders	(26,156,608)	(25,320,531)
	<b>35,340,393</b>	<b>26,973,626</b>
Due from other insurers / reinsurers	213,703,707	141,851,233
Less: provision for impairment of due from other insurers / reinsurers	(39,134,660)	(31,278,528)
	<b>174,569,047</b>	<b>110,572,705</b>
	<b>209,909,440</b>	<b>137,546,331</b>
<b>13 DEFERRED TAXATION</b>		
<b>Deferred debits arising in respect of:</b>		
Accelerated tax depreciation on fixed assets	694,077	881,309
Lease liabilities	3,805,395	4,101,630
Provision against premium due but unpaid	7,585,416	7,342,954
Provision for diminution in value of investment	3,322,510	5,382,025
Provision against amount due from other insurers/reinsurers	11,349,051	9,070,773
<b>Deferred credits arising due to:</b>		
Right-of-use assets	(3,691,467)	(4,101,630)
Provision for employees' benefits plan	(560,863)	(560,863)
Unrealized loss on revaluation of AFS	(28,694,847)	(21,056,272)
	<b>(6,190,728)</b>	<b>1,059,927</b>
<b>14 TAXATION - Payment less provision</b>		
Opening Balance	79,230,407	77,932,083
Tax paid including deducted at source	8,776,570	19,262,588
Provision for taxation	(15,858,534)	(17,964,264)
Closing Balance	<b>72,148,443</b>	<b>79,230,407</b>
<b>15 PREPAYMENTS</b>		
Prepaid reinsurance premium ceded	44,286,054	47,285,919
	<b>44,286,054</b>	<b>47,285,919</b>
<b>16 CASH AND BANK</b>		
<b>Cash and Cash Equivalent</b>		
- Cash in hand	126,398	-
- Policy & Revenue stamps, Bond papers	81,569	253,717
<b>Cash at bank</b>		
- Current accounts	5,246,134	37,367,430
- Savings accounts	75,504,982	277,746,479
	<b>80,959,083</b>	<b>315,367,626</b>
<b>16.1</b> The rate of return on profit and loss savings account maintained at various banks range from 16% to 20.25% per annum (2023: 14% to 20% per annum).		



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

		June 30, 2024	December 31, 2023
	Note	(Un-audited)	(Audited)
		----- (Rupees) -----	
<b>17 RESERVES</b>			
<b>Capital reserve</b>			
Reserve for exceptional losses	17.1	3,355,000	3,355,000
<b>Revenue reserves</b>			
General reserve		6,820,000	6,820,000
Unrealised appreciation on 'available for sale' investments		70,252,908	51,551,567
		<u>80,427,908</u>	<u>61,726,567</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.		
		June 30, 2024	December 31, 2023
	Note	(Un-audited)	(Audited)
		----- (Rupees) -----	
<b>18 PREMIUM DEFICIENCY RESERVES</b>			
Opening balance		5,215,362	9,297,359
Provision for the period (reduction)/appreciation		6,557,854	(4,081,997)
Closing balance		<u>11,773,216</u>	<u>5,215,362</u>
<b>19 INSURANCE/REINSURANCE PAYABLES</b>			
Due to other insurers / reinsurers		80,283,164	53,907,998
Cash margins against performance bonds		38,545,153	38,141,715
		<u>118,828,317</u>	<u>92,049,713</u>
<b>20 OTHER CREDITORS AND ACCRUALS</b>			
Agents commission payable		68,150,193	53,151,821
Federal Excise Duty / Sales tax		9,874,450	11,948,097
Lease liability	20.1	13,122,051	14,143,552
Sindh Workers' Welfare Fund	20.2	2,197,746	2,197,746
Salaries and wages payable		381,864	372,052
Accrued expenses		3,093,245	2,604,325
Compensated absences		3,542,498	3,542,498
Income tax liabilities		-	145,335
Other tax payables		145,877	67,797
Unpaid and Unclaimed Dividend		3,001,450	3,001,450
Accounts payable for goods & services		4,473,035	906,255
Other creditors & accruals		3,386,999	3,308,806
		<u>111,369,408</u>	<u>95,389,734</u>
<b>20.1 Lease Liability</b>			
Current		3,915,003	1,838,099
Non - Current		9,207,048	12,305,453
		<u>13,122,051</u>	<u>14,143,552</u>

**20.2** 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.

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.



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

In view of the above, on prudent basis the management has decided not to reverse charge for WWF recorded for the years up to 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 21.1 to the financial statements of the Company for the year ended December 31, 2023, excepts specified below.

**21.1.1** Various claims amounting to Rs. 133.599 million (2023:Rs. 74.575 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.

**21.2 Commitments**

There are no commitments as at June 30, 2024 and December 31, 2023.

	Notes	Six months period ended June 30,		Three months period ended June 30,	
		2024	2023	2024	2023
		(Un-audited)		(Un-audited)	
		----- (Rupees) -----		----- (Rupees) -----	
<b>22 NET INSURANCE PREMIUM</b>					
Written Gross Premium		266,157,328	143,047,924	157,354,255	92,392,195
Add: Unearned premium reserve opening		116,171,934	85,324,267	120,184,835	78,026,365
Less: Unearned premium reserve closing		(146,528,063)	(98,727,699)	(146,528,063)	(98,727,699)
Premium earned		235,801,199	129,644,492	131,011,027	71,690,861
Less: Reinsurance premium ceded		49,434,352	32,595,389	25,187,559	16,965,577
Add: Prepaid reinsurance premium opening		47,285,919	27,073,841	45,708,792	26,857,244
Less: Prepaid reinsurance premium closing	15	(44,286,054)	(28,631,626)	(44,286,054)	(28,631,626)
Reinsurance expense		52,434,217	31,037,604	26,610,297	15,191,195
		<u>183,366,982</u>	<u>98,606,888</u>	<u>104,400,730</u>	<u>56,499,666</u>
<b>23 NET INSURANCE CLAIMS EXPENSE</b>					
Claims paid		65,396,818	20,817,115	44,452,644	12,349,414
Add: Outstanding claims including IBNR closing		237,334,887	243,911,104	237,334,887	243,911,104
Less: Outstanding claims including IBNR opening		(216,793,824)	(210,329,362)	(239,343,219)	(228,215,365)
Claim expense		85,937,881	54,398,857	42,444,312	28,045,153
Less: Reinsurance and other recoveries received		10,197,265	424,620	7,979,919	342,042
Add: Reinsurance and other recoveries in respect of outstanding claims - closing		102,488,142	104,303,713	102,488,142	104,303,713
Less: Reinsurance and other recoveries in respect of outstanding claims - opening		(101,275,592)	(91,694,443)	(105,095,250)	(103,603,713)
Reinsurance and other recoveries revenue		11,409,815	13,033,890	5,372,811	1,042,042
		<u>74,528,066</u>	<u>41,364,967</u>	<u>37,071,501</u>	<u>27,003,111</u>
<b>24 NET COMMISSION / ACQUISITION COST</b>					
Commission paid or payable		48,963,007	26,454,765	28,290,611	17,675,069
Add: Deferred commission expense opening		24,951,808	15,115,328	32,570,206	13,835,125
Less: Deferred commission expense closing		(23,517,414)	(15,170,486)	(23,517,414)	(15,170,486)
Net Commission		50,397,401	26,399,607	37,343,403	16,339,708
Less: Commission received or recoverable		2,055,517	518,304	1,189,094	342,749
Add: Unearned Reinsurance commission opening		1,291,035	475,937	1,485,417	421,331
Less: Unearned Reinsurance commission closing		(1,692,480)	(527,404)	(1,692,480)	(527,404)
Commission from reinsurance		1,654,072	466,837	982,031	236,676
		<u>48,743,329</u>	<u>25,932,770</u>	<u>36,361,372</u>	<u>16,103,032</u>

ALPHA INSURANCE COMPANY LIMITED  
 NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

	Notes	Six months period ended June 30,		Three months period ended June 30,	
		2024	2023	2024	2023
		(Un-audited)		(Un-audited)	
		----- (Rupees) -----		----- (Rupees) -----	
<b>25 MANAGEMENT EXPENSES</b>					
Employees benefit cost	25.1	48,344,420	30,983,762	26,336,322	18,140,683
Traveling expense		858,358	481,274	426,694	233,018
Advertisement & sales promotion		1,099,139	455,160	494,081	96,200
Printing and stationery		1,026,060	1,381,956	440,152	590,445
Depreciation		2,236,070	2,442,416	711,070	1,219,140
Amortization expense		90,223	90,223	15,223	44,942
Rent, rates and taxes		2,207,418	334,251	-	87,060
Legal and professional charges - business related		5,337,320	2,433,280	2,477,263	580,620
Electricity, gas and water		1,633,953	1,388,342	1,031,681	899,791
Entertainment		1,326,151	641,775	848,099	311,175
Vehicle running expenses		12,259,514	8,638,918	7,431,010	4,398,384
Office repair and maintenance		1,223,542	1,507,742	458,848	501,472
Bank charges		102,726	157,677	44,983	86,397
Postages, telegrams and telephone		1,025,551	820,902	521,946	398,446
Annual supervision fee SECP		236,814	195,240	236,814	-
Bad and doubtful debts		8,692,209	4,020,617	8,692,209	3,790,556
Co-insurance service charges		842,067	953,635	842,067	624,072
Insurance charges		74,150	238,464	74,150	238,464
Miscellaneous		1,695,320	236,435	827,731	838,452
		<u>90,311,005</u>	<u>57,402,069</u>	<u>51,910,343</u>	<u>33,079,317</u>
<b>25.1 Employee benefit cost</b>					
Salaries, allowance and other benefits		46,774,542	30,153,182	24,766,444	17,677,576
Charges for post employment benefit		1,569,878	830,580	1,569,878	463,107
		<u>48,344,420</u>	<u>30,983,762</u>	<u>26,336,322</u>	<u>18,140,683</u>
<b>26 INVESTMENT INCOME</b>					
<b>Income from equity securities - available for sale</b>					
Dividend income		9,527,634	3,841,309	7,673,734	3,594,349
<b>Income from debt securities - held to maturity</b>					
Return on government securities		39,865,316	32,338,067	16,866,952	18,739,686
Amortization of discount on government securities		1,636,876	1,630,445	701,466	834,214
		<u>51,029,826</u>	<u>37,809,821</u>	<u>25,242,152</u>	<u>23,168,249</u>
Total investment income		51,029,826	37,809,821	25,242,152	23,168,249
Less: Reversal / (Impairment) in value of available for sale securities- equity securities		7,101,775	(7,522,025)	14,898,209	(1,263,995)
Net investment income		<u>58,131,601</u>	<u>30,287,796</u>	<u>40,140,361</u>	<u>21,904,254</u>



ALPHA INSURANCE COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

Notes	Six months period ended June 30,		Three months period ended June 30,	
	2024	2023	2024	2023
	(Un-audited)		(Un-audited)	
	----- (Rupees) -----		----- (Rupees) -----	
<b>27 OTHER INCOME</b>				
Income from financial assets				
Return on bank balances	11,121,398	6,579,803	4,317,452	4,089,182
Income from non-financial assets				
Gain on sale of fixed asset	799,999	-	799,999	-
Liability no longer payable	-	-	(6,547,561)	-
	<u>11,921,397</u>	<u>6,579,803</u>	<u>(1,430,110)</u>	<u>4,089,182</u>
<b>28 OTHER EXPENSES</b>				
Auditors' remuneration	484,600	194,400	-	194,400
Directors' Fees	1,115,336	980,000	655,336	800,000
Fees & Subscription	276,421	429,025	-	30,937
	<u>1,876,357</u>	<u>1,603,425</u>	<u>655,336</u>	<u>1,025,337</u>
<b>29 INCOME TAX EXPENSE</b>				
For the period				
- Current	15,858,534	5,884,341	8,579,366	2,947,774
- Deferred tax income	(387,920)	-	(387,920)	-
	<u>15,470,614</u>	<u>5,884,341</u>	<u>8,191,446</u>	<u>2,947,774</u>
<b>30 EARNINGS PER SHARE</b>				
Profit after tax for the period	<u>20,652,976</u>	<u>2,650,987</u>	<u>6,680,387</u>	<u>1,982,285</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 per share (Rupees)	<u>0.41</u>	<u>0.05</u>	<u>0.13</u>	<u>0.04</u>



ALPHA INSURANCE COMPANY LIMITED  
 NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

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 ended June 30,	
	2024	2023
	(Un-audited)	
	----- (Rupees) -----	
<b>Transactions and balances with related parties</b>		
<b>Parent company - State Life Insurance Corporation of Pakistan</b>		
Rent paid	4,009,508	1,934,604
Group Insurance	-	-
<b>Pakistan reinsurance Company Limited - Associate of parent (Common directorship)</b>		
Reinsurance - Net	3,270,163	2,088,660
Employees' funds		
Contribution to provident fund	1,590,986	830,580
<b>Others</b>		
Remuneration to key management personnel	14,299,761	10,476,866
Directors' remuneration	1,800,000	980,000
	June 30, 2024	December 31, 2023
	(Un-audited)	(Audited)
	----- (Rupees) -----	
<b>Balances as at 30 June 2024</b>		
<b>Associate of Parent Company</b>		
Payable from Pakistan Reinsurance Company Limited	(16,128,878)	(12,858,715)
<b>Others</b>		
Due to employees' provident fund	(504,360)	-
Payable to M/s Akhtar & Hassan (Private) Limited.	-	(500,000)

32 MOVEMENT IN INVESTMENTS

	Held to maturity	Available for sale	Total
	----- (Rupees) -----		
At beginning of previous year	491,256,311	191,652,115	682,908,426
Additions	554,633,636	-	554,633,636
Disposals	(750,721,118)	(18,349,065)	(769,070,183)
Fair value net gains	-	(29,007,219)	(29,007,219)
Amortization of premium	3,385,371	-	3,385,371
Impairment losses	-	21,059,343	21,059,343
<b>At end of previous year</b>	<b>298,554,200</b>	<b>165,355,174</b>	<b>463,909,374</b>
<b>At beginning of current period</b>	<b>298,554,200</b>	<b>165,355,174</b>	<b>463,909,374</b>
Additions	331,587,353	-	331,587,353
Disposals	(65,000,000)	-	(65,000,000)
Fair value net gains	-	26,339,917	26,339,917
Amortization of premium	1,636,876	-	1,636,876
Impairment losses	-	7,101,775	7,101,775
<b>At end of current period</b>	<b>566,778,429</b>	<b>198,796,866</b>	<b>765,575,295</b>

**ALPHA INSURANCE COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

**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, 2024 (Un-audited)				Total
	Held for trading	Available-for-sale	Held-to-maturity	Loans and receivables	
	----- (Rupees) -----				
<b>Financial assets measured at fair value</b>					
Investments					
- Investment in equity securities	-	198,796,866	-	-	198,796,866
<b>Financial assets not measured at fair value</b>					
Cash and bank*	-	-	-	80,959,083	80,959,083
Investments					
- Debts securities	-	-	566,778,429	-	566,778,429
Insurance / reinsurance receivables*	-	-	-	209,909,440	209,909,440
Reinsurance recoveries against outstanding claims*	-	-	-	102,488,142	102,488,142
Salvage recoveries accrued	-	-	-	14,000	14,000
Loans and other receivables*	-	-	-	11,231,956	11,231,956
<b>Financial liabilities not measured at fair value</b>					
Outstanding claims including IBNR*	-	-	-	-	(237,334,887)
Reinsurance / Co-Insurance payables*	-	-	-	-	(118,828,317)
Other creditors and accruals*	-	-	-	-	(95,608,837)
	-	198,796,866	566,778,429	404,602,621	718,405,875



**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

	December 31, 2023 (Audited)					
	Held-for- trading	Available-for- sale	Held-to- maturity	Loans and receivables	Other financial liabilities	Total
<b>Financial assets measured at fair value</b>						
Investments						
- Investment in equity securities	-	165,355,174	-	-	-	165,355,174
<b>Financial assets not measured at fair value</b>						
Cash and bank*	-	-	-	315,367,626	-	315,367,626
Investments						
- Debts securities	-	-	298,554,200	-	-	298,554,200
Insurance / reinsurance receivables*	-	-	-	137,546,331	-	137,546,331
Reinsurance recoveries against outstanding claims*	-	-	-	101,275,592	-	101,275,592
Salvage recoveries accrued	-	-	-	-	-	-
Loans and other receivables*	-	-	-	10,512,298	-	10,512,298
<b>Financial liabilities not measured at fair value</b>						
Outstanding claims including IBNR*	-	-	-	-	(216,793,824)	(216,793,824)
Reinsurance / Co-Insurance payables*	-	-	-	-	(92,049,713)	(92,049,713)
Other creditors and accruals*	-	-	-	-	(77,488,261)	(77,488,261)
	-	165,355,174	298,554,200	564,701,847	(386,331,798)	642,279,423

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

34.1 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:

	As at June 30, 2024				As at December 31, 2023		
	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 securities	198,796,866	-	-	165,355,174	165,355,174	-	
<b>Financial assets not measured at fair value</b>							
Held-to-maturity - Government securities	566,778,429	510,458,896	-	298,554,200	-	-	
	<b>765,575,295</b>	<b>198,796,866</b>	<b>-</b>	<b>463,909,374</b>	<b>165,355,174</b>	<b>264,197,169</b>	



ALPHA INSURANCE COMPANY LIMITED  
 NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

35 SEGMENT INFORMATION

The class wise revenues and results are as follows:

	Six Months Period Ended June 30, 2024 (Un-audited)						2024 Aggregate	
	June 30, 2024 (Un-audited)	Fire & property	Marine, aviation & transport	Motor	Accident and Health	Bond		Other classes
<b>Premium receivable</b> (inclusive of federal excise duty, federal insurance fee and administrative surcharge)		97,609,584	57,014,561	44,025,908	46,619,498	1,544,513	37,044,401	283,858,465
Less : Federal excise duty / Sales Tax		4,287,795	4,383,978	3,695,492	-	162,702	1,752,573	14,282,540
Federal insurance fee		303,253	432,131	261,597	461,848	11,008	124,442	1,594,279
Others		6,420	1,790,224	14,285	400	6,300	6,689	1,824,318
<b>Gross written premium</b> (inclusive of administrative surcharge)		<b>93,012,116</b>	<b>50,408,228</b>	<b>40,054,534</b>	<b>46,157,250</b>	<b>1,364,503</b>	<b>35,160,697</b>	<b>266,157,328</b>
Gross direct premium		28,629,847	41,921,928	25,531,006	46,149,250	1,067,739	12,288,046	155,587,816
Facultative inward premium		63,932,725	7,481,683	13,895,355	-	263,861	22,716,814	108,290,438
Administrative surcharge		449,544	1,004,617	628,173	8,000	32,903	155,837	2,279,074
		<b>93,012,116</b>	<b>50,408,228</b>	<b>40,054,534</b>	<b>46,157,250</b>	<b>1,364,503</b>	<b>35,160,697</b>	<b>266,157,328</b>
Insurance premium earned		96,861,954	40,271,934	35,730,809	26,395,397	1,276,333	35,264,772	235,801,199
Reinsurance expense		(23,895,933)	(12,201,706)	(5,804,691)	-	(845,724)	(9,686,163)	(52,434,217)
<b>Net insurance premium</b>		<b>72,966,021</b>	<b>28,070,228</b>	<b>29,926,118</b>	<b>26,395,397</b>	<b>430,609</b>	<b>25,578,609</b>	<b>183,366,982</b>
Net commission income		716,313	342,237	517,191	-	-	78,331	1,654,072
<b>Net Underwriting income</b>		<b>73,682,334</b>	<b>28,412,465</b>	<b>30,443,309</b>	<b>26,395,397</b>	<b>430,609</b>	<b>25,656,940</b>	<b>185,021,054</b>
Insurance claims		(16,196,474)	(27,184,670)	(15,326,662)	(23,153,113)	-	(4,076,962)	(85,937,881)
Insurance claims recovered from reinsurers		2,216,311	7,298,817	3,326,682	-	-	(1,431,995)	11,409,815
<b>Net claims</b>		<b>(13,980,163)</b>	<b>(19,885,853)</b>	<b>(11,999,980)</b>	<b>(23,153,113)</b>	<b>-</b>	<b>(5,508,957)</b>	<b>(74,528,066)</b>
Commission expense		(24,634,120)	(12,088,093)	(4,383,724)	(1,356,351)	(123,756)	(7,811,357)	(50,397,401)
Management expenses		(31,563,700)	(17,104,907)	(13,591,808)	(15,659,930)	(460,574)	(11,930,086)	(90,311,005)
Premium deficiency expense		-	(417,502)	-	(6,140,352)	-	-	(6,557,854)
<b>Net insurance claims and expenses</b>		<b>(70,177,983)</b>	<b>(49,496,355)</b>	<b>(29,975,512)</b>	<b>(46,309,746)</b>	<b>(584,330)</b>	<b>(25,250,400)</b>	<b>(221,794,326)</b>
<b>Underwriting result</b>		<b>3,504,351</b>	<b>(21,083,890)</b>	<b>467,797</b>	<b>(19,914,349)</b>	<b>(153,721)</b>	<b>406,540</b>	<b>(36,773,272)</b>
Investment income								58,131,601
Other income								11,921,397
Other expenses								(1,876,357)
Finance cost,								(1,486,739)
								66,689,902
<b>Results of operating activities</b>								<b>29,916,630</b>

**ALPHA INSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

	Six Months Period Ended June 30, 2024 (Un-audited)						2024 Aggregate	
	June 30, 2024 (Unaudited)	Fire & property	Marine, aviation & transport	Motor	Accident and Health	Bond		Other classes
Segment Assets		63,545,631	34,438,768	27,365,151	31,534,511	932,225	24,021,695	181,837,981
Unallocated Assets		<b>63,545,631</b>	<b>34,438,768</b>	<b>27,365,151</b>	<b>31,534,511</b>	<b>932,225</b>	<b>24,021,695</b>	<b>1,238,508,907</b>
Segment liabilities		114,411,328	62,005,602	49,269,844	56,776,606	1,678,433	43,250,086	327,391,899
Unallocated liabilities		<b>114,411,328</b>	<b>62,005,602</b>	<b>49,269,844</b>	<b>56,776,606</b>	<b>1,678,433</b>	<b>43,250,086</b>	<b>335,461,331</b>
								<b>662,853,230</b>

	Six Months Period Ended June 30, 2023 (Un-audited)						2023 Aggregate
	June 30, 2023	Fire & property	Marine, aviation & transport	Motor	Accident and Health	Bond	

Premium receivable (inclusive of federal excise duty, federal insurance fee and administrative surcharge)	68,714,454	30,606,164	25,257,476	15,960,093	1,123,063	13,726,685	155,387,935
Less : Federal excise duty / Sales Tax	3,586,803	2,691,251	2,830,417	-	126,299	1,146,392	10,381,162
Federal insurance fee	251,559	261,499	202,465	212,262	9,092	79,429	1,016,306
Others	6,525	911,433	12,425	250	3,300	8,610	942,543
<b>Gross written premium (inclusive of administrative surcharge)</b>	<b>64,869,567</b>	<b>26,741,981</b>	<b>22,212,169</b>	<b>15,747,581</b>	<b>984,372</b>	<b>12,492,254</b>	<b>143,047,924</b>
Gross direct premium	24,703,543	25,192,316	19,523,667	21,354,300	889,457	7,788,376	99,451,659
Facultative inward premium	39,713,489	1,013,494	2,108,598	(5,616,719)	75,175	4,555,147	41,849,184
Administrative surcharge	452,535	536,171	579,904	10,000	19,740	148,731	1,747,081
	<b>64,869,567</b>	<b>26,741,981</b>	<b>22,212,169</b>	<b>15,747,581</b>	<b>984,372</b>	<b>12,492,254</b>	<b>143,047,924</b>
Insurance premium earned	72,538,314	15,581,971	24,441,830	3,779,190	675,455	12,627,432	129,644,492
Reinsurance expense	(11,452,597)	(8,090,469)	(3,144,855)	-	(1,098,331)	(7,251,352)	(31,037,604)
<b>Net insurance premium</b>	<b>61,085,717</b>	<b>7,491,502</b>	<b>21,296,975</b>	<b>3,779,190</b>	<b>(422,876)</b>	<b>5,376,080</b>	<b>98,606,888</b>
Net commission income	200,382	-	159,509	-	31,694	75,252	466,837
<b>Net Underwriting income</b>	<b>61,286,099</b>	<b>7,491,502</b>	<b>21,456,484</b>	<b>3,779,190</b>	<b>(391,182)</b>	<b>5,451,332</b>	<b>99,073,725</b>
Insurance claims	(32,276,802)	(4,523,722)	(5,886,939)	(6,347,584)	-	(5,363,810)	(54,398,857)
Insurance claims recovered from reinsurers	12,015,548	261,473	716,869	-	-	40,000	13,033,890
<b>Net claims</b>	<b>(20,261,254)</b>	<b>(4,262,249)</b>	<b>(5,170,070)</b>	<b>(6,347,584)</b>	<b>-</b>	<b>(5,323,810)</b>	<b>(41,364,967)</b>
<i>balance carried forward</i>	41,024,845	3,229,253	16,286,414	(2,568,014)	(391,182)	127,522	57,708,758





ALPHA INSURANCE COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

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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 26-11-2024 by the Board of Directors of the Company.

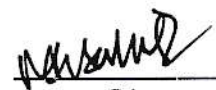
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Chief Executive Officer



Director



Director



Chairman





Auditor's review report and financial statements  
**Alpha Insurance Company Limited**  
**Window Takaful Operations**  
For the six months ended June 30, 2024



Grant Thornton Anjum Rahman  
Chartered Accountants



**IN SAFE HANDS, ALWAYS**

**INDEPENDENT AUDITOR'S REVIEW REPORT****To the members of Alpha Insurance Company Limited –  
Window Takaful Operation****Report on review of Condensed Interim Financial Statements**

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**Grant Thornton Anjum  
Rahman**1st & 3rd Floor,  
Modern Motors House,  
Beaumont Road,  
Karachi, Pakistan.

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**Introduction**

We have reviewed the accompanying condensed interim statement of financial position of **Alpha Insurance Company Limited- Window Takaful Operation** as at **June 30, 2024** and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement 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, 2024 and June 30, 2023 have not been reviewed, as we are required to review only the cumulative figures for the six-months period ended June 30, 2024.





**Grant Thornton**

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

*Muhammad Khalid Aziz*  
Chartered Accountants

Karachi

Date: December 09, 2024

UDIN: RR202410154RFgQIEfWv

Financial Statements  
Alpha Insurance Company Limited-  
Window Takaful Operations  
For the six months ended June 30, 2024



ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT JUNE 30, 2024

	Notes	Operator's Fund		Participant's Fund	
		June 30, 2024 (Unaudited)	December 31, 2023 (Audited)	June 30, 2024 (Unaudited)	December 31, 2023 (Audited)
----- (Rupees) -----					
<b>ASSETS</b>					
Investments					
Debt securities	7	-	25,000,000	-	-
Takaful / retakaful receivables	8	-	-	13,099,972	9,428,336
Deferred Wakala expense		-	-	7,928,201	5,406,246
Deferred commission expense	17	3,330,603	2,823,772	-	-
Receivable from OPF/PTF	9	20,693,632	10,709,827	-	-
Advance and other receivables		1,494,705	1,095,865	88,000	-
Taxation - payments less provision		-	22,018	281,303	58,252
Prepayments	10	-	-	14,276,755	10,630,110
Cash and bank	11	50,005,330	25,545,371	29,194,606	9,533,696
<b>Total Assets</b>		<b>75,524,270</b>	<b>65,196,853</b>	<b>64,868,837</b>	<b>35,056,640</b>

**EQUITY AND LIABILITIES**

**Capital and reserve attributable to:  
Operator's Fund (OPF)**

Statutory fund	50,000,000	50,000,000	-	-
Retained earnings	7,290,169	2,883,227	-	-
<b>Total Shareholders Equity</b>	<b>57,290,169</b>	<b>52,883,227</b>	<b>-</b>	<b>-</b>

**Participants' Takaful Fund (PTF)**

Seed money	-	-	500,000	500,000
Accumulated deficit	-	-	(4,176,126)	(2,474,275)
<b>Total Participants' Takaful Fund Equity</b>	<b>-</b>	<b>-</b>	<b>(3,676,126)</b>	<b>(1,974,275)</b>

**Liabilities**

**PTF Underwriting Provisions**

Outstanding claims including IBNR	16	-	-	4,707,820	490,482
Unearned contribution reserve	14	-	-	22,690,469	15,584,797
Reserve for unearned retakaful rebate	15	-	-	419,113	372,110
Unearned wakala fee		7,928,201	5,406,246	-	-
Takaful / retakaful payables	12	-	-	12,137,460	4,649,812
Other creditors and accruals	13	9,507,756	6,907,380	7,337,591	4,847,570
Taxation - payments less provision		798,144	-	-	-
Payable to OPF/PTF		-	-	20,693,632	10,709,827
Contribution received in advance		-	-	558,878	376,317
<b>Total liabilities</b>		<b>18,234,101</b>	<b>12,313,626</b>	<b>68,544,963</b>	<b>37,030,915</b>
<b>Total equity and liabilities</b>		<b>75,524,270</b>	<b>65,196,853</b>	<b>64,868,837</b>	<b>35,056,640</b>

**Contingencies and commitments**

22

The annexed notes 1 to 28 form an integral part of these condensed interim financial statements.

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

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Chairman



ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
 CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)  
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

	Notes	Six months period ended		Three months period ended	
		June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)
------(Rupees)-----					
<b>Participant's Fund</b>					
Contributions earned		11,098,231	1,279,798	7,314,949	1,279,798
Less: Contributions ceded to retakaful		(7,454,555)	(2,534,296)	(4,047,249)	(1,804,266)
Net contributions revenue	14	3,643,676	(1,254,498)	3,267,700	(524,468)
Retakaful rebate earned	15	262,760	1,200	145,860	1,200
Net underwriting income		3,906,436	(1,253,298)	3,413,560	(523,268)
Net claims - reported / settled	16	(6,332,600)	(10,000)	(4,258,349)	(10,000)
Other direct expenses		(193,179)	(6,307)	(121,065)	(6,307)
		(6,525,779)	(16,307)	(4,379,414)	(16,307)
Deficit before investment income		(2,619,343)	(1,269,605)	(965,854)	(539,575)
Other income	20	1,310,704	14,827	1,061,334	14,827
Less: Mudarib's share of investment		(393,212)	-	(318,401)	-
Deficit transferred to accumulated deficit		(1,701,851)	(1,254,778)	(222,921)	(524,748)
Taxation		-	-	-	-
Deficit for the period		(1,701,851)	(1,254,778)	(222,921)	(524,748)
<b>Operator's Fund</b>					
Wakala fee	18	5,922,171	71,100	3,885,019	71,100
Commission expense	17	(2,863,080)	(214,525)	(1,816,330)	(214,525)
General administrative and management expenses		(1,368,000)	(2,078,834)	(355,500)	(1,568,078)
		1,691,091	(2,222,259)	1,713,189	(1,711,503)
Mudarib's share of PTF investment		393,212	-	318,401	-
Investment income	19	2,663,527	1,091,610	1,181,127	1,091,610
Other income	20	1,791,277	1,916,712	772,438	940,450
Ceded money expense		-	(500,000)	-	-
Other expenses	21	(332,147)	(140,429)	(169,647)	(140,429)
Profit before taxation		6,206,960	145,634	3,815,507	180,128
Taxation		(1,800,018)	(42,234)	(1,106,497)	-
Profit after taxation		4,406,942	103,400	2,709,010	180,128

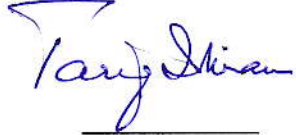
The annexed notes 1 to 28 form an integral part of these condensed interim financial statements.

ATTN

  
 Chief Executive Officer

  
 Director

  
 Director

  
 Chairman






ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
 CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

	Six Months ended		Three Months ended	
	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)
------(Rupees)-----				
<b>Participant's Takaful Fund</b>				
Deficit for the period	(1,701,851)	(1,254,778)	(222,921)	(524,748)
Other comprehensive income	-	-	-	-
<b>Total comprehensive loss for the period</b>	<b>(1,701,851)</b>	<b>(1,254,778)</b>	<b>(222,921)</b>	<b>(524,748)</b>
<b>Operator's Fund</b>				
Profit after tax for the period	4,406,942	103,400	2,709,010	180,128
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>4,406,942</b>	<b>103,400</b>	<b>2,709,010</b>	<b>180,128</b>

The annexed notes 1 to 28 form an integral part of these condensed interim financial statements.

*ETAH*

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

  
 \_\_\_\_\_  
 Director

  
 \_\_\_\_\_  
 Director

  
 \_\_\_\_\_  
 Chairman



ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
 CONDENSED INTERIM STATEMENT OF CHANGES IN FUNDS  
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024


	Operator's Fund		
	Statutory Fund	Retained Earnings / (Accumulated Deficit)	Total
	----- (Rupees) -----		
Balance as at January 01, 2023	-	-	-
Contribution to the operator funds	50,000,000	-	50,000,000
Profit for the period	-	103,400	103,400
Other comprehensive income	-	-	-
Balance as at June 30, 2023	<u>50,000,000</u>	<u>103,400</u>	<u>50,103,400</u>
<b>Balance as at January 01, 2024</b>	<b>50,000,000</b>	<b>2,883,227</b>	<b>52,883,227</b>
Contribution to the operator funds	-	-	-
Profit for the period	-	4,406,942	4,406,942
Other comprehensive income	-	-	-
Balance as at June 30, 2024	<u>50,000,000</u>	<u>7,290,169</u>	<u>57,290,169</u>

	Attributable to participants of the PTF		
	Seed money	Accumulated Deficit	Total
	----- (Rupees) -----		
Balance as at January 01, 2023	-	-	-
Addition during the year	500,000	-	500,000
Deficit for the period	-	(1,254,778)	(1,254,778)
Other comprehensive income	-	-	-
Balance as at June 30, 2023	<u>500,000</u>	<u>(1,254,778)</u>	<u>(754,778)</u>
<b>Balance as at January 01, 2024</b>	<b>500,000</b>	<b>(2,474,275)</b>	<b>(1,974,275)</b>
Deficit for the period	-	(1,701,851)	(1,701,851)
Other comprehensive income	-	-	-
Balance as at June 30, 2024	<u>500,000</u>	<u>(4,176,126)</u>	<u>(3,676,126)</u>

The annexed notes 1 to 28 form an integral part of these condensed interim financial statements.

CITAH

  
 Chief Executive Officer

  
 Director

  
 Director

  
 Chairman






ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
 CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)  
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

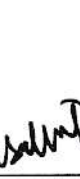
	Operator's Fund		Participant's Fund	
	30th June		30th June	
Note	2024	2023	2024	2023
	------(Rupees)-----			
<b>Operating Cash flows</b>				
<b>(a) Takaful activities</b>				
Contribution received	-	-	20,636,998	3,020,789
Retakaful contribution paid	-	-	(3,613,551)	(9,603)
Claims paid	-	-	(2,115,262)	-
Re-takaful rebate received	-	-	309,763	9,603
Net cash flow from takaful activities	-	-	15,217,948	3,020,789
<b>(b) Other operating activities</b>				
Income tax paid	(979,857)	(287,506)	(223,052)	(2,224)
Commission paid	(1,267,353)	-	-	-
Ceded money expense	-	(500,000)	-	-
Other operating payments	(2,747,635)	(29)	3,355,310	706,035
Net cash flow (used in) / generated from other operating activities	(4,994,845)	(787,535)	3,132,258	703,811
<b>Total cash flow (used in) / generated from all operating activities</b>	<b>(4,994,845)</b>	<b>(787,535)</b>	<b>18,350,206</b>	<b>3,724,600</b>
<b>(c) Investment activities</b>				
Profit / return received	4,454,804	1,916,712	1,310,704	14,827
Payments for investments	25,000,000	(25,000,000)	-	-
<b>Total cash flow generated from / (used in) investing activities</b>	<b>29,454,804</b>	<b>(23,083,288)</b>	<b>1,310,704</b>	<b>14,827</b>
<b>(d) Financing activities</b>				
Contribution to the operator funds	-	50,000,000	-	-
Ceded money received	-	-	-	500,000
<b>Total cash flows generated from financing activities</b>	<b>-</b>	<b>50,000,000</b>	<b>-</b>	<b>500,000</b>
<b>Net cash flow from all activities</b>	<b>24,459,959</b>	<b>26,129,177</b>	<b>19,660,910</b>	<b>4,239,427</b>
Cash and cash equivalents at beginning of year	25,545,371	-	9,533,696	-
<b>Cash and cash equivalents at end of period</b>	<b>50,005,330</b>	<b>26,129,177</b>	<b>29,194,606</b>	<b>4,239,427</b>
<b>Reconciliation to profit and loss account</b>				
Operating cash flows	(4,994,845)	(787,535)	18,350,206	3,724,600
Profit / return received	1,791,277	1,916,712	1,310,704	14,827
Investment income	2,663,527	1,091,610	-	-
Increase in assets other than cash	10,867,458	2,209,979	9,928,235	7,775,738
Increase in liabilities	(5,920,475)	(4,327,366)	(31,290,996)	(12,769,943)
<b>Profit / (deficit) after taxation</b>	<b>4,406,942</b>	<b>103,400</b>	<b>(1,701,851)</b>	<b>(1,254,778)</b>
<b>Attributed to:</b>				
Operator's Fund	4,406,942	103,400	-	-
Participants' Takaful Fund	-	-	(1,701,851)	(1,254,778)
	<b>4,406,942</b>	<b>103,400</b>	<b>(1,701,851)</b>	<b>(1,254,778)</b>

The annexed notes 1 to 28 form an integral part of these condensed interim financial statements.

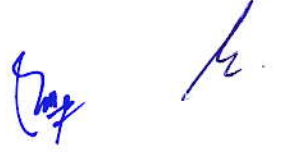
Final

  
 Chief Executive Officer

  
 Director

  
 Director

  
 Chairman



## 1 LEGAL STATUS AND NATURE OF BUSINESS

Alpha Insurance Company Limited (the Operator) has been authorized to undertake Window Takaful Operations (WTO) on November 21, 2022 by Securities and Exchange Commission of Pakistan (SECP) under SECP Takaful Rules, 2012 to carry on General Window Takaful Operations in Pakistan. The registered office of the Operator is situated at 4th Floor, Building # 1-B, State Life Square, I. I. Chundrigar Road, Karachi.

For the purpose of carrying on the takaful business, the Operator has formed a Waqf (Participants' Takaful Fund (PTF) on January 11, 2023 under the Waqf Deed with a Seed money of Rs. 500,000. The Waqf Deed and PTF Policies (Waqf Rules) govern the relationship of Operator, Waqf and Participants for management of takaful operations, investment of Waqf and Operator's Fund as approved by the Shariah Advisor of the Operator. The accounts of the Waqf are maintained by the Operator in a manner that the assets and liabilities of Waqf remain separately identifiable. The financial statements of the Operator are prepared in such a manner that the financial position and results from the operations of Waqf and the Operator are shown separately.

## 2 BASIS OF PRESENTATION AND STATEMENT OF COMPLIANCE

The Securities and Exchange Commission of Pakistan ("SECP") vide its S.R.O 1416(I)/2019 dated November 20, 2019 has prescribed format of the presentation of published financial statements for general takaful operator for takaful business. These condensed interim financial statements have been prepared in accordance with the format as prescribed by the SECP.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting' as applicable in Pakistan, provision of and directives issued under the Companies Act 2017, Insurance Ordinance 2000, Insurance Rules 2017, Takaful Rules 2012 and General Takaful Accounting Regulations 2019. In case requirements differ, the provisions or directives of the Companies Act 2017, Insurance Ordinance 2000, Insurance Rules 2017 and Takaful Rules 2012 and General Takaful Accounting Regulations 2019 shall prevail.

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

These financial statements have been prepared in line with the format issued by Securities and Exchange Commission of Pakistan (SECP) through General Takaful Accounting Regulations 2019.

This condensed interim financial statements does not include all the information and disclosures required in the annual financial statements. These financial statements is being prepared for the first time, hence do not contains comparative information. Further, all the information and disclosures will be provided in the annual financial statements for the year ended December 31, 2023.

### 2.1 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 amortised cost as applicable. These condensed interim financial statements has been prepared using the accrual basis of accounting.

### 2.2 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 Operator operates. These condensed interim financial statements is presented in Pakistani rupees, which is the Operator's functional and presentation currency.



**ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

**3 Standards, interpretations and amendments effective during the current period**

There are certain new and amended standards, interpretations and amendments that are mandatory for the Operator's accounting periods beginning on or after 01 January 2024 but are considered not to be relevant or do not have any significant effect on the Operator's operation and therefore not detailed in these condensed interim financial statements.

**3.1 Standards, interpretations and amendments to approved accounting standards that are not yet effective**

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

<b>Amendments</b>	<b>Effective date (annual periods beginning on or after)</b>
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
Lack of Exchangeability - Amendment to IAS 21	01 January 2025

Pursuant to the requirements of Securities and Exchange Commission of Pakistan SRO 1715 (I)/2023 dated 21 November 2023 IFRS 17 "Insurance Contracts", is applicable to the companies engaged in insurance/takaful and re-insurance / re-takaful business from financial years commencing on or after 01 January 2026.

IFRS 17, replaces IFRS 4 Insurance Contracts. The new standard will apply to all entities that issue insurance and reinsurance contracts, and to all entities that hold reinsurance contracts. This standard requires entities to identify contracts and its terms and to assess whether they meet the definition of an insurance contract or includes components of an insurance contract. Insurance contracts are required to account for under the recognition/ derecognition of IFRS 17. Companies subject to the requirement of SRO will also be required to adopt requirements of IFRS 9 from the date of transition. On initial application of IFRS 17, comparative information for insurance contracts is restated in accordance with IFRS 17, whereas comparative information for related financial assets might not be restated in accordance with IFRS 9 if the insurer is initially applying IFRS 9 at the same date as IFRS 17.

SECP through its S.R.O.506(I)/2024 has directed that the applicability period of optional temporary exemption from applying IFRS 9 - Financial Instrument as given in para 20A of IFRS 4 - Insurance Contracts is extended for annual periods beginning before 01 January 2026, subject to fulfilling the same conditions as are prescribed by para 20B of IFRS 4.

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

<b>Standards</b>	<b>Effective date (annual periods beginning on or after)</b>
IFRS 1 First-time Adoption of International Financial Reporting Standards	01 January 2024

**ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

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**4. SUMMARY OF MATERIAL 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, 2023.

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, 2023.

**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, 2023.



ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAF  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

		June 30, 2024 (Unaudited)			December 31, 2023 (audited)		
		Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
7	INVESTMENTS	(Rupees)			(Rupees)		
	INVESTMENT IN DEBT SECURITIES - HELD TO MATURITY						
	OPF						
	- Sukuk certificates	7.1	-	-	25,000,000	-	25,000,000
			-	-	25,000,000	-	25,000,000

7.1 Sukuk certificates having face value of Rs. Nil (2023: Rs. 25 million). These carry profit of Nil (2023: 21.25% per annum) and matured in April, 2024.

	Note	Operator's Fund	Participant's Takaful Fund	Operator's Fund	Participant's Takaful Fund
		June 30, 2024	June 30, 2024	December 31, 2023	December 31, 2023
		(audited)		(Unaudited)	
8	TAKAFUL / RETAKAFUL RECEIVABLES	(Rupees)			
	Unsecured and considered good				
	Due from takaful participants holders	-	6,659,343	-	4,608,601
	Due from other takaful / retakaful operators	-	6,440,629	-	4,819,735
		-	13,099,972	-	9,428,336
9	RECEIVABLE FROM PTF				
	Wakala fee	17,185,751	-	8,625,121	-
	Mudarib	393,212	-	116,504	-
	Inter fund receivable	3,114,669	-	1,968,202	-
		20,693,632	-	10,709,827	-

10	PREPAYMENTS				
	Prepaid retakaful contribution ceded	-	14,276,755	-	10,630,110

11	CASH AND BANK				
	Cash and cash equivalent				
	Cash at bank				
	Profit and loss account	11.1	50,005,330	29,194,606	25,545,371
					9,533,696

11.1 The rate of return on profit and loss sharing accounts held with Islamic banks during the period range from 13.00% to 16.00% per annum (2023: 11.01% to 15.75% per annum).

ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

	Operator's Takaful Fund	Participant's Takaful Fund	Operator's Takaful Fund	Participant's Takaful Fund
	June 30, 2024	June 30, 2024	December 31, 2023	December 31, 2023
	(Unaudited)	(Unaudited)	(Audited)	(Audited)
	------(Rupees)-----		------(Rupees)-----	
<b>12. TAKAFUL / RETAKAFUL PAYABLES</b>				
Due to takaful/retakaful payables	-	12,137,460	-	4,649,812
<b>13. OTHER CREDITORS AND ACCRUALS</b>				
Commission payable	4,766,712	-	2,664,154	-
Payable to Alpha Insurance Company Limited	1,279,480	1,801,725	3,166,670	-
Federal takaful fee	-	429,743	-	219,971
Sales tax on services	-	5,007,897	-	2,653,293
Withholding tax payable	1,119,048	84,247	566,956	-
Accrued expenses	2,010,306	-	509,600	1,974,306
Auditor's fee	325,000	-	-	-
Others	7,210	13,979	-	-
	<u>9,507,756</u>	<u>7,337,591</u>	<u>6,907,380</u>	<u>4,847,570</u>
		<b>Participant's Takaful Fund</b>		
	Six months ended June 30, 2024	Six months ended June 30, 2023	Three months ended June 30, 2024	Three months ended June 30, 2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	------(Rupees)-----		------(Rupees)-----	
<b>14. NET CONTRIBUTION</b>				
Written gross contribution	24,126,074	4,832,027	15,503,596	4,832,027
Less: Wakala fee	(5,922,171)	(71,100)	(3,885,019)	(71,100)
<b>Contribution Net of Wakala Fee</b>	<u>18,203,903</u>	<u>4,760,927</u>	<u>11,618,577</u>	<u>4,760,927</u>
Add: Unearned contribution reserve opening	15,584,797	-	18,386,841	-
Less: Unearned contribution reserve closing	(22,690,469)	(3,481,129)	(22,690,469)	(3,481,129)
<b>Contribution earned</b>	<u>11,098,231</u>	<u>1,279,798</u>	<u>7,314,949</u>	<u>1,279,798</u>
Less: Retakaful contribution ceded	11,101,199	7,023,216	5,862,653	3,539,046
Add: Prepaid retakaful contribution opening	10,630,111	-	12,461,351	2,754,140
Less: Prepaid retakaful contribution closing	(14,276,755)	(4,488,920)	(14,276,755)	(4,488,920)
<b>Retakaful expense</b>	<u>7,454,555</u>	<u>2,534,296</u>	<u>4,047,249</u>	<u>1,804,266</u>
<b>Net contribution</b>	<u>3,643,676</u>	<u>(1,254,498)</u>	<u>3,267,700</u>	<u>(524,468)</u>
<b>15. RETAKAFUL REBATE EARNED</b>				
Retakaful rebate received or recoverable	309,763	9,603	183,314	9,603
Add: Unearned retakaful rebate opening	372,110	-	381,659	-
Less: Unearned retakaful rebate closing	(419,113)	(8,403)	(419,113)	(8,403)
	<u>262,760</u>	<u>1,200</u>	<u>145,860</u>	<u>1,200</u>



ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

	Participant's Takaful Fund			
	Six months ended June 30, 2024 (Unaudited) ------(Rupees)-----	Six months ended June 30, 2023 (Unaudited) ------(Rupees)-----	Three months ended June 30, 2024 (Unaudited) ------(Rupees)-----	Three months ended June 30, 2023 (Unaudited) ------(Rupees)-----
<b>16. TAKAFUL BENEFITS / CLAIMS EXPENSE</b>				
Benefits / Claims paid or payable	(2,829,893)	-	(2,338,181)	-
Less: Outstanding claims including IBNR opening	490,482	-	2,073,021	-
Add: Outstanding claims including IBNR closing	(4,707,820)	(10,000)	(4,707,820)	(10,000)
Benefits / Claims expense	<u>(7,047,231)</u>	<u>(10,000)</u>	<u>(4,972,980)</u>	<u>(10,000)</u>
<b>Less: Retakaful and other recoveries received</b>	-	-	-	-
Less: Retakaful recoveries against outstanding claims - opening	-	-	-	-
Add: Retakaful recoveries against outstanding claims - closing	(714,631)	-	(714,631)	-
Retakaful and other recoveries revenue	<u>(714,631)</u>	<u>-</u>	<u>(714,631)</u>	<u>-</u>
<b>Net Takaful / Claim Expense</b>	<u><u>(6,332,600)</u></u>	<u><u>(10,000)</u></u>	<u><u>(4,258,349)</u></u>	<u><u>(10,000)</u></u>
<b>17. COMMISSION EXPENSE - OPF</b>				
Commission paid or payable	3,369,911	634,776	1,866,665	634,776
Add: Deferred commission expense opening	2,823,772	-	3,280,268	-
Less: Deferred commission expense closing	(3,330,603)	(420,251)	(3,330,603)	(420,251)
Commission expense	<u>2,863,080</u>	<u>214,525</u>	<u>1,816,330</u>	<u>214,525</u>
<b>18. WAKALA FEE</b>				
Gross Wakala Fee	8,444,126	-	5,426,259	-
Add: Deferred commission expense opening	5,406,246	-	-	-
Less: Deferred commission expense closing	(7,928,201)	-	(1,541,240)	-
<b>Net wakala fee</b>	<u>5,922,171</u>	<u>-</u>	<u>3,885,019</u>	<u>-</u>
<b>19. INVESTMENT INCOME</b>				
<b>OPF</b>				
Income from debt securities				
Sukuk certificates	<u>2,663,527</u>	<u>1,091,610</u>	<u>1,181,127</u>	<u>1,091,610</u>
<b>20. OTHER INCOME</b>				
<b>OPF</b>				
Profit on bank deposits	1,791,277	1,916,712	772,438	940,450
<b>PTF</b>				
Profit on bank deposits	1,310,704	14,827	1,061,334	14,827
	<u>3,101,981</u>	<u>1,931,539</u>	<u>1,833,772</u>	<u>955,277</u>
<b>21. OTHER EXPENSES-OPF</b>				
Bank Charges	7,147	29	7,147	29
Auditors' remuneration	325,000	140,400	162,500	140,400
	<u>332,147</u>	<u>140,429</u>	<u>169,647</u>	<u>140,429</u>

**ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

**22. CONTINGENCIES AND COMMITMENTS**

There are no contingencies and commitments as at June 30, 2024 and December 31, 2023.

**23. 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 and key management personnel. The transactions with related parties other than those disclosed elsewhere in the condensed interim financial statements are as follows:

	<u>Six Months Period ended June 30, 2024 (Un-audited)</u>	<u>Six Months Period ended June 30, 2023 (Un-audited)</u>
	----- (Rupees) -----	
<b>Transactions and balances with related parties</b>		
<b>Alpha Insurance Company Limited</b>		
Statutory funds received-OPF	50,000,000	2,369,236
Insurance stamps-PTF	21,810	2,369,236
<b>Pakistan Reinsurance Company Limited-Associate of parent</b>		
Reinsurance-Net	-	4,738,472
<b>Other Related parties</b>		
Amount received from Alpha Insurance Company Limited	-	1,582,434
	<u>June 30, 2024 (Un-audited)</u>	<u>December 31, 2023 (Audited)</u>
	----- (Rupees) -----	
<b>Balances as at reporting date</b>		
<b>Alpha Insurance Company Limited</b>		
Payable to Alpha Insurance Company Limited-OPF	1,279,480	3,166,670



**ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

**24 FAIR VALUE OF FINANCIAL INSTRUMENTS**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value.

The following table shows financial instruments recognized at fair value, analysed between those whose fairvalue is based on:

Level 1: quoted prices in the active market for identical assets or liabilities;

Level 2: those involving inputs other than quoted prices include in level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3: those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).

**PARTICIPANTS' TAKAFUL FUND**

	As on June 30, 2024 (Unaudited)							
	Held to maturity	Loans and receivables	Other financial assets	Financial liabilities	Total	Fair value measurement using		
						Level 1	Level 2	Level 3
<b>Financial assets measured at fair value</b>								
Takaful / retakaful recoveries	-	13,099,972	-	-	13,099,972	-	-	-
Advance and other receivables	-	88,000	-	-	88,000	-	-	-
Cash and bank balances	-	-	29,194,606	-	29,194,606	-	-	-
	-	13,187,972	29,194,606	-	42,294,578	-	-	-
<b>Financial liabilities not measured at fair value</b>								
Payable to OPF	-	-	-	20,693,632	20,693,632	-	-	-
Outstanding claims including IBNR	-	-	-	4,707,820	4,707,820	-	-	-
Takaful / retakaful payables	-	-	-	12,137,460	12,137,460	-	-	-
Other creditors and accruals	-	-	-	7,337,591	7,337,591	-	-	-
	-	-	-	44,876,503	44,876,503	-	-	-

**OPERATOR'S FUND**

	As on June 30, 2024 (Unaudited)							
	Held to maturity	Loans and receivables	Other financial assets	Financial liabilities	Total	Fair value measurement using		
						Level 1	Level 2	Level 3
<b>Financial assets measured at fair value</b>								
Investments	-	-	-	-	-	-	-	-
Advance and other receivables	-	1,494,705	-	-	1,494,705	-	-	-
Receivable from PTIF	-	20,693,632	-	-	20,693,632	-	-	-
Cash and bank balances	-	-	50,005,330	-	50,005,330	-	-	-
	-	22,188,337	50,005,330	-	72,193,667	-	-	-
<b>Financial liabilities not measured at fair value</b>								
Other creditors and accruals	-	-	-	9,507,756	9,507,756	-	-	-
	-	-	-	9,507,756	9,507,756	-	-	-

**ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

As on December 31, 2023 - (Audited)									
PARTICIPANTS' TAKAFUL FUND									
	Held to maturity	Loans and receivables	Other financial assets	Financial liabilities	Total	Fair value measurement using			
						Level 1	Level 2	Level 3	
(Rupees)									
<b>Financial assets measured at fair value</b>									
Takaful / retakaful recoveries	-	9,428,336	-	-	9,428,336	-	-	-	-
cash and bank balances	-	-	9,533,696	-	9,533,696	-	-	-	-
	-	9,428,336	9,533,696	-	18,962,032	-	-	-	-
<b>Financial liabilities not measured at fair value</b>									
Payable to OPF	-	-	-	10,709,827	10,709,827	-	-	-	-
Outstanding claims including IBNR	-	-	-	490,482	490,482	-	-	-	-
Takaful / retakaful payables	-	-	-	4,649,812	4,649,812	-	-	-	-
Other creditors and accruals	-	-	-	4,847,570	4,847,570	-	-	-	-
	-	-	-	20,697,691	20,697,691	-	-	-	-

As on December 31, 2023 - (Audited)									
OPERATOR'S FUND									
	Held to maturity	Loans and receivables	Other financial assets	Financial liabilities	Total	Fair value measurement using			
						Level 1	Level 2	Level 3	
(Rupees)									
<b>Financial assets measured at fair value</b>									
Investments	25,000,000	-	-	-	25,000,000	-	25,000,000	-	-
Other receivables	-	1,095,865	-	-	1,095,865	-	-	-	-
Receivable from PTF	-	10,709,827	-	-	10,709,827	-	-	-	-
Cash and bank balances	-	-	25,545,371	-	25,545,371	-	-	-	-
	25,000,000	11,805,692	25,545,371	-	62,351,063	-	25,000,000	-	-
<b>Financial liabilities not measured at fair value</b>									
Other creditors and accruals	-	-	-	6,907,380	6,907,380	-	-	-	-
	-	-	-	6,907,380	6,907,380	-	-	-	-



ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
 NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

26 SEGMENT INFORMATION

26.1 Participants' Takaful Fund

Six Months ended June 30, 2024 (Unaudited)

	Fire & property	Marine, aviation & transport	Motor	Other classes	Aggregate
Contribution receivable (inclusive of federal excise duty and administrative surcharge)	3,284,652	4,083,231	14,162,442	5,383,602	26,913,927
Less:					
Federal Excise duty	(277,233)	(355,091)	(1,393,952)	(166,635)	(2,192,911)
Federal insurance fee	(21,197)	(31,073)	(105,851)	(51,651)	(209,772)
Others	(650)	(378,570)	(5,600)	(350)	(385,170)
	<b>2,985,572</b>	<b>3,318,497</b>	<b>12,657,039</b>	<b>5,164,966</b>	<b>24,126,074</b>
<b>Gross contributions</b> (inclusive of administrative surcharge)					
Wakala fee	(714,198)	(1,037,726)	(2,980,611)	(1,189,636)	(5,922,171)
Contribution earned	2,044,007	2,564,267	8,802,973	3,609,155	17,020,402
Takaful contribution ceded to retakaful operators	(893,217)	(1,025,360)	(3,910,814)	(1,625,164)	(7,454,555)
<b>Net Contribution</b>	<b>436,592</b>	<b>501,181</b>	<b>1,911,548</b>	<b>794,355</b>	<b>3,643,676</b>
Rebate from retakaful	31,484	36,142	137,849	57,285	262,760
<b>Net Underwriting (Expense)/Income</b>	<b>468,076</b>	<b>537,323</b>	<b>2,049,397</b>	<b>851,640</b>	<b>3,906,436</b>
Takaful claims	(113,068)	(1,310,000)	(5,564,838)	(59,325)	(7,047,231)
Takaful claims recovered from retakaful operator	-	-	714,631	-	714,631
<b>Net claims</b>	<b>(113,068)</b>	<b>(1,310,000)</b>	<b>(4,850,207)</b>	<b>(59,325)</b>	<b>(6,332,600)</b>
Other direct expense	(23,147)	(26,571)	(101,346)	(42,115)	(193,179)
<b>Net takaful claims &amp; expenses</b>	<b>(136,215)</b>	<b>(1,336,571)</b>	<b>(4,951,553)</b>	<b>(101,440)</b>	<b>(6,525,779)</b>
<b>Underwriting results</b>	<b>331,861</b>	<b>(799,248)</b>	<b>(2,902,156)</b>	<b>750,200</b>	<b>(2,619,343)</b>
Other income					1,310,704
Less: Mudarib's share of investment					(393,212)
<b>Deficit transferred</b>					<b>917,492</b>
					<b>(1,701,851)</b>

**ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

June 30, 2024 (Unaudited)	Fire & property	Marine, aviation & transport	Motor	Other classes	Aggregate
Corporate segment assets	5,674,066	6,513,490	24,843,023	10,323,672	47,354,251
Corporate unallocated assets	<b>5,674,066</b>	<b>6,513,490</b>	<b>24,843,023</b>	<b>10,323,672</b>	<b>17,514,586</b>
Corporate segment liabilities	4,681,509	5,374,093	20,497,263	8,517,765	39,070,630
Corporate unallocated liabilities	<b>4,681,509</b>	<b>5,374,093</b>	<b>20,497,263</b>	<b>8,517,765</b>	<b>29,474,333</b>
	<b>4,681,509</b>	<b>5,374,093</b>	<b>20,497,263</b>	<b>8,517,765</b>	<b>68,544,963</b>

**26.2 Participants' Takaful Fund**

Six Months ended June 30, 2023 (Unaudited)

	Fire & property	Marine, aviation & transport	Motor	Other classes	Aggregate
Gross contributions (inclusive of administrative surcharge)					
Wakala fee	(25,082)	(8,997)	(36,862)	(159)	(71,100)
Contribution earned	700,972	(1,432)	574,466	5,792	1,279,798
Takaful contribution ceded to retakaful operators	(654,458)	(1,178,028)	(265,608)	(436,202)	(2,534,296)
Net Contribution	21,432	(1,188,457)	271,996	(430,569)	(1,325,598)
Rebate from retakaful	-	-	1,200	-	1,200
Net revenue	46,514	(1,179,460)	310,058	(430,410)	(1,253,298)
Takaful claims	-	-	(10,000)	-	(10,000)
Takaful claims recovered from retakaful operator	-	-	-	-	-
Net claims	-	-	(10,000)	-	(10,000)
Other direct expense	(2,270)	(211)	(3,811)	(15)	(6,307)
Net takaful claims & expenses	(2,270)	(211)	(13,811)	(15)	(16,307)
Deficit before investment	44,244	(1,179,671)	296,247	(430,425)	(1,269,605)
Other income					14,827
Less: Mudarib's share of investment					-
Deficit transferred					<b>(1,254,778)</b>

(Rupees)



**ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

	December, 2023 (Audited)				
	Fire & property	Marine, aviation & transport	Motor	Other classes	Aggregate
Corporate segment assets	8,707,323	2,728,079	11,792,556	2,236,733	25,464,691
Corporate unallocated assets	8,707,323	2,728,079	11,792,556	2,236,733	9,591,949
					<u>35,056,640</u>
Corporate segment liabilities	6,726,099	1,609,766	12,061,018	526,109	20,922,992
Corporate unallocated liabilities	6,726,099	1,609,766	12,061,018	526,109	16,107,923
					<u>37,030,915</u>
<b>26.3 Operators' Fund</b>	<b>Six Months ended June 30, 2024 (Unaudited)</b>				
	(Rupees)				
	Fire & property	Marine, aviation & transport	Motor	Other classes	Aggregate
Wakala fee	714,198	1,037,726	2,980,611	1,189,636	5,922,171
Commission expense	(343,059)	(393,811)	(1,502,031)	(624,179)	(2,863,080)
Management expenses	(163,916)	(188,166)	(717,681)	(298,237)	(1,368,000)
	<u>207,223</u>	<u>455,749</u>	<u>760,899</u>	<u>267,220</u>	<u>1,691,091</u>
Investment income					393,212
Mudarab share					2,663,527
Other income					1,791,277
Ceded money expense					-
Other expense					<u>(332,147)</u>
					<u>4,515,869</u>
<b>Profit before taxation</b>					6,206,960
Taxation					<u>(1,800,018)</u>
<b>Profit after taxation</b>					<u>4,406,942</u>

**ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

June 30, 2024 (Unaudited)	Fire & property	Marine, aviation & transport	Motor	Other classes	Aggregate
Corporate segment assets	1,211,481	317,921	1,219,534	74,836	2,823,772
Corporate unallocated assets					72,700,498
<b>Total Assets</b>	<b>1,211,481</b>	<b>317,921</b>	<b>1,219,534</b>	<b>74,836</b>	<b>75,524,270</b>
Corporate segment liabilities	1,728,101	494,693	3,004,659	178,793	5,406,246
Corporate unallocated liabilities					12,827,855
<b>Total Liabilities</b>	<b>1,728,101</b>	<b>494,693</b>	<b>3,004,659</b>	<b>178,793</b>	<b>18,234,101</b>
Six Months ended June 30, 2023 (Unaudited)					
26.4 Operators' Fund	Fire & property	Marine, aviation & transport	Motor	Other classes	Aggregate
	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)
Wakala fee	25,082	8,997	36,862	159	71,100
Commission expense	(136,203)	(2,418)	(74,958)	(946)	(214,525)
Management expenses	(748,231)	(69,612)	(1,256,066)	(4,925)	(2,078,834)
Investment income	(859,352)	(63,033)	(1,294,162)	(5,712)	(2,222,259)
Other income					1,091,610
Ceded money expense					1,916,712
Other expense					(500,000)
Profit before taxation					(140,429)
Taxation					2,367,893
<b>Profit after taxation</b>					145,634
					(42,234)
					103,400
December, 2023 (Audited)					
Corporate segment assets	1,211,481	317,921	1,219,534	74,836	2,823,772
Corporate unallocated assets					62,373,081
<b>Total Assets</b>	<b>1,211,481</b>	<b>317,921</b>	<b>1,219,534</b>	<b>74,836</b>	<b>65,196,853</b>
Corporate segment liabilities	1,728,101	494,693	3,004,659	178,793	5,406,246
Corporate unallocated liabilities					6,907,380
<b>Total Liabilities</b>	<b>1,728,101</b>	<b>494,693</b>	<b>3,004,659</b>	<b>178,793</b>	<b>12,313,626</b>



ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

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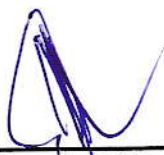
27 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on 26-11-2024 by the Board of Directors of the Operator.

28 GENERAL

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

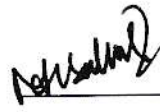
9701



Chief Executive Officer



Director



Director



Chairman