

# **ALPHA INSURANCE COMPANY LIMITED**

## **FINANCIAL STATEMENTS**

**(Un-Audited)**

**for the nine months period ended September 30, 2024**

# ALPHA INSURANCE COMPANY LTD

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# ALPHA INSURANCE COMPANY LTD

## *Company Information*

### **Board of Directors**

- Chairman** : Mr. Tariq Ikram
- Directors** : Dr. Lubna Ayub
- : Mr. Muhammad Amjad
- : Mr. Faisal Mumtaz
- : Syed Shahnawaz Nadir
- : Ms. Rafat Sultana

**Chief Executive Officer** : Dr. Syed Arif Hussain

**Chief Financial Officer &  
Company Secretary** : Mr. Muhammad Rashid

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

**Tel. :** 32416041 - 45

**Fax :** 32419968, 32422478

**E-mail :** [info@alphainsurance.com.pk](mailto:info@alphainsurance.com.pk)

**Website :** [www.alphainsurance.com.pk](http://www.alphainsurance.com.pk)

We are presenting the unaudited interim condensed financial statements of the Company for the Nine months period ended September 30, 2024.

**Business Overview:**

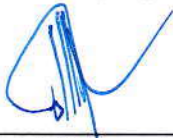
The summarized results for Nine months are as follows:

	Quarter ended September 30		Nine Months ended September 30	
	2024	2023	2024	2023
	----- (Rupees) -----			
Premium Written	154,877,267	109,316,064	421,034,595	252,363,988
Net premium revenue	92,104,597	65,362,325	275,471,579	163,969,213
Net insurance claims	(66,341,644)	(49,503,544)	(140,869,710)	(90,868,511)
Management expenses	(37,836,064)	(28,581,490)	(128,147,069)	(85,983,559)
Underwriting profit / (loss)	(39,328,996)	(26,070,358)	(76,102,268)	(52,673,771)
Net investment income	21,296,743	29,999,543	79,428,344	60,287,339
Other income	14,619,613	4,733,935	26,541,010	15,258,881
Profit / (Loss) before tax from takful operations - Operator's Fund	2,806,077	816,351	9,013,037	919,752
Profit / (loss) before tax	(4,768,807)	7,318,786	25,147,823	19,653,622
Profit / (loss) after tax	(1,698,428)	7,268,853	18,954,548	13,822,749
Earning per share (EPS)	(0.03)	0.15	0.38	0.28

During the nine months period ended September 30, 2024, there was a notable increase of 67 percent in gross premiums as compared to the same period of the previous year. Furthermore, the net premium also experienced a significant rise of 68 percent. Though underwriting losses increased by 44 percent, however, it remained low as percentage of net premium.

Management expenses, during the period under review, increased by 49 percent. Investment income witnessed a growth of 32 percent, whereas other income was increased by 74 percent, as most of the funds remained parked with banks due to high rate of return. As a result, overall profitability of the company was increased by 37 percent while compared with the corresponding period of the previous year. Earning per share of the company was also increased by the same ratio as the average number of ordinary shares (fully paid) remained same during the period. The overall positive development indicates that the company experiencing growth, and the management remains optimistic.

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



Mr. Tariq Ikram  
Chairman

Karachi : Tuesday December 31, 2024

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



# alpha

Insurance Company Limited

(A subsidiary of State Life Insurance Corporation of Pakistan)

## ڈائریکٹرز کا جائزہ

30 ستمبر 2024ء کے ختم شدہ نو ماہ کیلئے کمپنی کے غیر آڈٹ شدہ عبوری مالیاتی گوشوارے آپ کے پیش نظر ہیں۔

## کمپنی کی کارکردگی

زیر جائزہ نو ماہ کیلئے مختصراً نتائج مندرجہ ذیل ہیں

30 ستمبر کے ختم شدہ نو ماہ		30 ستمبر کے ختم شدہ تین ماہ		
2023ء	2024ء	2023ء	2024ء	
-----	روپے	-----	روپے	-----
252,363,988	421,034,595	109,316,064	154,877,267	خام پریمیم
163,969,213	275,471,579	65,362,325	92,104,597	خالص پریمیم آمدنی
(90,868,511)	(140,869,710)	49,503,544)	(66,341,644)	خالص انشورنس کلیم
(85,983,559)	(128,147,069)	(28,581,490)	(37,836,064)	انتظامی اخراجات
(52,673,771)	(76,102,268)	(26,070,358)	(39,328,996)	انڈر رائٹنگ منافع (نقصان)
60,287,339	79,428,344	29,999,543	21,296,743	سرمایہ کاری کی آمدنی
15,258,881	26,541,010	4,733,935	14,619,613	دیگر آمدنی
				تفکیلاً آپریشنز سے منافع (نقصان) قبل از ٹیکس۔
919,752	9,013,037	816,351	2,806,077	آپریٹرز فنڈ
19,653,622	25,147,823	7,318,786	(4,768,807)	منافع (نقصان) قبل از ٹیکس
13,822,749	18,954,548	7,268,853	(1,698,428)	منافع (نقصان) بعد از ٹیکس
0.28	0.38	0.15	(0.03)	بنیادی منافع فی شیئر (EPS)

30 ستمبر 2024 کو ختم ہونے والی نو ماہ کی مدت کے دوران، مجموعی پریمیم میں پچھلے سال کی اسی مدت کے مقابلے میں 67% کا قابل ذکر اضافہ ہوا۔ مزید برآں، خالص پریمیم میں بھی 68% کا نمایاں اضافہ ہوا۔ اگرچہ انڈر رائٹنگ نقصانات میں 44% اضافہ ہوا، تاہم، یہ خالص پریمیم کے فیصد کے طور پر کم رہا۔

زیر نظر مدت کے دوران انتظامی اخراجات میں 49% اضافہ ہوا۔ سرمایہ کاری کی آمدنی میں 32% اضافہ دیکھا گیا، جب کہ دیگر آمدنی میں 74% اضافہ ہوا، کیونکہ زیادہ تر رقم بلند شرح منافع کی وجہ سے بینکوں کے پاس جمع رہیں۔ نتیجتاً کمپنی کے مجموعی منافع میں گزشتہ سال کی اسی مدت کے مقابلے میں 37% اضافہ ہوا۔ کمپنی کی فی حصص آمدنی میں بھی اسی تناسب سے اضافہ ہوا کیونکہ اس مدت کے دوران عام حصص کی اوسط تعداد (مکمل ادائیگی شدہ) یکساں رہی۔ مجموعی مثبت ترقی اس بات کی نشاندہی کرتی ہے کہ کمپنی کے کاروبار میں توسیع ہو رہی ہے، اور انتظامیہ پر اُمید ہے۔

h

### Head Office:

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alpha

Insurance Company Limited

(A subsidiary of State Life Insurance Corporation of Pakistan)

آخر میں، بورڈ آف ڈائریکٹرز کمپنی کے معزز کسٹومرز، شیئرز، ہولڈرز، سیکورٹیز اینڈ ایڈجسٹمنٹ کمیشن آف پاکستان کے ساتھ ساتھ انتظامیہ اور عملے کا ان کے غیر متزلزل اعتماد، تعاون اور لگن کے لیے اظہار تشکر کرنا چاہیں گے۔ ان کی مسلسل کاوشیں اور محنت کمپنی کی ترقی میں اہم کردار ادا کر رہی ہے۔

Tariq Akram

جناب طارق اکرم  
چیئرمین

Chief Executive Officer

ڈاکٹر سید عارف حسین  
چیف ایگزیکٹو آفیسر

کراچی: منگل 31 دسمبر 2024

**Head Office:**

Building No. 1-B, State Life Square,  
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ALPHA INSURANCE COMPANY LIMITED  
STATEMENT OF FINANCIAL POSITION  
AS AT SEPTEMBER 30, 2024


		September 30, 2024 (Un-audited)	December 31, 2023 (Audited)
	Note	----- (Rupees) -----	
<b>Assets</b>			
Property and equipment	7	23,691,308	17,610,267
Intangible assets	8	180,269	315,773
Investments			
Equity securities	9	213,259,107	165,355,174
Debt securities	10	439,084,484	298,554,200
Loans and other receivables	11	79,848,404	17,192,556
Insurance / Reinsurance receivables	12	170,876,983	137,546,331
Reinsurance recoveries against outstanding claims		104,440,644	101,275,592
Salvage recoveries accrued		-	-
Deferred Commission Expense / Acquisition cost	24	28,725,995	24,951,808
Deferred taxation		-	1,059,927
Taxation - payment less provisions	14	83,251,859	79,230,407
Prepayments	15	43,458,873	47,285,919
Cash and bank	16	157,906,359	315,367,626
		1,344,724,285	1,205,745,580
<b>Total Assets of Window Takaful Operations - Operator's Fund</b>		<b>71,175,661</b>	<b>65,196,853</b>
<b>Total Assets</b>		<b>1,415,899,946</b>	<b>1,270,942,433</b>
<b>Equity and Liabilities</b>			
<b>Capital and reserves attributable to Company's equity holders</b>			
Ordinary share capital		500,000,000	500,000,000
Reserves	17	91,872,677	61,726,567
Unappropriated profit		175,367,322	156,412,774
<b>Total Equity</b>		<b>767,239,999</b>	<b>718,139,341</b>
<b>Liabilities</b>			
<b>Underwriting provisions</b>			
Outstanding claims including IBNR	23	259,545,437	216,793,824
Unearned premium reserves	22	180,458,592	116,171,934
Premium deficiency reserves	18	16,096,869	5,215,362
Unearned Reinsurance Commission	24	2,122,874	1,291,035
Retirement benefit		-	-
Premium received in advance		10,817,535	13,577,864
Deferred tax liability	13	12,357,365	-
Insurance / Reinsurance Payables	19	50,224,862	92,049,713
Other Creditors and Accruals	20	105,143,236	95,389,734
		636,766,769	540,489,466
<b>Total Liabilities of Window Takaful Operations - Operator's Fund</b>		<b>11,893,178</b>	<b>12,313,626</b>
<b>Total Liabilities</b>		<b>648,659,947</b>	<b>552,803,092</b>
<b>Total Equity and Liabilities</b>		<b>1,415,899,946</b>	<b>1,270,942,433</b>
<b>Contingencies and commitments</b>	21		

The annexed notes 1 to 33 form an integral part of these financial statements.

  
Chief Executive Officer

  
Director

  
Director

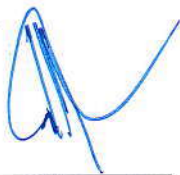
  
Chairman



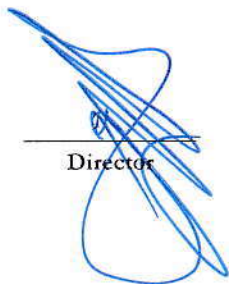
ALPHA INSURANCE COMPANY LIMITED  
 PROFIT AND LOSS ACCOUNT  
 FOR THE PERIOD ENDED SEPTEMBER 30, 2024

	Notes	Nine Months Period Ended September 30,		Three Months Period Ended September 30,	
		2024	2023	2024	2023
		(Un-audited)		(Un-audited)	
		(Rupees)			
Net insurance premium	22	275,471,579	163,969,213	92,104,597	65,362,325
Net insurance claims	23	(140,869,710)	(90,868,511)	(66,341,644)	(49,503,544)
Premium deficiency	18	(10,881,507)	(578,048)	(4,323,653)	(67,553)
Net commission and other acquisition costs	24	(71,675,561)	(39,212,866)	(22,932,232)	(13,280,096)
Insurance claims and acquisition expense		(223,426,778)	(130,659,425)	(93,597,529)	(62,851,193)
Management Expenses	25	(128,147,069)	(85,983,559)	(37,836,064)	(28,581,490)
Underwriting results		(76,102,268)	(52,673,771)	(39,328,996)	(26,070,358)
Investment income	26	79,428,344	60,287,339	21,296,743	29,999,543
Other income	27	26,541,010	15,258,881	14,619,613	4,733,935
Other expenses	28	(3,014,924)	(2,870,975)	(1,138,567)	(1,267,550)
		102,954,430	72,675,245	34,777,789	33,465,928
Results of operating activities		26,852,162	20,001,474	(4,551,207)	7,395,570
Finance costs		(1,704,339)	(347,852)	(217,600)	(76,784)
<b>Profit before tax</b>		<b>25,147,823</b>	<b>19,653,622</b>	<b>(4,768,807)</b>	<b>7,318,786</b>
Profit / (Loss) before tax from takaful operations-Operator's Fund		9,013,037	919,752	2,806,077	816,351
		34,160,860	20,573,374	(1,962,730)	8,135,137
Income tax expense	29	(15,206,312)	(6,750,625)	264,302	(866,284)
<b>Profit / (Loss) after tax</b>		<b>18,954,548</b>	<b>13,822,749</b>	<b>(1,698,428)</b>	<b>7,268,853</b>
<b>Earnings / (Loss) after tax per share - Basic and Diluted</b>	30	<b>0.38</b>	<b>0.28</b>	<b>(0.03)</b>	<b>0.15</b>

The annexed notes 1 to 33 form an integral part of these financial statements.



Chief Executive Officer



Director



Director



Chairman





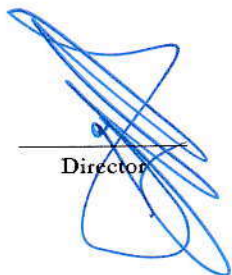
ALPHA INSURANCE COMPANY LIMITED  
 STATEMENT OF COMPREHENSIVE INCOME  
 FOR THE PERIOD ENDED SEPTEMBER 30, 2024

Note	Nine Months Period Ended September 30,		Three Months Period Ended September 30,	
	2024 (Un-audited)	2023	2024 (Un-audited)	2023
Profit / (Loss) after tax	18,954,548	13,822,749	(1,698,428)	7,268,852
<b>Other comprehensive income / (loss)</b>				
Unrealized gain/ (loss) on available-for-sale investments	-	-	-	-
Related deferred tax	30,146,110	(38,586,317)	11,444,769	733,907
<b>Other comprehensive income / (loss) for the period</b>	30,146,110	(38,586,317)	11,444,769	733,907
<b>Total comprehensive income / (loss) for the period subsequently</b>	49,100,658	(24,763,568)	9,746,341	8,002,759

The annexed notes 1 to 33 form an integral part of these financial statements.



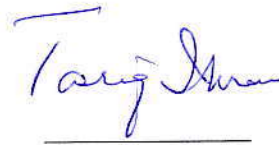
Chief Executive Officer



Director



Director



Chairman



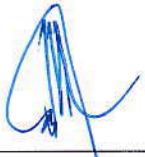
ALPHA INSURANCE COMPANY LIMITED  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

		September 30, 2024	September 30, 2023
		(Un-audited)	
	Note	(Rupees)	
<b>Operating Cash flows</b>			
a) Underwriting activities			
Insurance premiums received		376,536,375	259,703,910
Reinsurance premium paid		(119,274,163)	(11,829,140)
Claims paid	23	(116,054,636)	(78,788,897)
Reinsurance and other recoveries received		14,771,488	9,540,700
Commission paid		(64,037,378)	(38,510,021)
Commission received		3,706,799	1,632,734
Management expenses paid		(128,152,324)	(86,976,667)
Net cash flow used in underwriting activities		(32,503,839)	54,772,619
b) Other operating activities			
Income tax paid		173,398	(6,846,553)
Other operating payments		(3,014,924)	(34,944,518)
Other operating receipts		7,747,559	-
Net receipt/(payment) to Window Takaful Operation		2,112,979	(50,000,000)
Loans advanced		(62,655,849)	(7,449,858)
Net cash flow used in other operating activities		(55,636,837)	(99,240,929)
<b>Total cash flow used in all operating activities</b>		<b>(88,140,676)</b>	<b>(44,468,310)</b>
<b>Investment activities</b>			
Profit / return received		76,734,798	54,894,145
Dividend received		13,404,819	4,765,084
Payment for investments	36	(290,205,929)	(38,319,383)
Proceeds from investments		140,000,000	-
Fixed capital expenditure		(8,749,940)	-
Proceeds from sale of property and equipment		1,200,000	(1,079,703)
<b>Total cash flow generated from investing activities</b>		<b>(67,616,252)</b>	<b>20,260,143</b>
<b>Financing activities</b>			
Lease payments		(1,704,339)	(3,570,174)
<b>Total cash flow used in financing activities</b>		<b>(1,704,339)</b>	<b>(3,570,174)</b>
<b>Net cashflow from all activities</b>		<b>(157,461,267)</b>	<b>(27,778,341)</b>
Cash and cash equivalents at the beginning of the year	16	315,367,626	125,445,975
Cash and cash equivalents at the end of the year	16	<b>157,906,359</b>	<b>97,667,634</b>

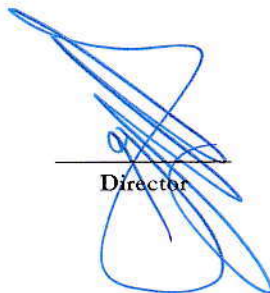
ALPHA INSURANCE COMPANY LIMITED  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	September 30, 2024	September 30, 2023
	(Un-audited)	
	----- (Rupees) -----	
<b>Reconciliation to Profit and Loss Account</b>		
Operating cash flows	(88,140,676)	(44,468,310)
Depreciation expense	(2,668,897)	(3,940,527)
Profit on disposal of property and equipment	1,199,998	-
Amortisation	(135,504)	-
Finance costs	(1,704,339)	-
Dividend income	13,404,819	4,765,084
Other Investment Income	66,023,525	55,522,255
Other income	18,793,451	15,258,881
Increase / (decrease) in assets other than cash	108,039,025	208,141,074
(Increase) / decrease in liabilities other than borrowing	(95,856,854)	(221,455,708)
<b>Profit / (Loss) after taxation</b>	<b>18,954,548</b>	<b>13,822,749</b>

The annexed notes 1 to 43 form an integral part of these financial statements.



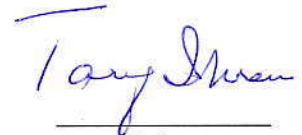
Chief Executive Officer

Director



Director



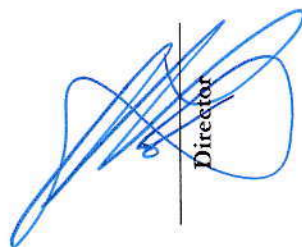
Chairman

ALPHA INSURANCE COMPANY LIMITED  
STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

Attributable to equity holders of the Company

	Share Capital	Capital reserve		Revenue reserves		Subtotal Reserves	Unappropriated profit	Total
		Reserve for exceptional losses	General reserve	Unrealized Gain on Revaluation of	(Rupees)			
<b>Balance as at January 01, 2023</b>	500,000,000	3,355,000	6,820,000	71,623,987	81,798,987	106,400,660	688,199,647	
<i>Total comprehensive loss for the year:</i>								
Profit / (Loss) for the year	-	-	-	-	-	13,822,749	13,822,749	
Other comprehensive (loss)	-	-	-	(38,586,317)	(38,586,317)	-	(38,586,317)	
	-	-	-	(38,586,317)	(38,586,317)	13,822,749	(24,763,568)	
<b>Balance as at December 31, 2023</b>	500,000,000	3,355,000	6,820,000	33,037,670	43,212,670	120,223,409	663,436,079	
<b>Balance as at January 01, 2024</b>	500,000,000	3,355,000	6,820,000	51,551,567	61,726,567	156,412,774	718,139,341	
<i>Total comprehensive income for the period</i>								
Profit for the period	-	-	-	-	-	18,954,548	18,954,548	
Other comprehensive income/(Loss)	-	-	-	30,146,110	30,146,110	-	30,146,110	
	-	-	-	30,146,110	30,146,110	18,954,548	49,100,658	
<b>Balance as at September 30, 2024</b>	500,000,000	3,355,000	6,820,000	81,697,677	91,872,677	175,367,322	767,239,999	

The annexed notes 1 to 33 form an integral part of these financial statements.



Chief Executive Officer



Director



Chairman



**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, F. 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 nine -months period ended September 30, 2024 are not audited.

**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.

**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 01 January 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.

Standard or Interpretation	IASB effective date (Annual periods beginning on or after)
IFRS 1 First-time Adoption of International Financial Reporting Standards	January 1, 2024

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

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:

Standard or Interpretation	Effective Date (Annual periods beginning on or after)
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 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.

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.

7 PROPERTY AND EQUIPMENT	Note	September 30	December 31,
		2024	2023
		(Un-audited)	(Audited)
		----- (Rupees) -----	
Operating assets	7.1	11,073,529	3,466,715
Right-of-use assets	7.2	12,617,779	14,143,552
		<u>23,691,308</u>	<u>17,610,267</u>
7.1 Operating assets			
Opening book value		3,466,715	3,793,603
Add: Additions during the period/year	7.1.1	8,749,940	1,279,450
Less: Disposals during the period/year		(1,847,800)	-
		<u>10,368,855</u>	<u>5,073,053</u>
Add: Depreciation on Disposal		1,847,798	-
Less: Depreciation for the period/year		(1,143,124)	(1,606,338)
		<u>11,073,529</u>	<u>3,466,715</u>

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

<b>7.1.1</b>	<b>Addition during the period - Cost</b>		
	Motor Vehicles	7,730,860	-
	Computer and accessories	922,680	383,050
	Furniture and fixtures	-	-
	Electrical Installations	96,400	896,400
		<u>8,749,940</u>	<u>1,279,450</u>
<b>7.2</b>	<b>Right-of-use assets</b>		
	Balance as at January 01, 2024	14,143,552	3,347,962
	Add: Additions during the period/year	-	14,143,552
	Less: Disposals during the period/year -WDV	-	-
		<u>14,143,552</u>	<u>17,491,514</u>
	Depreciation charge for the period/year	(1,525,773)	(3,347,962)
	Balance as at September 30, 2024	<u>12,617,779</u>	<u>14,143,552</u>
<b>8</b>	<b>INTANGIBLE ASSETS</b>		
	Opening book value	315,773	496,897
	Add: Additions during the period	-	-
	Less: Dcletions during the period	-	-
		<u>315,773</u>	<u>496,897</u>
	Less: Amortization for the period	(135,504)	(181,124)
		<u>180,269</u>	<u>315,773</u>

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

9 INVESTMENTS IN EQUITY SECURITIES

Available for sale	September 30, 2024 (Un-audited)			December 31, 2023 (Audited)		
	Cost	Impairment/ provision (Rupees)	Carrying value	Cost	Impairment/ provision (Rupees)	Carrying value
Listed equity securities	111,306,037	(13,114,087)	98,191,950	111,306,047	(18,558,706)	92,747,341
Unrealized gain	-	-	115,067,157	-	-	72,607,833
	<u>111,306,037</u>	<u>(13,114,087)</u>	<u>213,259,107</u>	<u>111,306,047</u>	<u>(18,558,706)</u>	<u>165,355,174</u>

10 INVESTMENTS IN DEBT SECURITIES

Held to maturity	Note	September 30, 2024 (Un-audited)			December 31, 2023 (Audited)		
		Cost	Impairment/ provision (Rupees)	Carrying value	Cost	Impairment/ provision (Rupees)	Carrying value
Government securities							
- Pakistan investment bonds	10.1	94,571,300	-	96,599,151	221,790,180	-	233,920,564
- Treasury bills	10.2	334,123,360	-	342,485,333	58,332,170	-	64,633,636
		<u>428,694,660</u>	<u>-</u>	<u>439,084,484</u>	<u>280,122,350</u>	<u>-</u>	<u>298,554,200</u>

10.1 Pakistan investment bonds have face value of Rs. 94,571 million (market value of Rs. 96,599 million [2023: face value of Rs. 221.79 million (market value of Rs. 233,920 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.

10.2 Market treasury bills have face value of Rs. 334,123 million (market value of Rs. 342,485 million) [2023: face value of Rs. 58,332 million (market 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 in 2023.

11 LOANS AND OTHER RECEIVABLES

	September 30, 2024 (Un-audited)	December 31, 2023 (Audited)
	(Rupees)	(Rupees)
Receivable from Window Takaful -OPF	1,242,402	3,166,670
Receivable from Window Takaful -PTF	2,425,070	-
Accrued investment income	765,485	6,648,067
Security deposit	60,305,120	305,120
Advance to supplier	10,416,754	5,983,835
Advance against commission	1,657,854	22,855
Loans to employees	1,108,815	408,605
Federal insurance fee	786,686	264,963
Other receivables	1,140,218	392,441
	<u>79,848,404</u>	<u>17,192,556</u>



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

		September 30, 2024 (Un-audited)	December 31, 2023 (Audited)
	Notes	----- (Rupees) -----	
<b>12</b>	<b>INSURANCE / REINSURANCE RECEIVABLES</b>		
	- Unsecured and considered good		
	Due from insurance contract holders	72,625,841	52,294,157
	Less: provision for impairment of receivables from insurance contract holders	(26,665,767)	(25,320,531)
		<u>45,960,074</u>	<u>26,973,626</u>
	Due from other insurers / reinsurers	159,145,439	141,851,233
	Less: provision for impairment of due from other insurers / reinsurers	(34,228,530)	(31,278,528)
		<u>124,916,909</u>	<u>110,572,705</u>
		<u>170,876,983</u>	<u>137,546,331</u>
<b>13</b>	<b>DEFERRED TAXATION</b>		
	Deferred debits arising in respect of:		
	Accelerated tax depreciation on fixed assets	(35,697)	881,309
	Lease liabilities	3,805,395	4,101,630
	Provision against premium due but unpaid	7,733,072	7,342,954
	Provision for diminution in value of investment	3,803,085	5,382,025
	Provision against amount due from other insurers/reinsurers	9,926,274	9,070,773
	Deferred credits arising due to:		
	Right-of-use assets	(3,659,156)	(4,101,630)
	Provision for employees' benefits plan	(560,863)	(560,863)
	Unrealized loss on revaluation of AFS	(33,369,475)	(21,056,272)
		<u>(12,357,365)</u>	<u>1,059,927</u>
<b>14</b>	<b>TAXATION - Payment less provision</b>		
	Opening Balance	79,230,407	77,932,083
	Tax paid including deducted at source	4,021,452	19,262,588
	Provision for taxation	(15,206,312)	(17,964,264)
	Closing Balance	<u>83,251,859</u>	<u>79,230,407</u>
<b>15</b>	<b>PREPAYMENTS</b>		
	Prepaid reinsurance premium ceded	43,458,873	47,285,919
		<u>43,458,873</u>	<u>47,285,919</u>
<b>16</b>	<b>CASH AND BANK</b>		
	Cash and Cash Equivalent		
	- Cash in hand	144,833	-
	- Policy & Revenue stamps, Bond papers	1,258,463	253,717
	Cash at bank		
	- Current accounts	(5,222,555)	37,367,430
	- Savings accounts	161,725,619	277,746,479
		<u>157,906,359</u>	<u>315,367,626</u>
<b>16.1</b>	The rate of return on profit and loss savings account maintained at various banks range from 14% to 20.25% per annum (2023: 14% to 20% per annum).		
<b>17</b>	<b>RESERVES</b>		
	Capital reserve		
	Reserve for exceptional losses	3,355,000	3,355,000
	Revenue reserves		
	General reserve	6,820,000	6,820,000
	Unrealised appreciation on 'available for sale' investments	81,697,677	51,551,567
		<u>91,872,677</u>	<u>61,726,567</u>

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

17.1 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.

	Note	September 30, 2024 (Un-audited) ----- (Rupees) -----	December 31, 2023 (Audited) -----
<b>18 PREMIUM DEFICIENCY RESERVES</b>			
Opening balance		5,215,362	9,297,359
Provision for the period (reduction)/appreciation		10,881,507	(4,081,997)
Closing balance		<u>16,096,869</u>	<u>5,215,362</u>
<b>19 INSURANCE/REINSURANCE PAYABLES</b>			
Due to other insurers / reinsurers		9,514,027	53,907,998
Cash margins against performance bonds		40,710,835	38,141,715
		<u>50,224,862</u>	<u>92,049,713</u>
<b>20 OTHER CREDITORS AND ACCRUALS</b>			
Agents commission payable		67,439,152	53,151,821
Federal Excise Duty / Sales tax		7,836,097	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		(153,122)	372,052
Accrued expenses		2,701,921	2,604,325
Compensated absences		3,542,498	3,542,498
Income tax liabilities		-	145,335
Other tax payables		268,509	67,797
Unpaid and Unclaimed Dividend		3,001,450	3,001,450
Accounts payable for goods & services		1,579,883	906,255
Other creditors & accruals		3,607,052	3,308,806
		<u>105,143,236</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.

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. 60.48 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.

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

	Notes	Nine months period ended September 30,		Three months period ended September 30,	
		2024	2023	2024	2023
		(Un-audited)		(Un-audited)	
		----- (Rupees) -----		----- (Rupees) -----	
<b>22 NET INSURANCE PREMIUM</b>					
Written Gross Premium		421,034,595	252,363,988	154,877,267	109,316,064
Add: Unearned premium reserve opening		116,171,934	85,324,267	146,528,063	98,727,699
Less: Unearned premium reserve closing		(180,458,592)	(124,485,366)	(180,458,592)	(124,485,366)
Premium earned		356,747,937	213,202,889	120,946,738	83,558,397
Less: Reinsurance premium ceded		77,449,312	55,353,112	28,014,960	22,757,723
Add: Prepaid reinsurance premium opening		47,285,919	27,073,841	44,286,054	28,631,626
Less: Prepaid reinsurance premium closing	15	(43,458,873)	(33,193,277)	(43,458,873)	(33,193,277)
Reinsurance expense		81,276,358	49,233,676	28,842,141	18,196,072
		275,471,579	163,969,213	92,104,597	65,362,325
<b>23 NET INSURANCE CLAIMS EXPENSE</b>					
Claims paid		116,054,636	78,788,897	50,657,818	57,971,782
Add: Outstanding claims including IBNR closing		259,545,437	278,272,459	259,545,437	278,272,459
Less: Outstanding claims including IBNR opening		(216,793,824)	(210,329,362)	(237,334,887)	(243,911,104)
Claim expense		158,806,249	146,731,994	72,868,368	92,333,137
Less: Reinsurance and other recoveries received		14,771,488	9,540,700	4,574,223	9,116,080
Add: Reinsurance and other recoveries in respect of outstanding claims - closing		104,440,644	138,017,226	104,440,644	138,017,226
Less: Reinsurance and other recoveries in respect of outstanding claims - opening		(101,275,592)	(91,694,443)	(102,488,142)	(104,303,713)
Reinsurance and other recoveries revenue		17,936,539	55,863,483	6,526,725	42,829,593
		140,869,710	90,868,511	66,341,644	49,503,544
<b>24 NET COMMISSION / ACQUISITION COST</b>					
Commission paid or payable		78,324,708	44,467,464	29,361,701	18,012,699
Add: Deferred commission expense opening		24,951,808	15,115,328	23,517,414	15,170,486
Less: Deferred commission expense closing		(28,725,995)	(19,488,789)	(28,725,995)	(19,488,789)
Net Commission		74,550,521	40,094,003	24,153,120	13,694,396
Less: Commission received or recoverable		3,706,799	1,632,734	1,651,282	1,114,430
Add: Unearned Reinsurance commission opening		1,291,035	475,937	1,692,480	527,404
Less: Unearned Reinsurance commission closing		(2,122,874)	(1,227,534)	(2,122,874)	(1,227,534)
Commission from reinsurance		2,874,960	881,137	1,220,888	414,300
		71,675,561	39,212,866	22,932,232	13,280,096
<b>25 MANAGEMENT EXPENSES</b>					
Employees benefit cost	25.1	72,518,159	47,741,880	24,173,739	16,758,118
Traveling expense		1,486,402	718,035	628,044	236,761
Advertisement & sales promotion		1,293,538	471,010	194,399	15,850
Printing and stationery		1,325,476	1,847,983	299,416	466,027
Depreciation		2,668,900	3,805,023	432,830	1,362,607
Amortization expense		135,504	135,504	45,281	45,281
Rent, rates and taxes		3,226,748	145,690	1,019,330	(188,561)
Legal and professional charges - business related		7,326,722	3,299,186	1,989,402	865,906
Electricity, gas and water		3,418,980	2,776,044	1,785,027	1,387,702
Entertainment		2,563,111	1,136,788	1,236,960	495,013
Vehicle running expenses		18,267,105	14,183,293	6,007,591	5,544,376
Office repair and maintenance		1,643,159	2,017,672	419,617	509,930
Bank charges		147,008	262,854	44,282	105,177
Postages, telegrams and telephone		1,478,531	1,253,514	452,980	432,612







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


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32 GENERAL

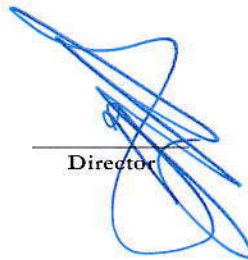
Figures in the condensed interim financial statements are rounded off to the nearest rupee.

33 DATE OF AUTHORIZATION

This condensed interim financial statements was authorized for issue on Dec 31, 2024 by the Board of Directors of the Company.



Chief Executive Officer



Director



Director



Chairman



**ALPHA INSURANCE  
COMPANY LIMITED -  
WINDOW TAKAFUL  
OPERATIONS**

**FINANCIAL STATEMENTS**

(Un-Audited)

for the nine months period ended September 30, 2024



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

	Notes	Operator's Fund		Participant's Fund	
		September 30,	December 31,	September 30,	December 31,
		2024 (Unaudited)	2023 (Audited)	2024 (Unaudited)	2023 (Audited)
------(Rupees)-----					
<b>ASSETS</b>					
Investments					
Debt securities	7	-	25,000,000	-	-
Takaful / retakaful receivables	8	-	-	16,649,085	9,428,336
Deferred Wakala expense		-	-	5,406,246	5,406,246
Deferred commission expense	17	2,875,724	2,823,772	2,633,702	-
Receivable from OPF/PTF	9	15,676,652	10,709,827	-	-
Advance and other receivables		1,597,305	1,095,865	88,000	-
Taxation - payments less provision		-	22,018	312,427	58,252
Prepayments	10	-	-	9,054,726	10,630,110
Cash and bank	11	51,025,980	25,545,371	28,203,275	9,533,696
<b>Total Assets</b>		<b>71,175,661</b>	<b>65,196,853</b>	<b>62,347,461</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	9,282,484	2,883,227	-	-
<b>Total Shareholders Equity</b>	<b>59,282,484</b>	<b>52,883,227</b>	<b>-</b>	<b>-</b>

**Participants' Takaful Fund (PTF)**

Seed money	-	-	500,000	500,000
Accumulated deficit	-	-	(15,441,753)	(2,474,275)
<b>Total Participants' Takaful Fund Equity</b>	<b>-</b>	<b>-</b>	<b>(14,941,753)</b>	<b>(1,974,275)</b>

**Liabilities**

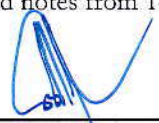
**PTF Underwriting Provisions**


Outstanding claims including IBNR	16	-	-	15,272,248	490,482
Unearned contribution reserve	14	-	-	21,472,516	15,584,797
Reserve for unearned retakaful rebate	15	-	-	243,977	372,110
Unearned wakala fee		5,406,246	5,406,246	-	-
Takaful / retakaful payables	12	-	-	13,000,177	4,649,812
Other creditors and accruals	13	5,096,094	6,907,380	11,417,853	4,847,570
Taxation - payments less provision		1,390,837	-	-	-
Payable to OPF/PTF		-	-	15,676,652	10,709,827
Contribution received in advance		-	-	205,791	376,317
<b>Total liabilities</b>		<b>11,893,177</b>	<b>12,313,626</b>	<b>77,289,214</b>	<b>37,030,915</b>
<b>Total equity and liabilities</b>		<b>71,175,661</b>	<b>65,196,853</b>	<b>62,347,461</b>	<b>35,056,640</b>

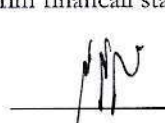
**Contingencies and commitments**

21

The annexed notes from 1-24 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 NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024


	Notes	Nine months period ended		Three months period ended	
		September 30, 2024 (Unaudited)	September 30, 2023 (Unaudited)	September 30, 2024 (Unaudited)	September 30, 2023 (Unaudited)
		------(Rupees)-----			
<b>Participant's Fund</b>					
Contributions earned		19,516,184	2,623,776	15,732,902	1,343,978
Less: Contributions ceded to retakaful		(17,192,559)	(2,997,685)	(13,785,253)	(463,389)
Net contributions revenue	14	2,323,625	(373,909)	1,947,649	880,589
Retakaful rebate earned	15	437,896	9,826	320,996	8,626
Net underwriting income		2,761,521	(364,083)	2,268,645	889,215
Net claims - reported / settled	16	(17,546,133)	(101,470)	(15,471,882)	(91,470)
Other direct expenses		(219,205)	(15,650)	(147,091)	(9,343)
Deficit before investment income		(17,765,338)	(117,120)	(15,618,973)	(100,813)
		(15,003,817)	(481,203)	(13,350,328)	788,402
Other income	19	2,036,804	133,532	1,787,434	118,705
Less: Mudarib's share of investment		-	(40,060)	74,811	(35,612)
<b>Deficit transferred to accumulated deficit</b>		(12,967,013)	(387,731)	(11,488,083)	871,495
Taxation		-	-	-	-
<b>Deficit for the period</b>		(12,967,013)	(387,731)	(11,488,083)	871,495
<b>Operator's Fund</b>					
Wakala fee		9,048,371	1,396,202	3,885,019	1,325,102
Commission expense	17	(3,898,384)	(545,511)	(1,816,330)	(330,986)
General administrative and management expenses		(2,054,250)	(3,577,434)	(355,500)	(2,553,034)
		3,095,737	(2,726,743)	1,713,189	(1,558,918)
Mudarib's share of PTF investment		-	40,060	318,401	35,612
Investment income	18	2,663,527	2,424,010	1,181,127	1,332,400
Other income	19	3,265,072	2,566,155	2,246,233	649,443
Ceded money expense		-	(500,000)	-	-
Other expenses	20	(11,299)	(406,027)	151,201	(265,598)
<b>Profit before taxation</b>		9,013,037	1,397,455	5,610,151	192,939
Taxation		(2,613,781)	(477,703)	(1,920,260)	(435,469)
<b>Profit after taxation</b>		6,399,256	919,752	3,689,891	(242,530)

The annexed notes from 1-24 form an integral part of these condensed interim financial statements

  
Chief Executive Officer

  
Director

  
Director

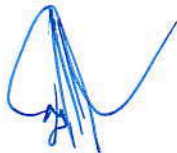
  
Chairman



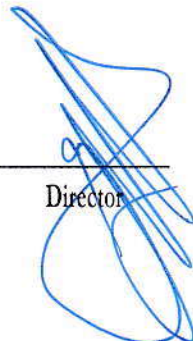
ALPHA INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
 CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
 FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

	Nine Months ended		Three Months ended	
	September 30, 2024 (Unaudited)	September 30, 2023 (Unaudited)	September 30, 2024 (Unaudited)	September 30, 2023 (Unaudited)
----- (Rupees) -----				
<b>Participant's Takaful Fund</b>				
Deficit for the period	(12,967,013)	(387,730)	(11,488,083)	871,495
Other comprehensive income	-	-	-	-
<b>Total comprehensive loss for the period</b>	<b>(12,967,013)</b>	<b>(387,730)</b>	<b>(11,488,083)</b>	<b>871,495</b>
<b>Operator's Fund</b>				
Profit after tax for the period	6,399,256	919,752	3,689,891	(242,530)
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>6,399,256</b>	<b>919,752</b>	<b>3,689,891</b>	<b>(242,530)</b>

The annexed notes from 1-24 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 STATEMENT OF CHANGES IN FUNDS  
 FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

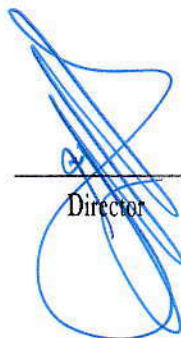
	Operator's Fund		Total
	Statutory Fund	Retained Earnings / (Accumulated Deficit)	
	----- (Rupees) -----		
Balance as at January 01, 2023	-	-	-
Contribution to the operator funds	50,000,000	-	50,000,000
Profit for the period	-	919,752	919,752
Other comprehensive income	-	-	-
<b>Balance as at September 30, 2023</b>	<b>50,000,000</b>	<b>919,752</b>	<b>50,919,752</b>
Balance as at January 01, 2024	50,000,000	2,883,227	52,883,227
Contribution to the operator funds	-	-	-
Profit for the period	-	6,399,256	6,399,256
Other comprehensive income	-	-	-
<b>Balance as at September 30, 2024</b>	<b>50,000,000</b>	<b>9,282,484</b>	<b>59,282,484</b>

	Attributable to participants of the PTF		Total
	Seed money	Accumulated Deficit	
	----- (Rupees) -----		
Balance as at January 01, 2023	-	-	-
Addition during the year	500,000	-	500,000
Deficit for the period	-	(387,730)	(387,730)
Other comprehensive income	-	-	-
<b>Balance as at September 30, 2023</b>	<b>500,000</b>	<b>(387,730)</b>	<b>112,270</b>
Balance as at January 01, 2024	500,000	(2,474,740)	(1,974,740)
Addition during the year	-	-	-
Deficit for the period	-	(12,967,013)	(12,967,013)
Other comprehensive income	-	-	-
<b>Balance as at September 30, 2024</b>	<b>500,000</b>	<b>(15,441,753)</b>	<b>(14,941,753)</b>

The annexed notes from 1-24 form an integral part of these condensed interim financial statements



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.

**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

<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

<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

**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**

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 TAKAFUL 0  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

	NOTE	September 30, 2024 (Unaudited)			December 31, 2023 (audited)		
		Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
7 INVESTMENTS		(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
		September 30, 2024	September 30, 2024	December 31, 2023	December 31, 2023
		(audited)		(Unaudited)	
		----- (Rupees) -----			
8 TAKAFUL / RETAKAFUL RECEIVABLES					
Unsecured and considered good					
Due from takaful participants holders		-	5,622,696	-	4,608,601
Due from other takaful / retakaful operators		-	11,026,389	-	4,819,735
		-	16,649,085	-	9,428,336
9 RECEIVABLE FROM PTF					
Wakala fee		17,789,996	-	8,625,121	-
Mudarib		-	-	116,504	-
Inter fund receivable		(2,113,344)	-	1,968,202	-
		15,676,652	-	10,709,827	-
10 PREPAYMENTS					
Prepaid retakaful contribution ceded		-	9,054,726	-	10,630,110
11 CASH AND BANK					
Cash and cash equivalent					
Cash at bank					
Profit and loss account	11.1	51,025,980	28,203,275	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 NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

	Participant's Takaful Fund			
	Nine months ended September 30, 2024 (Unaudited)	Nine months ended September 30, 2023 (Unaudited)	Three months ended September 30, 2024 (Unaudited)	Three months ended September 30, 2023 (Unaudited)
	(Rupees)		(Rupees)	
<b>16. TAKAFUL BENEFITS / CLAIMS EXPENSE</b>				
Benefits / Claims paid or payable	4,438,984	76,220	(491,712)	76,220
Less: Outstanding claims including IBNR opening	(490,482)	-	490,482	(10,000)
Add: Outstanding claims including IBNR closing	15,272,248	25,250	15,272,248	25,250
Benefits / Claims expense	<u>19,220,750</u>	<u>101,470</u>	<u>15,271,018</u>	<u>91,470</u>
<b>Less: Retakaful and other recoveries received</b>	-	-	-	-
Less: Retakaful recoveries against outstanding claims - opening	-	-	-	-
Add: Retakaful recoveries against outstanding claims - closing	(1,674,617)	-	(1,674,617)	-
Retakaful and other recoveries revenue	(1,674,617)	-	(1,674,617)	-
<b>Net Takaful Benefits / Claim Expense</b>	<u><u>17,546,133</u></u>	<u><u>101,470</u></u>	<u><u>16,945,635</u></u>	<u><u>91,470</u></u>
<b>17. COMMISSION EXPENSE - OPF</b>				
Commission paid or payable	3,927,676	1,551,737	1,503,246	916,961
Add: Deferred commission expense opening	2,823,772	-	2,823,772	420,251
Less: Deferred commission expense closing	(2,875,724)	(1,006,226)	(3,280,268)	(1,006,226)
Commission expense	<u>3,875,724</u>	<u>545,511</u>	<u>1,046,750</u>	<u>330,986</u>
<b>WAKALA FEE</b>				
Gross Wakala Fee	8,444,126	4,074,308	3,017,867	2,529,852
Add: Deferred commission expense opening	5,406,246	-	5,406,246	1,473,356
Less: Deferred commission expense closing	(5,406,246)	(2,678,106)	(6,386,961)	(2,678,106)
<b>Net wakala fee</b>	<u><u>8,444,126</u></u>	<u><u>1,396,202</u></u>	<u><u>2,037,152</u></u>	<u><u>1,325,102</u></u>
<b>18. INVESTMENT INCOME</b>				
<b>OPF</b>				
Income from debt securities				
Sukuk certificates	<u>2,663,527</u>	<u>2,424,010</u>	<u>1,181,127</u>	<u>1,332,400</u>
<b>19. OTHER INCOME</b>				
<b>OPF</b>				
Profit on bank deposits	3,265,072	2,566,155	2,246,233	649,443
<b>PTF</b>				
Profit on bank deposits	<u>2,036,804</u>	<u>133,532</u>	<u>249,370</u>	<u>118,705</u>
	<u><u>5,301,876</u></u>	<u><u>2,699,687</u></u>	<u><u>2,495,603</u></u>	<u><u>768,148</u></u>
<b>20. OTHER EXPENSES-OPF</b>				
(Other Expense	-	30970	-	30970
Bank Charges	11,299	57	11,299	28
Auditors' remuneration	-	375000	(162,500)	234,600
	<u>11,299</u>	<u>406,027</u>	<u>(151,201)</u>	<u>265,598</u>
<b>21. CONTINGENCIES AND COMMITMENTS</b>				

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

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

22 SEGMENT INFORMATION

22.1 Participants' Takaful Fund

	Nine Months ended September 30, 2024 (Unaudited)				
	Fire & property	Marine, aviation & transport	Motor	Other classes	Aggregate
Contribution receivable (inclusive of federal excise duty and administrative surcharge)	7,198,246	6,066,401	16,605,508	9,265,533	39,135,688
Less:					
Federal Excise duty	(707,178)	(543,076)	(1,659,362)	(666,930)	(3,576,546)
Federal insurance fee	(49,503)	(44,660)	(123,233)	(85,132)	(302,528)
Others	(550)	(790,190)	(13,200)	(400)	(804,340)
	<b>6,441,015</b>	<b>4,688,475</b>	<b>14,809,713</b>	<b>8,513,071</b>	<b>34,452,274</b>
<b>Gross contributions</b> (inclusive of administrative surcharge)					
Contribution earned	4,202,326	3,903,750	10,846,480	563,628	19,516,184
Takaful contribution ceded to retakaful operators	(5,857,337)	(4,417,064)	(3,844,264)	(3,073,894)	(17,192,559)
<b>Net Contribution</b>	<b>(1,655,011)</b>	<b>(513,314)</b>	<b>7,002,216</b>	<b>(2,510,266)</b>	<b>2,323,625</b>
Rebate from retakaful	145,208	12,611	280,077	-	437,896
<b>Net Underwriting (Expense)/Income</b>	<b>(1,509,803)</b>	<b>(500,703)</b>	<b>7,282,293</b>	<b>(2,510,266)</b>	<b>2,761,521</b>
Takaful claims	(7,313,068)	(576,400)	(7,488,267)	(3,843,015)	(19,220,750)
Takaful claims recovered from retakaful operator	1,164,764	-	509,853	-	1,674,617
<b>Net claims</b>	<b>(6,148,304)</b>	<b>(576,400)</b>	<b>(6,978,414)</b>	<b>(3,843,015)</b>	<b>(17,546,133)</b>
Other direct expense	(40,318)	(33,979)	(93,010)	(51,898)	(219,205)
<b>Net takaful claims &amp; expenses</b>	<b>(6,188,622)</b>	<b>(610,379)</b>	<b>(7,071,424)</b>	<b>(3,894,913)</b>	<b>(17,765,338)</b>
<b>Underwriting results</b>	<b>(7,698,425)</b>	<b>(1,111,082)</b>	<b>210,869</b>	<b>(6,405,179)</b>	<b>(15,003,817)</b>
Other income					2,036,804
Less: Mudarib's share of investment					-
					2,036,804
<b>Deficit transferred</b>					<b>(12,967,013)</b>
					<b>Aggregate</b>
Corporate segment assets	8,371,347	7,055,045	19,311,714	10,775,540	45,513,646
Corporate unallocated assets	8,371,347	7,055,045	19,311,714	10,775,540	16,833,815
Corporate segment liabilities	10,377,565	8,745,807	23,939,823	13,357,931	62,347,461
Corporate unallocated liabilities	10,377,565	8,745,807	23,939,823	13,357,931	56,421,126
					20,868,088
					77,289,214

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

**22.2 Participants' Takaful Fund**

Nine Months ended Sep 30, 2023 (Unaudited)

	Fire & property	Marine, aviation & transport	Motor	Other classes	Aggregate
----- (Rupees) -----					
Gross contributions (inclusive of administrative surcharge)					
Wakala fee	(509,517)	(8,726)	(873,648)	(4,311)	(1,396,202)
Contribution earned	1,468,958	26,828	2,511,699	12,493	4,019,978
Takaful contribution ceded to retakaful operators	(1,067,493)	(687,183)	(479,656)	(763,353)	(2,997,685)
Net Contribution	(108,052)	(669,081)	1,158,395	(755,171)	(373,909)
Rebate from retakaful	5,472	-	4,354	-	9,826
Net revenue	(102,580)	(669,081)	1,162,749	(755,171)	(364,083)
Takaful claims	(250)	-	(101,220)	-	(101,470)
Takaful claims recovered from retakaful operator	-	-	-	-	-
Net claims	(250)	-	(101,220)	-	(101,470)
Other direct expense	(3,893)	(936)	(10,734)	(87)	(15,650)
Net takaful claims & expenses	(4,143)	(936)	(111,954)	(87)	(117,120)
Deficit before investment	(106,723)	(670,017)	1,050,795	(755,258)	(481,203)
Other income					93,472
Deficit transferred					(387,731)

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

22.3 Operators' Fund

	Nine Months ended Sep. 30, 2024 (Unaudited)				Aggregate
	Fire & property	Marine, aviation & transport	Motor	Other classes	
	(Rupees)				
Wakala fee	1,719,618	1,492,308	3,670,583	2,165,862	9,048,371
Commission expense	(728,821)	(530,516)	(1,675,766)	(963,281)	(3,898,384)
Management expenses	(384,052)	(279,555)	(883,043)	(507,600)	(2,054,250)
	606,745	682,237	1,111,774	694,981	3,095,737
Investment income					2,663,527
Mudarab share					-
Other income					3,265,072
Ceded money expense					-
Other expense					(11,299)
					5,917,300
<b>Profit before taxation</b>					9,013,037
Taxation					(2,613,781)
<b>Profit after taxation</b>					6,399,256
	(Rupees)				
	576,177	419,405	1,324,793	761,531	3,081,906
Corporate segment assets					68,093,755
Corporate unallocated assets					71,175,661
<b>Total Assets</b>	<b>576,177</b>	<b>419,405</b>	<b>1,324,793</b>	<b>761,531</b>	<b>5,221,105</b>
Corporate segment liabilities	976,110	710,520	2,244,353	1,290,122	6,672,072
Corporate unallocated liabilities					11,893,177
<b>Total Liabilities</b>	<b>976,110</b>	<b>710,520</b>	<b>2,244,353</b>	<b>1,290,122</b>	

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

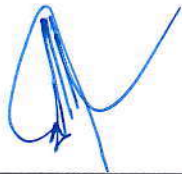
	Nine Months Ended Sep 30, 2023 (Unaudited)				
	Fire & property	Marine, aviation & transport	Motor	Other classes	Aggregate
	(Rupees)				
Wakala fee	509,517	8,726	873,648	4,311	1,396,202
Commission expense	(258,426)	(5,154)	(280,699)	(1,232)	(545,511)
Management expenses	(889,850)	(213,883)	(2,453,654)	(20,047)	(3,577,434)
	(638,759)	(210,311)	(1,860,705)	(16,968)	(2,726,743)
Investment income					2,424,010
Other income					2,606,215
Ceded money expense					(500,000)
Other expense					(406,027)
					4,124,198
Profit before taxation					1,397,455
Taxation					(477,703)
<b>Profit after taxation</b>					919,752
Year Ended Dec 31, 2023 (Audited)					
Corporate segment assets	1,211,481	317,921	1,219,534	74,836	2,823,772
Corporate unallocated assets	1,211,481	317,921	1,219,534	74,836	62,373,081
Corporate segment liabilities	1,728,101	494,693	3,004,659	178,793	5,406,246
Corporate unallocated liabilities	1,728,101	494,693	3,004,659	178,793	6,907,380
					12,313,626

23 DATE OF AUTHORIZATION FOR ISSUE

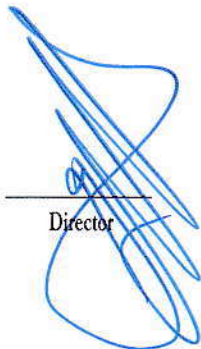
These condensed interim financial statements were authorized for issue on Dec 31, 2024 by the Board of Directors of the Operator.

24 GENERAL

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



Chief Executive Officer



Director



Director



Chairman

