



Century Insurance
A Lakson Group Company

Your **Trust**
Our **Assurance**



Half Yearly Report June 2018
(Un-audited)



Century Insurance **At a Glance**

- Century Insurance is a Lakson Group Company.
- Operating since 1989, dealing in all areas of general insurance business.
- One of the premier general insurance companies of Pakistan.
- Rated "A+" with a stable outlook by JCR — VIS, signifying a 'high capacity to meet policyholders' and contractual obligations'.
- Total equity in excess of Rs. 1.7 billion.
- Twice awarded 'Top 25 Companies Award' by the Karachi Stock Exchange.
- Very strong reinsurance treaty arrangements with highly rated international reinsurers.
- Broad client base consisting of individuals as well as some of the most prestigious local and multinational companies.

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Our Vision

To be an organization known for integrity and ethical behavior and fully dedicated to its Clients, Business Partners, Shareholders and Employees, providing exceptional quality service and committed to achieving excellence in all areas of its operations.

Our Mission

- To become a company of choice for its valued Clients, Stockholders and Employees.
- To ensure continued growth of the financial strength and resilience of the company so that it may be able to withstand any unexpected shocks or cyclical economic downturns.
- The Company culture to be known for Integrity and Ethical behavior.
- The Company to be known as one of the best insurance companies of the country.

Corporate Information

Board of Directors

Mr. Iqbal Ali Lakhani - Chairman
Mr. Amin Mohammed Lakhani
Mr. Bilal Ali Lakhani (from April 12, 2018)
Ms. Anushka Zulfiqar Lakhani
Mr. Tasleemuddin Ahmed Batlay
Mr. Mohammad Hussain Hirji - Chief Executive
Mr. Sadrudin Ismail Mohamed

Advisor

Mr. Sultan Ali Lakhani

Chief Financial Officer

Mr. Sabza Ali Pirani

Company Secretary

Mr. Mansoor Ahmed

Shariah Advisor

Mufti Muhammad Shakir Siddiqui

Audit Committee

Mr. Sadrudin Ismail Mohamed - Chairman
Mr. Amin Mohammed Lakhani
Mr. Tasleemuddin Ahmed Batlay

Investment Committee

Mr. Iqbal Ali Lakhani - Chairman
Mr. Tasleemuddin Ahmed Batlay
Mr. Mohammad Hussain Hirji
Mr. Sabza Ali Pirani

Ethics, Human Resource & Remuneration Committee

Mr. Sadrudin Ismail Mohamed - Chairman
Mr. Amin Mohammed Lakhani
Mr. Tasleemuddin Ahmed Batlay
Mr. Mohammad Hussain Hirji

External Auditors

M/s. KPMG Taseer Hadi & Co.
Chartered Accountants

Share Registrar

M/s. FAMCO Associates (Pvt) Ltd.
8-F, Near Hotel Faran, Nursery,
Block-6, P.E.C.H.S., Shahra-e-Faisal, Karachi.
Tel: (021) 34380101-2
Fax: (021) 34380106
Email: info.shares@famco.com.pk
Website: www.famco.com.pk

Bankers

Al Baraka Bank (Pakistan) Limited
Bank Alfalah Limited
Bank Islami Pakistan Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
Meezan Bank Limited
NRSP Microfinance Bank Limited
Silkbank Limited
Standard Chartered Bank (Pakistan) Limited
Telenor Microfinance Bank Limited
United Bank Limited

Registered & Corporate Office

Lakson Square, Building No. 2, Sarwar Shaheed
Road, Karachi-74200.

Head Office

11th Floor, Lakson Square, Building No. 3,
Sarwar Shaheed Road, Karachi-74200.

Website: www.cicl.com.pk

UAN: 111-111-717

NTN: 0710008-6

Directors' Review

On behalf of the Board of Directors, we are pleased to present to you the un-audited financial statements for the half year ended 30 June 2018.

General Review

The overall operational performance of the Company has improved in the HY2018 as compared to the same period in 2017. Gross Written Premium (inclusive of Takaful Contribution) has increased by Rs. 83.4 million (15%) to Rs. 649.7 million. Net Premium (inclusive of Takaful Contribution) has increased by Rs. 58.3 million (22%) to Rs. 327.9 million. Underwriting Profit stood at Rs. 40.8 million, up by Rs. 7.4 million (22%). However, Investment and Other Income has decreased by Rs. 178.4 million (113%). Earnings per share stood at Rs. 0.28.

Operating Results

The comparative financial highlights for the half year ended 30 June 2018 and 2017 are presented below:-

Rupees in millions (except for EPS)	June 30, 2018	June 30, 2017	Increase / (Decrease)	
			Amount	%
Gross written premium	650	566	83	15
Net premium	328	270	58	22
Underwriting results	41	33	7	21
Investment & other income	(20)	157	(178)	(113)
Profit before tax	19	190	(171)	(90)
Profit after tax	14	107	(93)	(87)
Earnings per share (EPS) Rs.	0.28	2.12	(1.84)	(87)
Total assets	3,039	2,971	69	2
Paid-up capital	503	503	-	-
Total equity	1,712	1,736	(24)	(1)

As compared to HY2017, the Gross Written Premium (inclusive of Takaful Contribution) for Fire class has increased by Rs. 28.5 million (14%), Marine by Rs. 19.7 million (24%), Motor by Rs. 26.1 million (15%), Accident and Health by Rs. 5.3 million (7%) and Miscellaneous by Rs. 3.7 million (15%).

Window Takaful Operations

Keeping in view the fact that 2018 would be the first full year of Window Takaful Operations, the overall Takaful performance was quite satisfactory.

Participant Takaful Fund (PTF)

The Gross Written Contribution for the HY2018 is Rs. 22 million, Net Contribution revenue is Rs. 5.7 million and the surplus for the period for PTF is Rs. 1.5 million.

Operator's Fund (OPF)

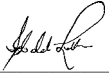
Gross Wakala Fee for the HY2018 is Rs. 7.9 million, Net Wakala Fee income is Rs. 3.3 million and Profit Before Tax is Rs. 0.15 million.

Future Outlook

The management is making concerted efforts to increase market share and profitability and the business of the Company is expected to continue to grow at a steady pace. We shall continue to strive to identify new and innovative products, expand the branch network to serve clients in new cities and recruit, train and motivate sales staff so as to maintain the momentum of profitable growth. We are hopeful that this will result in improved sustainability and enhanced shareholder equity in the future.

Acknowledgments

On behalf of all the Directors, we would like to thank our shareholders who continue to place their trust and confidence in the Company and assure them of our best efforts to ensure optimum utilization of their investment. I also wish to place on record our appreciation of the devotion, loyalty and hard work of the management and members of the staff that have contributed towards the growth of the Company and success of its operations.



Iqbal Ali Lakhani
Chairman



Mohammad Hussain Hirji
Director & Chief Executive

Karachi: August 20, 2018

اعترافات

ہم تمام ڈائریکٹرز کی جانب سے اپنے حصص یافتگان کا شکریہ ادا کرتے ہیں جنہوں نے کمپنی پر اپنا بھروسہ اور اعتماد رکھا اور ان کے کمپنی میں سرمایہ کاری کے بہترین استعمال کی یقین دہانی کراتے ہیں۔ اور ہم انتظامیہ اور عملے کے اراکین کی لگن، وفاداری اور انتھک محنت کو سراہتے ہیں جنہوں نے کمپنی کی ترقی اور کاروباری امور کی کامیابی میں اپنا کردار ادا کیا۔

Mohammad Iqbal Khan

محمد حسین جرجی

ڈائریکٹر اور چیف ایگزیکٹو

Iqbal Khan

اقبال علی لاکھانی

چیئرمین

کراچی: 20 اگست 2018

ڈائریکٹرز کی جائزہ رپورٹ

ششماہی 2017 کے مقابلے میں مجموعی پریہیم (بشمول نکافل کٹریوشن) برائے بیمہ آتش زدگی میں 28.5 ملین روپے (14 فیصد)، بحری بیمہ میں 19.7 ملین روپے (24 فیصد)، موٹر بیمہ میں 26.1 ملین روپے (15 فیصد)، بیمہ حادثہ و صحت میں 5.3 ملین روپے (7 فیصد) اور بیمہ متنفرق 3.7 ملین روپے (15 فیصد) کا اضافہ ہوا۔

ونڈو نکافل آپریشنز

اس حقیقت کو مد نظر رکھتے ہوئے کے سال 2018 ونڈو نکافل آپریشنز کا پہلا مکمل سال ہوگا نکافل کی مجموعی کارکردگی تسلی بخش رہی۔

شراکت داروں کا نکافل فنڈ

ششماہی 2018 میں شراکت داروں کا مجموعی کنٹری بیوشن فنڈ 22 ملین روپے رہا۔ شراکت داروں کا خالص کنٹری بیوشن 5.7 ملین روپے اور سرپلس فنڈ 1.5 ملین روپے رہا۔

آپریٹرز فنڈ

مجموعی وکلاء فیس برائے ششماہی 2018 میں 7.9 ملین روپے ہے۔ خالص وکلاء فیس کی آمدنی 3.3 ملین اور قبل از ٹیکس منافع 0.15 ملین روپے رہا۔

مستقبل کے خدو خال

کمپنی کی انتظامیہ کاروبار میں منافع اور مارکیٹ شیئر میں اضافے کی مستحکم رفتار کو برقرار رکھنے کے لیے ٹھوس اقدامات کر رہی ہے۔ ہم منافع بخش ترقی کی رفتار کو برقرار رکھنے کے لیے نئی اور جدید مصنوعات کی شناخت، دیگر شہروں میں کلائنٹ کی خدمت کی غرض سے اضافی برانچوں کے قیام اور بیمہ فروخت کے عملے کی حوصلہ افزائی اور تربیت کرتے رہیں گے۔ ہم امید کرتے ہیں کہ مندرجہ بالا اقدامات مستقبل میں حصص یافتگان کی ایکویٹی میں اضافے اور بہتر پائیداری کا باعث بنیں گے۔

ڈائریکٹرز کی جائزہ رپورٹ

بورڈ آف ڈائریکٹرز کی طرف سے ہم مسرت کے ساتھ 30 جون 2018 کو ختم ہونے والی ششماہی کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کر رہے ہیں۔

عمومی جائزہ

مجموعی طور پر ششماہی 2018 میں کمپنی کی آپریشنل کارکردگی میں 2017 کے مقابلے میں اضافہ ہوا ہے۔ مشترکہ مجموعی پریبینم (بشمول نکافل کنٹریوشن) 83.4 ملین روپے (15 فیصد) کا اضافہ جو کہ 649.7 ملین روپے ہوا۔ مجموعی خالص پریبینم (بشمول نکافل کنٹریوشن) 58.3 ملین روپے (22 فیصد) کا اضافہ جو کہ 327.9 ملین روپے ہوا۔ انڈر رائٹنگ آمدنی 40.8 ملین روپے رہی ہے۔ جس میں 7.4 ملین روپے کا اضافہ (22 فیصد) ہے۔ سرمایہ کاری اور دیگر آمدنی میں 178.4 ملین روپے (113 فیصد) کی کمی ہوئی۔ فی شیئر آمدنی 0.28 روپے سے رہی۔

کاروباری امور کے نتائج

ششماہی 30 جون 2018 اور 2017 کے تقابلی مالیاتی جھلکیاں درج ذیل ہیں:

روپے ملین میں (EPS کے علاوہ)	30 جون 2018 (رقم)	30 جون 2017 (رقم)	اضافہ / (کمی) (رقم)	(%)
مجموعی پریبینم	650	566	83	15
خالص پریبینم	328	270	58	22
انڈر رائٹنگ آمدنی	41	33	7	21
سرمایہ کاری اور دیگر آمدنی	(20)	157	(178)	(113)
آمدنی قبل از ٹیکس	19	190	(171)	(90)
آمدنی بعد از ٹیکس	14	107	(93)	(87)
فی حصص آمدنی (EPS) روپے	0.28	2.12	(1.84)	(87)
کل اثاثہ جات	3,039	2,971	69	2
ادا شدہ سرمایہ	503	503	-	-
کل ایکویٹی	1,712	1,736	(24)	(1)

INDEPENDENT AUDITORS' REVIEW REPORT TO THE MEMBERS OF CENTURY INSURANCE COMPANY LIMITED

Report On Review Of Interim Financial Information

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Century Insurance Company Limited** ("the Company") 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 financial information for the six-months period then ended 30 June 2018 (here-in-after referred to as the "condensed interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on the condensed interim financial information 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 condensed interim financial information 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 condensed interim financial information is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures for the three months period ended 30 June 2018 in the condensed interim financial information have not been reviewed and we do not express a conclusion on them.

The engagement partner on the engagement resulting in this independent auditors' report is Muhammad Nadeem.

Date: 20 August 2018



KPMG Taseer Hadi & Co.
Chartered Accountants

Karachi

Condensed Interim Statement of Financial Position

As at June 30, 2018

		(Un-audited) June 30, 2018	(Audited) December 31, 2017 (Restated)
	Note	----- (Rupees) -----	-----
Assets			
Property and equipment	8	70,125,987	65,669,519
Intangible assets		164,945	472,587
Investment in associates	9	43,423,307	42,137,247
Investments			
Equity securities	10.1	1,178,737,649	1,102,099,243
Debt securities	10.2	109,033,019	129,899,296
Term deposit	10.3	50,000,000	245,000,000
Loan and other receivable	11	19,235,738	238,537,198
Insurance / reinsurance receivable	12	610,725,307	426,728,740
Reinsurance recoveries against outstanding claims	21	98,643,202	74,912,821
Salvage recoveries accrued		6,286,000	2,426,000
Deferred commission expense	22	40,682,087	32,232,773
Deferred taxation	16	28,475,250	35,264,815
Prepayments	13	216,180,762	170,714,966
Cash and bank	14	508,729,965	116,781,242
Total assets of Window Takaful Operations - Operator's fund	15	58,932,837	52,755,690
Total assets		3,039,376,055	2,735,632,137

		(Un-audited) June 30, 2018	(Audited) December 31, 2017 (Restated)
	Note	----- (Rupees) -----	
Equity and liabilities			
Authorized share capital (70,000,000 Ordinary share of Rs.10 each)		700,000,000	700,000,000
Capital and reserves attributable to Company's equity holders			
Ordinary share capital		502,968,030	502,968,030
Share premium		254,024,260	254,024,260
Reserves		137,013,963	81,818,834
Unappropriated profit		817,544,806	891,722,749
Total Equity		1,711,551,059	1,730,533,873
Liabilities			
Underwriting Provisions			
Outstanding claims including IBNR	21	190,099,015	165,560,979
Unearned premium reserve	20	478,058,242	383,008,819
Unearned reinsurance commission	22	43,509,747	38,529,301
Premiums received in advance		636,128	804,781
Insurance / reinsurance payables	17	367,131,664	225,151,644
Other creditors and accruals	18	182,346,941	140,516,479
Taxation - provision less payments		56,835,639	47,993,747
Total Liabilities		1,318,617,376	1,001,565,750
Total liabilities of Window Takaful Operations - Operator's fund	15	9,207,620	3,532,514
Total equity and liabilities		3,039,376,055	2,735,632,137
Contingencies	19		

The annexed notes from 1 to 31 form an integral part of these condensed interim financial information.


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Tasleemuddin Ahmed Batlay
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Condensed Interim Profit and Loss Account (Un-audited)

For the three and six months period ended June 30, 2018

	Note	Three month period ended		Six month period ended	
		June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
		----- (Rupees) -----			
Net insurance premium	20	160,392,487	127,297,930	322,176,683	269,565,005
Net insurance claims	21	(72,670,523)	(57,818,031)	(142,313,895)	(113,307,630)
Net commission and other acquisition costs	22	245,504	4,131,788	2,035,441	10,364,791
Insurance claims and acquisition expenses		(72,425,019)	(53,686,243)	(140,278,454)	(102,942,839)
Management Expenses		(74,349,363)	(67,736,292)	(141,094,797)	(133,210,338)
Underwriting results		13,618,105	5,875,395	40,803,432	33,411,828
Investment (loss) / income	23	(56,293,717)	124,590,101	(28,656,600)	154,056,144
Other income	24	6,348,714	1,099,105	8,394,565	3,381,901
Other expenses		(2,516,845)	(2,664,567)	(3,708,932)	(3,271,774)
Results of operating activities		(38,843,743)	128,900,034	16,832,465	187,578,099
Share of profit of associates		1,547,408	1,181,370	1,547,408	2,300,721
Profit from Window Takaful Operations	15	312,556	-	148,934	-
(Loss) / profit before tax		(36,983,779)	130,081,404	18,528,807	189,878,820
Income tax expense - current		(9,932,658)	(42,994,603)	(21,030,034)	(59,733,239)
- prior		-	(26,346,857)	-	(26,346,857)
- deferred		22,910,234	(8,405,065)	16,342,888	2,769,592
		12,977,576	(77,746,525)	(4,687,146)	(83,310,504)
(Loss) / profit after tax		(24,006,203)	52,334,879	13,841,661	106,568,316
(Loss) / earnings per share of Rs.10 each					
- basic and diluted	25	(0.48)	1.04	0.28	2.12


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Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Tasleemuddin Ahmed Batlay
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Condensed Interim Statement of Comprehensive Income (Un-Audited)

For the three and six months period ended June 30, 2018

	(Un-audited)			
	Three month period ended		Six month period ended	
	June 30, 2018	June 30, 2017 (Restated)	June 30, 2018	June 30, 2017 (Restated)
	----- (Rupees) -----			
(Loss) / profit after tax	(24,006,203)	52,334,879	13,841,661	106,568,316
Other comprehensive income				
Item to be reclassified to profit and loss account in subsequent period :				
Unrealised (diminution) / appreciation 'available for sale' investments - net of tax	(52,032,193)	(130,951,077)	54,796,534	(105,628,522)
Reclassification adjustment for net gain on available for sale investments included in profit and loss account - net of tax	-	45,367,165	-	30,690,303
	(52,032,193)	(85,583,912)	54,796,534	(74,938,219)
Unrealised appreciation 'available for sale investments of Window Takaful Operations - net of tax	209,416	-	396,298	-
- Share in other comprehensive income of an associate - net of tax	2,297	18,185	2,297	18,185
Total comprehensive (loss) / income for the period	(75,826,683)	(33,230,848)	69,036,790	31,648,282


The annexed notes from 1 to 31 form an integral part of these condensed interim financial information.


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Tasleemuddin Ahmed Batlay
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-Audited)

For the six months period ended June 30, 2018

	June 30, 2018	June 30, 2017
	----- (Rupees) -----	
Operating cash flows		
(a) Underwriting activities		
Insurance premium received	500,330,183	415,255,448
Reinsurance premium paid	(101,513,187)	(171,710,003)
Claims paid	(222,645,857)	(148,081,625)
Reinsurance and other recoveries received	45,230,808	33,895,087
Commissions paid	(48,321,672)	(53,183,679)
Commissions received	30,662,792	50,628,178
Management expenses paid	(141,457,659)	(135,669,174)
Net cash inflow / (outflow) from underwriting activities	62,285,408	(8,865,768)
(b) Other operating activities		
Income tax paid	(12,144,951)	(41,948,741)
Other operating receipts	21,268,530	25,046,773
Contribution to Window Takaful Operations	-	(50,000,000)
Net cash inflow / (outflow) from other operating activities	9,123,579	(66,901,968)
Total cash inflow / (outflow) from operating activities	71,408,987	(75,767,736)
Investment activities		
Profit / return received	14,834,750	10,146,899
Dividends received	6,326,266	95,426,724
Payments for investments	(573,275,299)	(1,054,915,588)
Proceeds from disposal of investments	969,882,587	1,082,518,547
Fixed capital expenditure	(12,218,008)	(4,136,033)
Proceeds from sale of property and equipment	1,421,564	2,832,490
Total cash inflow from investing activities	406,971,860	131,873,039
Financing activities - Dividends paid	(86,432,124)	(79,328,192)
Net cash inflow / (outflow) from all activities	391,948,723	(23,222,889)
Cash at beginning of the period	115,981,242	107,820,416
Cash at end of the six months period	507,929,965	84,597,527
Reconciliation to profit and loss account		
Operating cash flows	71,408,987	(75,767,736)
Depreciation / amortization expense	(6,158,230)	(6,177,870)
(Loss) / profit on disposal of fixed assets	(489,388)	991,041
Profit on disposal of investments	12,460,023	52,689,719
Dividend income	5,079,107	95,196,656
Investment and other income	16,850,588	12,160,763
Decrease in assets other than cash	108,518,717	310,366,082
Decrease in liabilities other than running finance	(193,977,077)	(282,890,339)
Profit from Window Takaful Operations	148,934	-
Profit after tax	13,841,661	106,568,316

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

	June 30, 2018	June 30, 2017
	----- (Rupees) -----	
Cash and bank deposits		
Cash and other equivalents		
- Cash	207,930	182,045
- Policy stamps and bond papers in hand	715,525	1,103,812
	<u>923,455</u>	<u>1,285,857</u>
Current and other accounts		
- Current accounts *	8,065,397	22,532,801
- Savings accounts	498,941,113	60,778,869
	<u>507,006,510</u>	<u>83,311,670</u>
	<u>507,929,965</u>	<u>84,597,527</u>

* This does not include local currency account with a lien amounting to Rs.0.8 million (June 30, 2017: Rs.0.8 million), with a commercial bank for letters of credit arranged through the bank for securing claims arising outside Pakistan.

Reconciliation of liabilities arising out of financing activities

Unclaimed dividend as at January 01	3,938,133	3,559,189
Changes from financing activities		
Dividend paid	(86,432,124)	(79,328,192)
Others		
Final cash dividend for the year ended December 31, 2017 @ 17.5% (2016: 17.5%)	88,019,604	80,017,899
Unclaimed dividend as at June 30	<u>5,525,613</u>	<u>4,248,896</u>

Definition of cash

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

The annexed notes from 1 to 31 form an integral part of these condensed interim financial information.


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Tasleemuddin Ahmed Batlay
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Condensed Interim Statement of Changes in Equity (Un-Audited)

For the six months period ended June 30, 2018

	Attributable to equity holders of the Company					Total
	Share capital Issued, subscribed and paid-up	Capital reserves		Revenue reserves		
		Share premium	General reserve	Unrealised appreciation / (diminution) 'available for sale' invest- ments	Retained earnings	
	(Rupees)					
Balance as at January 01, 2017 - as previously reported	457,243,660	254,024,260	119,000,000	-	879,048,427	1,709,316,347
Net effect of changes in accounting policy (refer note 3.1)	-	-	-	147,955,431	-	147,955,431
Balance as at January 01, 2017 as restated	457,243,660	254,024,260	119,000,000	147,955,431	879,048,427	1,857,271,778
Total comprehensive income						
Profit after tax for the six months period	-	-	-	-	106,568,316	106,568,316
Other comprehensive income						
Share in other comprehensive income of an associate	-	-	-	18,185	-	18,185
Net unrealised gain arising during the period on revaluation of available for sale investments net of tax	-	-	-	(105,628,522)	-	(105,628,522)
Reclassification adjustment for net gain on available for sale investments included in profit and loss account net of tax	-	-	-	30,690,303	-	30,690,303
Total comprehensive income	-	-	-	(74,920,034)	106,568,316	31,648,282
Transactions with owners recorded directly in equity						
Final cash dividend of Rs.1.75 (17.5%) per share for the year ended December 31, 2016	-	-	-	-	(80,017,899)	(80,017,899)
Issue of bonus share at 10% per share of Rs. 10 each for the year ended December 31, 2016	45,724,370	-	-	-	(45,724,370)	-
Balance as at June 30, 2017 as restated	502,968,030	254,024,260	119,000,000	73,035,397	859,874,474	1,808,902,161
Balance as at January 01, 2018 - as previously reported	502,968,030	254,024,260	119,000,000	-	891,722,749	1,767,715,039
Net effect of changes in accounting policy (refer note 3.1)	-	-	-	(37,181,166)	-	(37,181,166)
Balance as at January 01, 2018 as restated	502,968,030	254,024,260	119,000,000	(37,181,166)	891,722,749	1,730,533,873
Total comprehensive income						
Profit after tax for the six months period	-	-	-	-	13,841,661	13,841,661
Other comprehensive income						
Share in other comprehensive income of an associate	-	-	-	2,297	-	2,297
Net unrealised gain arising during the period on revaluation of available for sale investments (including WTO) net of tax	-	-	-	55,192,832	-	55,192,832
Reclassification adjustment for net gain on available for sale investments included in profit and loss account (including WTO) net of tax	-	-	-	-	-	-
Total comprehensive income	-	-	-	55,195,129	13,841,661	69,036,790
Transactions with owners recorded directly in equity						
Final cash dividend of Rs.1.75 (17.5%) per share for the year ended December 31, 2017	-	-	-	-	(88,019,604)	(88,019,604)
Balance as at June 30, 2018	502,968,030	254,024,260	119,000,000	18,013,963	817,544,806	1,711,551,059

The annexed notes from 1 to 31 form an integral part of these condensed interim financial information.


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Tasleemuddin Ahmed Batlay
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

1. STATUS AND NATURE OF BUSINESS

Century Insurance Company Limited (the Company) is a public limited company incorporated in Pakistan on October 10, 1985 under the repealed Companies Ordinance, 1984 (now Companies Act 2017). The Company is listed on the Pakistan Stock Exchange Limited and is engaged in general insurance business. The registered office of the Company is situated at Lakson Square Building No. 2, Sarwar Shaheed Road, Karachi.

The Company was granted authorization on August 07, 2017 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations by Securities and Exchange Commission of Pakistan (SECP) and under Takaful Rules, 2012 to carry on general takaful operations in Pakistan. The Company has formed a Waqf for Participants' Fund ("PTF") by executing the Waqf deed dated August 17, 2017. The Company commenced its activities of Window Takaful Operations on August 18, 2017.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 These condensed interim financial information has been prepared in accordance with the accounting and reporting standard 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 and Insurance Ordinance, 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017 and Takaful Rules 2012.

Where the provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017 and Takaful Rules 2012 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017 and Takaful Rules 2012, have been followed.

2.2 The Securities and Exchange Commission of Pakistan ("SECP") vide its S.R.O 89(1)/2017 dated February 9, 2017 and Circular 25 of 2015 dated July 9, 2015 has prescribed format of the presentation of annual financial statements for general insurance companies. These condensed interim financial statements have been prepared in accordance with the format prescribed by the SECP (note 3.1).

2.3 These condensed interim financial information do not include all the information required in the full annual financial statements. Accordingly, these condensed interim financial information should be read in conjunction with annual financial statements of the Company as at and for the year ended December 31, 2017.

2.4 These condensed interim financial information have been presented in Pakistani Rupees, which is also the functional currency of the Company.

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

3. ACCOUNTING POLICIES

The accounting policies and methods of computation followed in these condensed interim financial information are same as compared with the annual financial statements of the Company as at and for the year ended December 31, 2017, except as stated below.

3.1 Change in Accounting Policies

3.1.1 Application of Insurance Rules 2017 and Insurance Accounting Regulation 2017

Securities and Exchange Commission of Pakistan (“SECP”) vide S.R.O 88(1)/2017 and S.R.O 89(1)/2017 dated February 9, 2017 has issued the and Insurance Rules, 2017 Insurance Accounting Regulations, 2017 (the Rules and Accounting Regulations 2017). The application of these Rules and Accounting Regulations, 2017 for the purpose of preparation and presentation of the financial statements was effective from April 1, 2017. SECP through its letters has granted exemption from application of Rules and Accounting Regulations 2017 to the Company till December 31, 2017. Therefore, the application of Rules and Accounting Regulations 2017 became effective from the accounting year commencing from January 01, 2018.

The Rules and Accounting Regulations 2017 require significant disclosures / requirements, which are relevant to the Company includes but not limited to: Presentation and disclosure of financial statements prescribed in Annexure II of the Insurance Rules, 2017, recognition of available-for-sale investments at fair value as per IAS 39 “Financial Instruments: Recognition and Measurement”.

The Company has adopted these Rules and Accounting Regulations 2017 and accordingly has changed its accounting policies as follows:

3.1.1.1 Available for sale investments

Up to December 31, 2017, the available for sale investments subsequent to initial recognition had been stated at the lower of cost or market value (market value on an individual investment basis being taken lower as if the fall is other than temporary) as the application of International Accounting Standard-39 (IAS-39) “Financial Instruments: Recognition and Measurement” in respect of valuation of available for sale investments was deferred in accordance with repealed SEC (Insurance) Rules 2002.

According to the Rules and Accounting Regulations 2017, the Company has changed its accounting policy for subsequent measurement of investments classified as available for sale from lower of cost or market value (market value on an individual investment basis being taken lower as if the fall is other than temporary) to fair value as per the requirements of IAS 39 and any unrealised gains or losses arising on re-measurement on of available-for-sale investments are taken to revaluation reserve through other comprehensive income. On de-recognition or impairment of available-for-sale investments, the cumulative gains or losses previously reported in revaluation reserves are reclassified to profit and loss account for the period.

3.1.1.2 Presentation of Financial Statements

The Company has adopted format for preparation and presentation of its condensed interim

financial information in line with the requirements of the Rules and Accounting Regulations 2017. Significant changes in presentation are rearrangements in sequence of assets / liabilities in the statement of financial position; presentation of single profit or loss account instead of segment wise (classes of business) presentation and discontinuation of separate statements of Premiums, Claims, Expense and investment Income. The segment wise and premiums, claims and expenses and investment income is now included in notes to the interim condensed financial information (note 20, 21, 22, 23 and 28).

3.1.1.3 Financial Impact of change in accounting policy

The significant effects of `changes in accounting policies as stated above has been applied retrospectively in accordance with the requirement of IAS - 8 Accounting Policy, Change in Accounting Estimates and Error' and comparatives have been restated to conform to the changed policy. The summary of the effects are as follows:

	December 31, 2017			January 1, 2017		
	As previously	As re-stated	Restatement	As previously	As re-stated	Restatement
----- (Rupees) -----						
Effect on Statement of financial position						
Assets						
Investments in Equity Securities	1,155,337,264	1,102,099,243	(53,238,021)	1,408,006,279	1,622,434,440	214,428,161
Total assets from takaful operations - OTF	52,633,620	52,755,690	122,070	-	-	-
Deferred taxation	19,293,409	35,264,815	15,971,406	1,928,077	(64,544,653)	66,472,730
Liability						
Total liabilities from takaful operations - OTF	3,495,893	3,532,514	36,621	-	-	-
Equity:						
Unappropriated profit and reserves	1,264,747,009	1,227,565,843	(37,181,166)	1,252,072,687	1,104,117,256	147,955,431
June 30, 2017						
----- (Rupees) -----						
Effect of other comprehensive income						
Profit after tax				106,568,316	106,568,316	-
Item to be reclassified to profit and loss account in subsequent period						
Net unrealised (loss) / gain arising during the period on revaluation of available for sale investments - net of tax	-			(105,628,522)	(105,628,522)	
Reclassification adjustment for net gain on available for sale investments included in profit and loss account - net of tax	-			30,690,303	30,690,303	
Share in other comprehensive income of an associate	-			18,185	18,185	
Other comprehensive loss, net of tax				(74,920,034)	(74,920,034)	
Total comprehensive income for the period				-	31,648,282	(74,920,034)

The above restatement does not impact on the Company's profit and loss account and accordingly earnings per share has not been restated.

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

3.1.2 Adoption of Companies Act 2017

During the period the Companies Act, 2017 has been effective from January 1, 2018, however there is no impact on the condensed interim financial information of the Company.

3.1.3 NEW OR AMENDMENTS / INTERPRETATIONS TO EXISTING STANDARDS, INTERPRETATION AND FORTHCOMING REQUIREMENTS

There are new and amended standards and interpretations as notified under the Companies Act, 2017 that are mandatory for accounting periods beginning July 1, 2017 but are considered not to be relevant or do not have any significant effect on the Company's condensed interim financial information and are therefore not stated.

4. STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS THAT ARE NOT YET EFFECTIVE

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after July 01, 2018:

- Classification and Measurement of Share-based Payment Transactions - amendments to IFRS 2 clarify the accounting for certain types of arrangements and are effective for annual periods beginning on or after January 1, 2018. The amendments cover three accounting areas (a) measurement of cash-settled share-based payments; (b) classification of share-based payments settled net of tax withholdings; and (c) accounting for a modification of a share-based payment from cash-settled to equity-settled. The new requirements could affect the classification and/or measurement of these arrangements and potentially the timing and amount of expense recognized for new and outstanding awards. The amendments are not likely to have an impact on the Company's condensed interim financial information.
- Transfers of Investment Property (Amendments to IAS 40 'Investment Property' - effective for annual periods beginning on or after January 1, 2018) clarifies that an entity shall transfer a property to, or from, investment property when, and only when there is a change in use. A change in use occurs when the property meets, or ceases to meet, the definition of investment property and there is evidence of the change in use. In isolation, a change in management's intentions for the use of a property does not provide evidence of a change in use. The amendments are not likely to have an impact on the Company's condensed interim financial information.
- Annual Improvements to IFRSs 2014-2016 Cycle [Amendments to IAS 28 'Investments in Associates and Joint Ventures'] (effective for annual periods beginning on or after January 1, 2018) clarifies that a venture capital organization and other similar entities may elect to measure investments in associates and joint ventures at fair value through profit and loss, for each associate or joint venture separately at the time of initial recognition of investment. Furthermore, similar election is available to non-investment entity that has an interest in an associate or joint venture that is an investment entity, when applying the equity method, to retain the fair value measurement applied by that investment entity associate or joint venture to the investment entity associate's or joint venture's interests in subsidiaries. This election is made separately for each investment entity associate or joint venture. The amendments are not likely to have an impact on the Company's condensed interim financial information.

- IFRIC 22 'Foreign Currency Transactions and Advance Consideration' (effective for annual periods beginning on or after January 1, 2018) clarifies which date should be used for translation when a foreign currency transaction involves payment or receipt in advance of the item it relates to. The related item is translated using the exchange rate on the date the advance foreign currency is received or paid and the prepayment or deferred income is recognized. The date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income (or part of it) would remain the date on which receipt of payment from advance consideration was recognized. If there are multiple payments or receipts in advance, the entity shall determine a date of the transaction for each payment or receipt of advance consideration. The application of interpretation is not likely to have an impact on the Company's condensed interim financial information.
- IFRIC 23 'Uncertainty over Income Tax Treatments' (effective for annual periods beginning on or after January 1, 2019) clarifies the accounting for income tax when there is uncertainty over income tax treatments under IAS 12. The interpretation requires the uncertainty over tax treatment be reflected in the measurement of current and deferred tax. The application of interpretation is not likely to have an impact on the Company's condensed interim financial information.
- IFRS 15 'Revenue from contracts with customers' (effective for annual periods beginning on or after July 1, 2018). IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognized. It replaces existing revenue recognition guidance, including IAS 18 'Revenue', IAS 11 'Construction Contracts' and IFRIC 13 'Customer Loyalty Programmes'. The amendments are not likely to have an impact on the Company's condensed interim financial information.
- IFRS 9 'Financial Instruments' and amendment – Prepayment Features with Negative Compensation (effective for annual periods beginning on or after July 1, 2018 and January 1, 2019 respectively). IFRS 9 replaces the existing guidance in IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets, and new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39. The management has completed an initial assessment of changes required in classification and measurement of financial instruments on adoption of the standard and has also carried out an initial exercise to calculate impairment required under expected credit loss model. Based on initial assessment the management considered that there is no significant change in the classification or carrying value of the financial assets or liabilities and no additional significant impairment is expected.
- IFRS 16 'Leases' (effective for annual period beginning on or after January 1, 2019). IFRS 16 replaces existing leasing guidance, including IAS 17 'Leases', IFRIC 4 'Determining whether an Arrangement contains a Lease', SIC-15 'Operating Leases- Incentives' and SIC-27 'Evaluating the Substance of Transactions Involving the Legal Form of a Lease'. IFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognizes a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard i.e. lessors continue to classify leases as finance or operating leases. The

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

Company is currently in process of analyzing the potential impact of changes required on adoption of the standard.

- Amendment to IAS 28 'Investments in Associates and Joint Ventures' - Long Term Interests in Associates and Joint Ventures (effective for annual period beginning on or after January 1, 2019). The amendment will affect companies that finance such entities with preference shares or with loans for which repayment is not expected in the foreseeable future (referred to as long-term interests or 'LTI'). The amendment and accompanying example state that LTI are in the scope of both IFRS 9 and IAS 28 and explain the annual sequence in which both standards are to be applied. The amendments are not likely to have an impact on the Company's condensed interim financial information.
- Amendments to IAS 19 'Employee Benefits'- Plan Amendment, Curtailment or Settlement (effective for annual periods beginning on or after January 1, 2019). The amendments clarify that on amendment, curtailment or settlement of a defined benefit plan, a company now uses updated actuarial assumptions to determine its current service cost and net interest for the period; and the effect of the asset ceiling is disregarded when calculating the gain or loss on any settlement of the plan and is dealt with separately in other comprehensive income. The application of amendments is not likely to have an impact on the Company's condensed interim financial information.
- Amendment to IFRS 4 'Insurance Contracts'- Applying IFRS 9 'Financial Instruments' with IFRS 4 (effective for annual periods beginning on or after July 1, 2018). The amendment address issue arising from the different effective dates of IFRS 9 and the forthcoming new standard IFRS 17 'Insurance Contracts'. The amendments introduce two alternative options for entities issuing contracts within the scope of IFRS 4, notably a temporary exemption and an overlay approach. The temporary exemption enables eligible entities to defer the implementation date of IFRS. The overlay approach allows an entity applying IFRS 9 from July 1, 2018 onwards to remove from profit or loss the effects of some of the accounting mismatches that may occur from applying IFRS 9 before IFRS 17 is applied.
- Annual Improvements to IFRS Standards 2015–2017 Cycle - the improvements address amendments to following approved accounting standards:
 - IFRS 3 Business Combinations and IFRS 11 Joint Arrangement - the amendment aims to clarify the accounting treatment when a company increases its interest in a joint operation that meets the definition of a business. A company remeasures its previously held interest in a joint operation when it obtains control of the business.
 - IAS 12 Income Taxes - the amendment clarifies that all income tax consequences of dividends (including payments on financial instruments classified as equity) are recognized consistently with the transaction that generates the distributable profits.
 - IAS 23 Borrowing Costs - the amendment clarifies that a company treats as part of general borrowings any borrowing originally made to develop an asset when the asset is ready for its intended use or sale.

The above amendments are effective from annual period beginning on or after January 1, 2019 and are not likely to have an impact on the Company's condensed interim financial information.

5. ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information 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 expense. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively. In preparing these condensed interim financial information, 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 financial statements as at and for the year ended December 31, 2017.

6. INSURANCE AND FINANCIAL RISK MANAGEMENT

The insurance and financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Company as at and for the year ended December 31, 2017.

7. PREMIUM DEFICIENCY RESERVE

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

8. PROPERTY AND EQUIPMENT

		(Un-audited) June 30, 2018	(Audited) December 31, 2017
	Note	----- (Rupees) -----	-----
Operating assets	8.1	65,301,487	62,203,019
Capital work in progress	8.2	4,824,500	3,466,500
		<u>70,125,987</u>	<u>65,669,519</u>
8.1 Operating assets			
Opening written down value		62,203,019	65,091,484
Add: Additions during the period / year - at cost			
- Motor vehicles		10,651,000	8,876,003
- Computers and related accessories		153,000	388,450
- Office equipment		170,000	2,292,955
- Furniture and fixtures		193,650	317,000
- Office improvement		-	620,190
		<u>11,167,650</u>	12,494,598
Less: Written down value of deletions		1,910,952	3,518,217
Depreciation for the period / year		<u>6,158,230</u>	<u>11,864,846</u>
		<u>8,069,182</u>	15,383,063
		<u>65,301,487</u>	<u>62,203,019</u>

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

		(Un-audited) June 30, 2018	(Audited) December 31, 2017
	Note	----- (Rupees) -----	
8.2 Capital work in progress			
Advance against purchase of vehicles		4,724,000	3,366,000
Advance against renovation of office		100,500	100,500
		<u>4,824,500</u>	<u>3,466,500</u>
9 INVESTMENT IN ASSOCIATES			
Beginning of the period / year		42,137,247	38,284,477
Share of profit from associates		1,547,408	5,482,214
Dividend received from associates		(264,584)	(1,561,607)
Share in other comprehensive income / (loss)		3,236	(67,837)
End of the period / year	9.1	<u>43,423,307</u>	<u>42,137,247</u>
9.1	This includes investment in Colgate - Palmolive (Pakistan) Limited Rs. 9,733,494 (December 31, 2017: Rs. 9,694,621 and Century Board & Paper Mills Limited of Rs 33,689,812 (December 31, 2017: Rs 32,442,626).		
10. INVESTMENTS			
10.1 Investments in equity securities		(Un-audited)	(Audited)
		June 30, 2018	31 December, 2017
		Cost	Cost
		Carrying value	Carrying value (Restated)
	Note	----- (Rupees) -----	
Available for sale	10.1.1	995,190,325	996,869,395
Held for trading		162,391,315	183,670,343
		<u>1,157,581,640</u>	<u>1,180,539,738</u>
10.1.1 Available for sale			
Related parties			
Mutual funds		511,504,960	538,257,008
Others			
Listed shares		59,354,940	60,460,073
Mutual funds		424,330,425	431,119,990
		483,685,365	491,614,862
		458,612,387	432,098,714
		<u>995,190,325</u>	<u>996,869,395</u>
		<u>1,019,863,892</u>	<u>943,631,374</u>

10.2 Investments in debt securities	(Un-audited)		(Audited)	
	June 30, 2018		December 31, 2017	
	Cost	Carrying value	Cost	Carrying value
Note	----- (Rupees) -----			
Held for trading				
Government securities	14,883,375	14,996,697	22,711,503	22,980,437
Held to maturity				
Government securities	49,255,014	49,255,014	49,068,199	49,068,199
Commercial paper	29,764,848	29,764,848	52,850,660	52,850,660
Term finance certificate	293,292	-	293,292	-
	79,313,154	79,019,862	102,212,151	101,918,859
Available for sale - sukuk	15,000,000	15,016,460	5,000,000	5,000,000
	109,196,529	109,033,019	129,923,654	129,899,296

10.2.1 These securities are placed with State Bank of Pakistan as statutory deposit in accordance with the requirement of clause (a) of sub section 2 of section 29 of the Insurance Ordinance, 2000.

10.2.2 The market value of held to maturity debt securities is Rs. 82.765 million (2017: Rs. 107.800 million).

10.3 Investment in term deposit	Note	(Un-audited)	(Audited)
		June 30, 2018	December 31, 2017
		----- (Rupees) -----	-----
Deposit maturing within 12 months	10.4	50,000,000	245,000,000

10.4 The rate of return on term deposit certificate issued by NRSP Microfinance Bank is 9.5% per annum (2017: 6.7% to 9.5%) depending on tenor. This term deposit certificate will mature in December 2018.

11. LOAN AND OTHERS RECEIVABLE	(Un-audited)	(Audited)
	June 30, 2018	December 31, 2017
	----- (Rupees) -----	-----
Accrued investment income	7,639,361	8,370,688
Security deposits	6,231,167	6,029,167
Advance to employees	2,335,088	2,670,633
Advance against expenses	180,320	99,000
Receivable against sale of shares	1,601,831	218,900,569
Window Takaful Operations	974,454	1,297,833
Others	273,517	1,169,308
	19,235,738	238,537,198

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

	(Un-audited) June 30, 2018	(Audited) December 31, 2017
	----- (Rupees) -----	
12. INSURANCE / RE-INSURANCE RECEIVABLE		
Due from insurance contract holders	474,895,173	314,279,731
Amounts due from other insurers / reinsurers	36,374,886	65,764,134
Reinsurance recoveries due but unpaid	99,455,248	46,684,875
	<u>610,725,307</u>	<u>426,728,740</u>
13. PREPAYMENTS		
Prepaid reinsurance premium ceded	203,702,571	162,210,966
Prepayments	12,478,191	8,504,000
	<u>216,180,762</u>	<u>170,714,966</u>
14. CASH AND BANK		
Cash and cash equivalents		
Cash in hand	207,930	194,627
Policy stamps and bond papers in hand	715,525	1,264,081
	<u>923,455</u>	<u>1,458,708</u>
Current and other accounts		
Current accounts	8,865,397	9,365,911
Saving accounts	498,941,113	105,956,623
	<u>507,806,510</u>	<u>115,322,534</u>
	<u>508,729,965</u>	<u>116,781,242</u>
15 WINDOW TAKAFUL OPERATIONS		
Assets		(Restated)
Cash and bank deposits	23,244,348	24,683,106
Investments	25,678,516	25,122,070
Current assets - others	10,009,973	2,950,514
Total Assets	<u>58,932,837</u>	<u>52,755,690</u>
Total Liabilities - Current	<u>9,207,620</u>	<u>3,532,514</u>
	(Un-audited)	
	Three months period ended June 30, 2018	Six months period ended June 30, 2018
	----- (Rupees) -----	
Profit before tax for the period	<u>312,556</u>	<u>148,934</u>

Details of assets and liabilities and segment disclosures of Window Takaful Operations are stated in annexed condensed interim financial information.

16. DEFERRED TAXATION - NET	(Un-audited) June 30, 2018	(Audited) December 31, 2017 (Restated)
	-----	-----
	(Rupees)	(Rupees)
Deferred tax asset / (liability) arising in respect of:		
Accelerated depreciation on operating fixed assets	(778,783)	(1,157,149)
Unrealised loss / (gain) on remeasurement of securities to fair value - net	4,048,161	1,696,320
Provision for claims incurred but not reported (IBNR)	2,239,695	2,316,926
Provision for compensated absences	1,617,633	1,673,414
Share of profit from associates	(1,690,303)	(1,362,771)
Provision against receivables	15,569,441	16,106,318
	<u>21,005,844</u>	<u>19,273,058</u>
Unrealised appreciation 'available for sale' investments	7,448,117	15,971,406
Share in associates' reserves	21,289	20,351
	<u>28,475,250</u>	<u>35,264,815</u>
17. INSURANCE AND REINSURANCE PAYABLES		
Foreign reinsurers	122,242,461	30,073,147
Local reinsurers	203,169,350	165,183,254
Co-insurers	41,719,853	29,895,243
	<u>367,131,664</u>	<u>225,151,644</u>
18. OTHER CREDITORS AND ACCRUALS		
Agent commission payable	110,197,033	93,356,580
Federal excise duty	32,210,630	11,661,916
Federal insurance fees	3,181,162	953,289
Creditors	2,146,397	2,066,334
Retention money	103,260	103,260
Margin deposits	3,658,542	4,589,134
Staff retirement benefits	2,050,812	5,171,457
Payable against purchase of shares	525,053	251,868
Withholding tax payable	771,031	1,018,897
Accrued expenses	11,334,320	9,055,657
Deposits from employees against car scheme	8,592,890	7,820,421
Unclaimed dividend	5,525,613	3,938,133
Others	2,050,198	529,533
	<u>182,346,941</u>	<u>140,516,479</u>
19. CONTINGENCIES		

The status of contingencies remain unchanged as disclosed in annual financial statements for the year ended December 31, 2017.

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

20. NET INSURANCE PREMIUM

	(Un-audited)		(Un-audited)	
	Three month period ended		Six month period ended	
	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
	----- (Rupees) -----			
Written Gross premium	407,213,694	346,081,802	627,732,359	566,394,699
Add : Unearned premium reserve opening	334,882,202	311,290,088	383,008,819	337,036,982
Less: Unearned premium reserve closing	478,058,242	428,721,762	478,058,242	428,721,762
Premium earned	264,037,654	228,650,128	532,682,936	474,709,919
Less: Reinsurance premium ceded	186,526,541	179,349,776	251,997,858	241,793,046
Add: Prepaid reinsurance premium opening	120,821,197	124,190,029	162,210,966	165,539,475
Less: Prepaid reinsurance premium closing	203,702,571	202,187,607	203,702,571	202,187,607
Reinsurance expense	103,645,167	101,352,198	210,506,253	205,144,914
	160,392,487	127,297,930	322,176,683	269,565,005

21. NET INSURANCE CLAIMS EXPENSE

Claim paid	118,417,598	64,834,898	222,645,857	148,081,625
Add : Outstanding claims including IBNR closing	190,099,015	196,484,068	190,099,015	196,484,068
Less: Outstanding claims including IBNR opening	198,842,313	170,785,522	165,560,979	164,787,530
Claims expense	109,674,300	90,533,444	247,183,893	179,778,163
Less: Reinsurance and others recoveries received	46,945,736	15,713,811	81,139,617	28,451,775
Add: Reinsurance and others recoveries in respect of outstanding claims closing	98,643,202	99,200,506	98,643,202	99,200,506
Less: Reinsurance and others recoveries in respect of outstanding claims opening	108,585,161	82,198,904	74,912,821	61,181,748
Reinsurance and other recoveries revenue	37,003,777	32,715,413	104,869,998	66,470,533
	72,670,523	57,818,031	142,313,895	113,307,630

22. NET COMMISSION EXPENSE

Commission paid or payable	38,273,999	36,810,633	60,364,432	58,753,475
Add : Deferred commission expense opening	28,826,551	28,538,033	32,232,773	30,829,820
Less: Deferred commission expense closing	40,682,087	41,718,365	40,682,087	41,718,365
Net commission	26,418,463	23,630,301	51,915,118	47,864,930
Less: Commission received or recoverable	40,146,087	39,282,702	58,931,005	58,513,253
Add: Unearned Reinsurance commission opening	30,027,627	31,888,847	38,529,301	43,125,928
Less: Unearned Reinsurance commission closing	43,509,747	43,409,460	43,509,747	43,409,460
Commission from reinsurers	26,663,967	27,762,089	53,950,559	58,229,721
	(245,504)	(4,131,788)	(2,035,441)	(10,364,791)

23. INVESTMENT INCOME

	(Un-audited)			
	Three months period ended		Six months period ended	
	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
----- (Rupees) -----				
Income from equity securities				
Available-for-sale				
Dividend income	649,125	90,595,969	1,368,525	91,078,119
Held for trading				
Dividend income	1,725,919	1,815,295	3,710,582	4,118,537
Income from debt securities				
Held to maturity				
Return on government securities	1,591,216	1,579,921	3,162,155	3,140,019
Return on other fixed income securities and deposits	954,632	4,697	1,914,189	4,697
Available-for-sale				
Return on other fixed income securities and deposits	277,198	-	430,062	-
Income from term deposits				
Return on term deposits	1,561,643	4,127,006	2,949,617	8,378,170
	6,759,733	98,122,888	13,535,130	106,719,542
Net realised gains / (losses) on investments				
Available for sale				
- Gain on sale of equity securities	4,598,268	28,788,654	4,598,268	45,442,065
Held for trading				
- Gain on sale of equity securities	3,929,169	1,293,015	6,789,747	4,904,002
- Gain on sale of debt securities	44,752	1,217,015	1,072,008	2,343,652
	8,572,189	31,298,684	12,460,023	52,689,719
Net unrealised gains / (losses) on investments at fair value through profit and loss (Held for trading purposes)				
- Equity securities	(21,589,964)	(4,275,563)	(3,517,558)	(4,057,947)
- Debt securities	695,544	-	113,322	-
	(20,894,420)	(4,275,563)	(3,404,236)	(4,057,947)
Total investment income	(5,562,498)	125,146,009	22,590,917	155,351,314
Add: Reversal of impairment in debt securities				
Held to maturity	-	-	-	4,253
Less: Impairment in value of available-for-sale	(49,277,339)	-	(49,277,339)	-
Less: Investment related expenses	(1,453,880)	(555,908)	(1,970,178)	(1,299,423)
Investment (loss) / Income	(56,293,717)	124,590,101	(28,656,600)	154,056,144

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

	(Un-audited)			
	Three months period ended		Six months period ended	
	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
	----- (Rupees) -----			
24. OTHER INCOME				
Income from financial assets / liabilities				
Return on bank balances	6,250,210	1,072,138	8,742,125	2,334,792
Others	95,973	24,479	141,828	56,069
Income from non-financial assets				
Gain / (loss) on sale of fixed assets	2,531	2,488	(489,388)	991,040
	6,348,714	1,099,105	8,394,565	3,381,901
25. (LOSS) / EARNINGS PER SHARE - BASIC AND DILUTED				
(Loss) / profit after tax for the period	(24,006,203)	52,334,879	13,841,661	106,568,316
	----- (Numbers) -----			
Weighted average number of ordinary shares	50,296,803	50,296,803	50,296,803	50,296,803
	----- (Rupees) -----			
(Loss) / earnings per share - basic and diluted	(0.48)	1.04	0.28	2.12

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

26. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of group companies; directors and their close family members; staff retirement funds; key management personnel and major shareholders of the Company. The associated companies are associated either based on holding in equity or due to the same management and / or common directors. All transactions involving related parties arising in the normal course of business are conducted at agreed terms and conditions. Transactions with the key management personnel are made under their terms of employment / entitlements. Contributions to the employee retirement benefits are made in accordance with the terms of employee retirement benefit schemes.

Balances, including investments in associates, are disclosed in relevant notes to these financial statements. Details of transactions with related parties during the period, other than those which have been disclosed elsewhere in these financial statements, are as follows:

(Un-audited)			
Three months period ended		Six months period ended	
June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
----- (Rupees) -----			

Transactions with related parties

Premium written	304,610,229	251,296,211	378,955,890	317,011,425
Commission expense	27,386,315	27,732,581	36,428,396	35,657,817
Claims paid	31,117,221	13,192,863	63,797,042	30,090,250
Dividend paid	67,609,362	61,460,952	67,609,362	61,460,952
Investment in mutual funds	218,000,000	48,723,683	218,000,000	74,723,683
Sale of shares / units of mutual funds	175,000,000	22,346,202	175,000,000	44,653,938
Bonus share issues	-	3,512,245	-	3,512,245
Dividend received	-	59,278,011	264,585	59,542,596
Purchase of equipments	-	-	-	752,805
Expenses	5,516,679	6,916,250	12,248,668	11,680,817
Contribution to / provision for staff benefit plans	2,958,292	2,433,402	5,423,114	4,685,691
Remuneration to key management personnel	45,778,587	28,655,711	58,310,205	53,494,820

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

27. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

	June 30, 2018 (Un-audited)								
	Held-for-trading	Available-for-sale	Held-to-maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Total
	(Rupees)								
Financial assets measured at fair value									
Investments									
- Equity securities	158,873,757	1,019,788,609	-	-	-	1,178,662,366	219,293,346	959,369,020	1,178,662,366
- Debt securities	14,996,697	15,016,460	-	-	-	30,013,157	-	30,013,157	30,013,157
Assets of Window Takatful Operations - Operator's fund	-	25,678,516	-	-	-	25,678,516	-	25,678,516	25,678,516
Financial assets not measured at fair value									
Cash and bank*	-	-	-	508,729,965	-	508,729,965	-	-	-
Investments									
- In associates	-	43,423,307	-	-	-	43,423,307	95,518,144	-	95,518,144
- Debt securities	-	-	79,019,862	-	-	79,019,862	-	52,985,367	52,985,367
- Unquoted equity shares*	-	75,283	-	-	-	75,283	-	-	-
- Term Deposits	-	-	50,000,000	-	-	50,000,000	-	-	-
Insurance / reinsurance receivable*	-	-	-	610,725,307	-	610,725,307	-	-	-
Loan and other receivable*	-	-	-	16,720,330	-	16,720,330	-	-	-
Reinsurance recoveries against outstanding claims*	-	-	-	-	-	-	-	-	-
Assets of Window Takatful Operations - Operator's fund*	-	-	-	98,643,202	-	98,643,202	-	-	-
Financial liabilities not measured at fair value									
Outstanding claims including IBNR*	-	-	-	-	(190,099,015)	(190,099,015)	-	-	-
Insurance / reinsurance payables*	-	-	-	-	(367,131,664)	(367,131,664)	-	-	-
Other creditors and accruals*	-	-	-	-	(146,184,118)	(146,184,118)	-	-	-
Total liabilities of Window Takatful Operations - Operator's fund*	-	-	-	-	(2,872,441)	(2,872,441)	-	-	-
	173,870,454	1,103,982,175	129,019,862	1,266,032,475	(706,287,238)	1,966,617,728	314,811,490	1,093,724,576	1,408,536,066
	December 31, 2017 (Audited) - Restated								
	Held-for-trading	Available-for-sale	Held-to-maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Total
	(Rupees)								
Financial assets measured at fair value									
Investments									
- Equity securities	158,467,869	943,556,091	-	-	-	1,102,023,960	222,004,775	880,019,185	1,102,023,960
- Debt securities	22,980,437	5,000,000	-	-	-	27,980,437	-	27,980,437	27,980,437
Assets of Window Takatful Operations - Operator's fund	-	25,122,070	-	-	-	25,122,070	-	25,122,070	25,122,070
Financial assets not measured at fair value									
Cash and bank*	-	-	-	116,781,242	-	116,781,242	-	-	-
Investments									
- In associates	-	42,137,247	-	-	-	42,137,247	88,499,724	-	88,499,724
- Debt securities	-	-	101,918,659	-	-	101,918,659	-	54,949,404	54,949,404
- Unquoted equity shares*	-	75,283	-	-	-	75,283	-	-	-
- Term Deposits	-	-	245,000,000	-	-	245,000,000	-	-	-
Insurance / reinsurance receivable*	-	-	-	426,728,740	-	426,728,740	-	-	-
Loan and other receivables	-	-	-	235,767,565	-	235,767,565	-	-	-
Reinsurance recoveries against outstanding claims*	-	-	-	74,912,821	-	74,912,821	-	-	-
Total assets of Window takatful Operations	-	-	-	26,706,452	-	26,706,452	-	25,122,381	25,122,381
Financial liabilities not measured at fair value									
Outstanding claims including IBNR	-	-	-	-	(165,560,979)	(165,560,979)	-	-	-
Insurance / reinsurance payables*	-	-	-	-	(225,151,644)	(225,151,644)	-	-	-
Other creditors and accruals*	-	-	-	-	(121,304,332)	(121,304,332)	-	-	-
Total liabilities of Window Takatful Operations - Operator's fund	-	-	-	-	(1,959,633)	(1,959,633)	-	-	-
	181,448,306	1,015,890,691	346,918,659	890,896,820	(513,976,338)	1,911,178,088	310,504,499	1,013,193,477	1,323,697,976

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

27.1 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).

28. SEGMENT INFORMATION

Three months period ended June 30, 2018 (Un-audited)						
Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Aggregate	
----- (Rupees) -----						
Premium receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	217,732,210	65,379,738	87,064,074	76,901,161	12,673,125	459,750,308
Less: Federal Excise Duty / Sales Tax	25,150,369	7,213,198	10,994,283	802,613	1,585,894	45,746,357
- Federal Insurance Fee	1,886,095	555,111	817,645	764,756	109,972	4,133,579
- Others	12,820	2,541,648	84,640	1,020	16,450	2,656,678
Gross written premium (inclusive of Administrative Surcharge)	190,682,826	55,069,781	75,167,506	75,332,772	10,960,809	407,213,694
- Gross direct premium	189,986,971	53,811,448	68,856,552	75,296,180	10,781,563	398,732,714
- Facultative inward premium	220,267	-	-	-	-	220,267
- Administrative surcharge	475,588	1,258,333	6,310,954	36,592	179,246	8,260,713
	190,682,826	55,069,781	75,167,506	75,332,772	10,960,809	407,213,694
Insurance premium earned	80,000,562	54,153,947	69,632,565	46,056,194	14,194,386	264,037,654
Insurance premium ceded to reinsurers	(71,892,967)	(17,288,786)	(1,480,372)	(78,768)	(12,904,274)	(103,645,167)
Net Insurance premium	8,107,595	36,865,161	68,152,193	45,977,426	1,290,112	160,392,487
Commission income	16,947,586	6,615,503	33,322	24,812	3,042,744	26,663,967
Net underwriting income	25,055,181	43,480,664	68,185,515	46,002,238	4,332,856	187,056,454
Insurance claims	(17,045,389)	(17,576,043)	(33,460,760)	(37,776,451)	(3,815,657)	(109,674,300)
Insurance claims recovered from reinsurers	15,408,772	8,387,431	10,361,161	-	2,846,413	37,003,777
Net claims	(1,636,617)	(9,188,612)	(23,099,599)	(37,776,451)	(969,244)	(72,670,523)
Commission expense	(10,964,004)	(7,920,050)	(4,914,315)	(1,128,597)	(1,491,497)	(26,416,463)
Management expense	(39,555,131)	(8,916,187)	(8,246,823)	(16,286,334)	(1,344,888)	(74,349,363)
Net insurance claims and expenses	(52,155,752)	(26,024,849)	(36,260,737)	(55,191,382)	(3,805,629)	(173,438,349)
Underwriting results	(27,100,571)	17,455,815	31,924,778	(9,189,144)	527,227	13,618,105
Investment loss						(56,293,717)
Other income						6,348,714
Other expense						(2,516,845)
Share of profit of associates						1,547,408
Profit before tax from Window Takatul Operations						312,556
Loss before tax for the period						(36,983,779)

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

	Six months period ended June 30, 2018 (Un-audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Aggregate
	(Rupees)					
Premium receivable (Inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	266,764,773	117,975,020	213,603,423	86,446,559	29,169,436	713,959,211
Less: Federal Excise Duty / Sales Tax	31,338,561	12,868,429	25,309,964	1,942,867	3,567,599	75,027,420
- Federal Insurance Fee	2,307,036	1,000,258	1,881,234	875,462	253,572	6,317,562
- Others	20,160	4,600,860	232,270	1,590	26,990	4,881,870
Gross written premium (Inclusive of Administrative Surcharge)	233,099,016	99,505,473	186,179,955	83,626,640	25,321,275	627,732,359
- Gross direct premium	231,562,267	97,102,302	167,229,945	83,578,739	24,961,240	604,434,493
- Facultative inward premium	771,612	-	-	-	-	771,612
- Administrative surcharge	765,137	2,403,171	18,950,010	47,901	360,035	22,526,254
	233,099,016	99,505,473	186,179,955	83,626,640	25,321,275	627,732,359
Insurance premium earned	163,614,053	100,698,421	141,993,193	95,857,825	30,519,444	532,682,936
Insurance premium ceded to reinsurers	(149,039,351)	(32,727,044)	(3,292,368)	(153,986)	(25,293,504)	(210,506,253)
Net Insurance premium	14,574,702	67,971,377	138,700,825	95,703,839	5,225,940	322,176,683
Commission income	34,714,747	12,501,843	74,601	48,505	6,610,863	53,950,559
Net underwriting income	49,289,449	80,473,220	138,775,426	95,752,344	11,836,803	376,127,242
Insurance claims	(67,586,511)	(30,522,696)	(66,887,217)	(76,201,663)	(5,985,806)	(247,183,893)
Insurance claims recovered from reinsurers	65,978,428	18,154,914	16,431,934	-	4,304,722	104,869,998
Net claims	(1,608,083)	(12,367,782)	(50,455,283)	(76,201,663)	(1,681,084)	(142,313,895)
Commission expense	(22,476,333)	(14,682,737)	(10,157,536)	(1,759,472)	(2,839,040)	(51,915,118)
Management expense	(52,393,441)	(22,365,749)	(41,847,489)	(18,796,679)	(5,691,439)	(141,094,797)
Net insurance claims and expenses	(76,477,857)	(49,416,268)	(102,460,308)	(96,757,814)	(10,211,563)	(335,323,810)
Underwriting results	(27,188,408)	31,056,952	36,315,118	(1,005,470)	1,625,240	40,803,432
Investment loss						(28,656,600)
Other income						8,394,565
Other expense						(3,708,932)
Share of profit of associates						1,547,408
Profit before tax from Window Takatful Operations						148,934
Profit before tax for the period						18,528,807

Three months period ended June 30, 2017 (Un-audited)

	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Aggregate
	----- (Rupees) -----					
Premium receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	193,863,750	48,213,990	67,132,813	67,956,506	13,574,016	390,741,075
Less: Federal Excise Duty / Sales Tax	22,567,447	5,496,303	7,959,269	2,226,924	1,197,560	39,447,503
- Federal Insurance Fee	1,695,880	428,682	588,617	655,782	118,435	3,487,396
- Others	13,112	1,659,022	40,020	1,210	11,010	1,724,374
Gross written premium (inclusive of Administrative Surcharge)	169,587,311	40,629,983	58,544,907	65,072,590	12,247,011	346,081,802
- Gross direct premium	169,157,362	39,490,820	56,828,052	65,441,710	11,677,451	342,595,395
- Facultative inward premium	983	-	-	-	-	983
- Administrative surcharge	428,966	1,139,163	1,716,855	40,880	159,560	3,485,424
	169,587,311	40,629,983	58,544,907	65,482,590	11,837,011	346,081,802
Insurance premium earned	77,978,155	42,975,469	67,059,762	25,295,633	15,341,109	228,650,128
Insurance premium ceded to reinsurers	(71,215,737)	(14,930,753)	(1,751,857)	(88,545)	(13,365,306)	(101,352,198)
Net Insurance premium	6,762,418	28,044,716	65,307,905	25,207,088	1,975,803	127,297,930
Commission income	18,550,529	5,750,501	59,355	21,755	3,379,949	27,762,089
Net underwriting income	25,312,947	33,795,217	65,367,260	25,228,843	5,355,752	155,060,019
Insurance claims	(22,222,819)	(2,497,169)	(37,616,658)	(23,667,518)	(4,529,280)	(90,533,444)
Insurance claims recovered from reinsurers	21,021,368	1,467,634	6,738,254	-	3,488,157	32,715,413
Net claims	(1,201,451)	(1,029,535)	(30,878,404)	(23,667,518)	(1,041,123)	(57,818,031)
Commission expense	(10,712,339)	(6,324,392)	(4,928,400)	(362,630)	(1,302,540)	(23,630,301)
Management expense	(37,438,894)	(7,043,504)	(6,622,305)	(14,608,179)	(2,023,410)	(67,736,292)
Net insurance claims and expenses	(49,352,684)	(14,397,431)	(42,429,109)	(38,638,327)	(4,367,073)	(149,184,624)
Underwriting result	(24,039,737)	19,397,786	22,938,151	(13,409,484)	988,679	5,875,395
Investment income						124,590,101
Other income						1,099,105
Other expense						(2,664,567)
Share of profit of associates						1,181,370
Profit before tax for the period						130,081,404

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

	Six months period ended 30 June 2017 (Un-audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Aggregate
	----- (Rupees) -----					
Premium receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	239,278,842	95,979,525	199,343,047	82,481,877	27,421,747	644,505,038
Less: Federal Excise Duty / Sales Tax	28,126,161	10,612,629	23,567,812	3,640,019	2,817,883	68,764,504
- Federal Insurance Fee	2,086,544	834,065	1,754,140	808,300	239,213	5,722,262
- Others	19,672	3,380,366	197,940	2,435	23,160	3,623,573
Gross written premium (inclusive of Administrative Surcharge)	209,046,465	81,152,465	173,823,155	78,031,123	24,341,491	566,394,699
- Gross direct premium	207,949,406	78,864,267	156,334,003	78,364,176	23,603,970	545,115,822
- Facultative inward premium	400,975	-	-	-	-	400,975
- Administrative surcharge	696,084	2,288,198	17,489,152	76,947	327,521	20,877,902
	209,046,465	81,152,465	173,823,155	78,441,123	23,931,491	566,394,699
Insurance premium earned	157,261,353	85,443,387	138,201,322	62,955,027	30,848,830	474,709,919
Insurance premium ceded to reinsurers	(144,713,162)	(32,929,079)	(3,647,678)	(179,276)	(23,675,719)	(205,144,914)
Net Insurance premium	12,548,191	52,514,308	134,553,644	62,775,751	7,173,111	269,565,005
Commission income	39,070,692	12,696,047	112,674	42,227	6,308,081	58,229,721
Net underwriting income	51,618,883	65,210,355	134,666,318	62,817,978	13,481,192	327,794,726
Insurance claims	(29,112,466)	(3,877,631)	(69,866,271)	(47,055,240)	(29,866,555)	(179,778,163)
Insurance claims recovered from reinsurers	27,348,010	2,538,516	10,149,873	-	26,434,134	66,470,533
Net claims	(1,764,456)	(1,339,115)	(59,716,398)	(47,055,240)	(3,432,421)	(113,307,630)
Commission expense	(21,475,218)	(12,572,527)	(9,845,207)	(1,389,848)	(2,582,130)	(47,864,930)
Management expense	(49,165,627)	(19,086,244)	(40,881,458)	(18,448,563)	(5,628,446)	(133,210,338)
Net insurance claims and expenses	(72,405,301)	(32,997,886)	(110,443,063)	(66,893,651)	(11,642,997)	(294,382,898)
Underwriting result	(20,786,418)	32,212,469	24,223,255	(4,075,673)	1,838,195	33,411,828
Investment income						154,056,144
Other income						3,381,901
Other expense						(3,271,774)
Share of profit of associates						2,300,721
Profit before tax for the period						189,878,820

The class wise assets and liabilities are as follows:

	Six months period ended June 30, 2018 (Un-audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total
	----- (Rupees) -----					
Segment assets	478,018,776	135,112,284	198,950,798	86,553,384	83,398,182	982,033,424
Unallocated assets	-	-	-	-	-	2,057,342,631
Total assets	478,018,776	135,112,284	198,950,798	86,553,384	83,398,182	3,039,376,055
Segment liabilities	514,639,242	152,850,964	376,325,840	136,960,308	97,740,055	1,278,516,409
Unallocated liabilities	-	-	-	-	-	49,308,587
Total liabilities	514,639,242	152,850,964	376,325,840	136,960,308	97,740,055	1,327,824,996
	----- (Rupees) -----					
	December 31, 2017 (Audited) (Restated)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total
	----- (Rupees) -----					
Segment assets	326,913,690	91,889,872	128,293,598	70,460,465	78,627,676	696,185,301
Unallocated assets	-	-	-	-	-	2,039,446,836
Total assets	326,913,690	91,889,872	128,293,598	70,460,465	78,627,676	2,735,632,137
Segment liabilities	330,296,408	101,947,815	251,018,550	175,168,084	91,202,112	949,632,969
Unallocated liabilities	-	-	-	-	-	55,465,295
Total liabilities	330,296,408	101,947,815	251,018,550	175,168,084	91,202,112	1,005,098,264

29. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified wherever necessary in line with the requirements of the Rules and Accounting Regulations 2017 (refer note 3.1).

30. GENERAL

Figures in these condensed interim financial information have been rounded off to the nearest rupees, unless otherwise stated.

31. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial information were authorised for issue in accordance with a resolution of the Board of Directors on August 20, 2018.


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Tasleemuddin Ahmed Batlay
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

WINDOW
TAKAFUL
OPERATIONS

Financial Statements

INDEPENDENT AUDITORS' REVIEW REPORT TO THE MEMBERS OF CENTURY INSURANCE COMPANY LIMITED – WINDOW TAKAFUL OPERATIONS

Report on review of Interim Financial Information

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Century Insurance Company Limited - Window Takaful Operations** (“the Operations”) 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 fund and notes to the financial information for the six-month period then ended 30 June 2018 (here-in-after referred to as the “condensed interim financial information”). Management is responsible for the preparation and presentation of this interim financial information in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on the condensed interim financial information 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 condensed interim financial information 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 condensed interim financial information is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures for the three months period ended 30 June 2018 in the condensed interim financial information have not been reviewed and we do not express a conclusion on them.

The engagement partner on the engagement resulting in this independent auditors' report is Muhammad Nadeem.

Date: August 20, 2018



KPMG Taseer Hadi & Co.

Chartered Accountants

Karachi

Condensed Interim Statement of Financial Position

As at June 30, 2018

	(Un-audited)			(Audited)
	June 30, 2018			December 31, 2017
	Operator's Fund	Participants' Takaful Fund	Aggregate	Aggregate (Restated)

Note ----- (Rupees) -----

Assets

Investments	9				
Equity securities		25,678,516	-	25,678,516	25,122,070
Debt securities		-	500,000	500,000	500,000
		<u>25,678,516</u>	<u>500,000</u>	<u>26,178,516</u>	<u>25,622,070</u>
Loan and other receivables	10	205,068	39,595	244,663	183,022
Takaful / Re-takaful receivables	11	-	11,040,787	11,040,787	2,430,801
Deferred commission expense	18	1,562,959	-	1,562,959	442,992
Wakala and mudarib fee receivable		7,915,591	-	7,915,591	1,965,245
Deferred wakala fee	20	-	6,122,410	6,122,410	1,527,297
Prepaid re-takaful contribution ceded		-	4,831,060	4,831,060	740,562
Taxation		326,355	-	326,355	369,546
		<u>10,009,973</u>	<u>22,033,852</u>	<u>32,043,825</u>	<u>7,659,465</u>
Cash and bank	12	23,244,348	12,901,007	36,145,355	27,157,800
Total Assets		<u>58,932,837</u>	<u>35,434,859</u>	<u>94,367,696</u>	<u>60,439,335</u>

	(Un-audited)			(Audited)
	June 30, 2018			December 31, 2017
	Operator's Fund	Participants' Takaful Fund	Aggregate	Aggregate (Restated)
Funds and Liabilities	Note ----- (Rupees) -----			
Funds attributable to:				
Operator's Fund				
Statutory fund	50,000,000	-	50,000,000	50,000,000
Reserves	481,747	-	481,747	85,449
Accumulated loss	(756,530)	-	(756,530)	(862,273)
Participants' Takaful Fund				
Ceded Money	-	500,000	500,000	500,000
Accumulated surplus / (deficit)	-	1,337,217	1,337,217	(174,543)
Total Funds	49,725,217	1,837,217	51,562,434	49,548,633
Liabilities				
Underwriting provisions				
Outstanding claims including IBNR	17	-	953,606	953,606
Unearned contribution reserve	16	-	16,452,537	16,452,537
Unearned re-takaful rebate	19	-	854,215	854,215
Unearned Wakala fee	20	6,122,410	-	6,122,410
Wakala and mudarib fee payable		-	7,915,591	7,915,591
Deferred taxation		196,769	-	196,769
Contribution received in advance		-	252,922	252,922
Takaful / Re-takaful payables	13	-	5,993,602	5,993,602
Other creditors and accruals	14	2,888,441	1,175,169	4,063,610
Total Liabilities		9,207,620	33,597,642	42,805,262
Total Funds and Liabilities		58,932,837	35,434,859	94,367,696
Contingency and Commitment				
				15

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Tasleemuddin Ahmed Batlay
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Condensed Interim Profit and Loss Account (Un-Audited)

For the three months and six months period ended June 30, 2018

		Three months period ended June 30, 2018	Six months period ended June 30, 2018
Note		(Rupees) -----	
Participants' Takaful Fund - revenue account			
	16	3,623,476	5,706,950
	20	(2,310,358)	(3,294,325)
	17	(977,730)	(1,241,728)
		(105,869)	(219,539)
	19	377,402	467,783
		(3,016,555)	(4,287,809)
		606,921	1,419,141
	21	3,297	8,922
		86,088	106,852
		(17,877)	(23,155)
		678,429	1,511,760
Operator's Fund - revenue account			
	20	2,310,358	3,294,325
	18	(863,955)	(1,162,868)
		(1,243,719)	(2,229,476)
		(2,107,674)	(3,392,344)
		202,684	(98,019)
	22	179,172	351,953
		(69,300)	(105,000)
		312,556	148,934
		(92,278)	(43,191)
		220,278	105,743

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Tasleemuddin Ahmed Batlay
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Condensed Interim Statement of Comprehensive Income (Un-Audited)

For the three and six months period ended June 30, 2018

	Three months period ended June 30, 2018	Six months period ended June 30, 2018
----- (Rupees) -----		
Participants' Fund		
Surplus for the period	678,429	1,511,760
Other Comprehensive Income for the period	-	-
Total Comprehensive Income for the period	678,429	1,511,760
Operator's Fund		
Profit after tax	220,278	105,743
Other Comprehensive Income for the period		
Items that will be reclassified to profit and loss account		
- Unrealized gain on available for sale investments - net of tax	209,416	396,298
Total comprehensive income for the period	429,694	502,041

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Tasleemuddin Ahmed Batlay
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-Audited)

For the six months period ended June 30, 2018

	Note	June 30, 2018		
		Operator's Fund	Participants' Takaful Fund	Aggregate
----- (Rupees) -----				
Operating Cashflows				
(a) Takaful activities				
Takaful Contribution received		-	13,406,547	13,406,547
Re-takaful contributions paid		-	(1,530,050)	(1,530,050)
Claims paid		-	(298,444)	(298,444)
Re-takaful and other recoveries received		-	86,104	86,104
Commission paid		(972,605)	-	(972,605)
Re-takaful rebate received		-	194,309	194,309
Wakala fee received / (paid)		1,962,247	(1,962,247)	-
Other underwriting payments (management expenses)		-	(219,539)	(219,539)
Net cash inflows from takaful activities		989,642	9,676,680	10,666,322
(b) Other operating activities				
Income tax paid		(36,706)	-	(36,706)
General, administration and management expenses paid		(2,731,898)	-	(2,731,898)
Other operating receipts - net		7,037	749,633	756,670
Net cash (outflows) / inflows from other operating activities		(2,761,567)	749,633	(2,011,934)
Total cash (outflows) / inflows from operating activities		(1,771,925)	10,426,313	8,654,388
Investment activities				
Profit / return received		333,167	-	333,167
Cash at beginning of the period		24,683,106	2,474,694	27,157,800
Cash at end of the period - net cash inflows from all activities	12	23,244,348	12,901,007	36,145,355
Reconciliation to profit and loss account				
Operating cash flows		(1,771,925)	10,426,313	8,654,388
Investment income		351,953	92,619	444,572
Increase in assets other than cash		7,059,459	17,324,901	24,384,360
(Increase) in liabilities		(5,533,744)	(26,332,073)	(31,865,817)
Profit after tax / surplus for the period		105,743	1,511,760	1,617,503

Definition of cash

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

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Tasleemuddin Ahmed Batlay
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Condensed Interim Statement of Changes in Funds (Un-Audited)

For the six months period ended June 30, 2018

	Operator's Fund			
	Statutory fund	Revenue reserve	Accumulated surplus	Total
		Available for sale Investment revaluation reserve		
----- (Rupees) -----				
Balances as at January 01, 2018 as previously reported	50,000,000	-	(862,273)	49,137,727
Net effect of change in accounting policy (Refer Note 4.1)	-	85,449	-	85,449
Balance as at January 01, 2018 as restated	50,000,000	85,449	(862,273)	49,223,176
Changes in fund for the six months period ended June 30, 2018				
Profit after tax for the six months period	-	-	105,743	105,743
Other comprehensive income				
Unrealised gains on available for sale investments - net of tax	-	396,298	-	396,298
Balance as at June 30, 2018	50,000,000	481,747	(756,530)	49,725,217

	Participants' Takaful Fund		
	Ceded money	Accumulated surplus	Total
	----- (Rupees) -----		
Balances as at January 01, 2018	500,000	(174,543)	325,457
Changes in fund for the six months period ended June 30, 2018			
Surplus for the six months period ended	-	1,511,760	1,511,760
Balance as at June 30, 2018	500,000	1,337,217	1,837,217

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Tasleemuddin Ahmed Batlay
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

1. STATUS AND NATURE OF BUSINESS

Century Insurance Company Limited ("the Operator") is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act 2017) on October 10, 1985. The Operator is listed on Pakistan Stock Exchange and is engaged in general insurance business. The registered office of the Operator is situated at Lakson Square Building No. 2, Sarwar Shaheed Road, Karachi.

The Operator was granted authorisation on August 07, 2017 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations ("the Operations") by Securities and Exchange Commission of Pakistan ("SECP") under Takaful Rules, 2012 to carry on general takaful operations in Pakistan.

The Operator transferred statutory fund of Rs. 50 million in a separate bank account for the Operations as per the requirement of circular 8 of 2014. Thereafter, the Operator has formed a Waqf for Participants' Fund ("PTF") by executing the Waqf deed dated August 17, 2017 by investing a ceded money of Rs. 0.5 million. The ceded money is required to be invested in shariah compliant investments and any profit thereon can be utilized only to pay benefits to participants or defray PTF expenses. Waqf Deed governs the relationship of Operator and participants for management of takaful operations, investments of participants' funds and investments of the Operator's funds approved by the shariah advisor of the Operator. The Operator commenced activities of the Operations on August 18, 2017.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 These condensed interim financial information has been prepared in accordance with the accounting and reporting standard 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 and Insurance Ordinance, 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017 and Takaful Rules 2012.

Where the provisions of and directives issued under the Companies Act, 2017 and 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 and Insurance Ordinance, 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017 and Takaful Rules 2012, have been followed.

2.2 The Securities and Exchange Commission of Pakistan ("SECP") vide its S.R.O 89(1)/2017 dated February 09, 2017 and Circular 25 of 2015 dated July 09, 2015 has prescribed format of the presentation of annual financial statements for general insurance companies. These condensed interim financial statements have been prepared in accordance with the format prescribed by the SECP (refer note 4).

2.3 These condensed interim financial information do not include all the information required in the full annual financial statements. Accordingly, these condensed interim financial information should be read in conjunction with annual financial statements as at and for the period from August 17, 2017 to December 31, 2017.

2.4 These condensed interim financial information have been presented in Pakistani Rupees, which is also the functional currency of the Operator.

3. BASIS OF MEASUREMENT

These condensed financial information have been prepared under the historical cost convention except for certain investment which are stated at their fair value (refer note 4).

4. ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these interim condensed financial statements are the same as those applied in the preparation of the audited financial statements for the period from August 17, 2017 to December 31, 2017, except as stated below.

4.1 Change in Accounting Policies

4.1.1 Application of Insurance Rules 2017 and Insurance Accounting regulation 2017

Securities and Exchange Commission of Pakistan (“SECP”) vide S.R.O 88(1)/2017 and S.R.O 89(1)/2017 dated February 9, 2017 has issued the Insurance Rules, 2017 Insurance Accounting Regulations, 2017 (the Rules and Accounting Regulations 2017). The application of these Rules and Accounting Regulations 2017 for the purpose of preparation and presentation of the financial statements was effective from April 1, 2017.

SECP vide letter ID /OSM /Century/2017 /12197, dated October 6, 2017 has granted exemption from application of Rules and Accounting Regulations 2017 to the Operator till December 31, 2017. Therefore, the application of Rules and Accounting Regulations 2017 became effective from the accounting year commencing from January 01, 2018.

The Rules and Accounting Regulations 2017 require significant disclosures / requirements, which are relevant to the Operator includes but not limited to: Presentation and disclosure of financial statements prescribed in Annexure II of the Insurance Rules, 2017, recognition of available-for-sale investments at fair value as per IAS 39 “Financial Instruments: Recognition and Measurement”.

The Operator has adopted these Rules and Accounting Regulations 2017 and accordingly has changed its accounting policies as follows:

4.1.1.1 Available for sale investments

Up to December 31, 2017, the available for sale investments subsequent to initial recognition had been stated at the lower of cost or market value (market value on an individual investment basis being taken lower as if the fall is other than temporary) as the application of International

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

Accounting Standard-39 (IAS-39) "Financial Instruments: Recognition and Measurement" in respect of valuation of available for sale investments was deferred in accordance with repealed SEC (Insurance) Rules 2002.

According to the Rules and Accounting Regulations 2017, the Operator has changed its accounting policy for subsequent measurement of investments classified as available for sale from lower of cost or market value (market value on an individual investment basis being taken lower as if the fall is other than temporary) to fair value as per the requirements of IAS 39 and any unrealised gains or losses arising on re-measurement on of available-for-sale investments are taken to Other Comprehensive Income. On de-recognition or impairment of available-for-sale investments, the cumulative gains or losses previously reported in revaluation reserves are reclassified to Profit and Loss account for the period.

4.1.1.2 Presentation of Financial Statements

The Operator has adopted format for preparation and presentation of its condensed interim financial information in line with the requirements of the Rules and Accounting Regulations 2017. Significant changes in presentation are Rearrangements in sequence of assets / liabilities in the statement of financial position; presentation of single profit or loss account instead of segment wise (classes of business) presentation and discontinuation of separate statements of Contribution, Claims, Expense and investment Income. The segment wise and contribution, claims and expenses and investment income is now included in notes to the condensed interim financial information (note 16, 17, 18, 19, 20, 21 and 24).

4.1.1.3 Financial Impact of change in accounting policy

The significant effects of `changes in accounting policy as stated above has been applied retrospectively in accordance with the requirement of IAS - 8 'Accounting Policy, Change in Accounting Estimates and Error' and comparatives have been restated to conform to the changed policy. The summary of the effects are as follows:

	December 31, 2017		
	As previously reported	As re-stated	Restatement
	----- (Rupees) -----		
Effect on Statement of financial position - OPF			
Assets			
Investments in Equity Securities	25,000,000	25,122,070	122,070
Liability			
Deferred taxation	-	36,621	36,621
Equity:			
Reserves	-	85,449	85,449

4.1.2 Adoption of Companies Act 2017

During the period the Companies Act, 2017 has been effective from January 1, 2018 however there is no impact on the condensed interim financial information of the Operations.

4.1.3 New Or Amendments / Interpretations To Existing Standards, Interpretation And Forthcoming Requirements

There are new and amended standards and interpretations as notified under the Companies Act, 2017 that are mandatory for accounting periods beginning July 1, 2017 but are considered not to be relevant or do not have any significant effect on the condensed interim financial information of the operation and are therefore not stated in these condensed interim financial information.

5. STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS THAT ARE NOT YET EFFECTIVE

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after July 01, 2018:

- Classification and Measurement of Share-based Payment Transactions - amendments to IFRS 2 clarify the accounting for certain types of arrangements and are effective for annual periods beginning on or after January 1, 2018. The amendments cover three accounting areas (a) measurement of cash-settled share-based payments; (b) classification of share-based payments settled net of tax withholdings; and (c) accounting for a modification of a share-based payment from cash-settled to equity-settled. The new requirements could affect the classification and/or measurement of these arrangements and potentially the timing and amount of expense recognized for new and outstanding awards. The amendments are not likely to have an impact on the condensed interim financial information of the Operations.
- Transfers of Investment Property (Amendments to IAS 40 'Investment Property' - effective for annual periods beginning on or after January 1, 2018) clarifies that an entity shall transfer a property to, or from, investment property when, and only when there is a change in use. A change in use occurs when the property meets, or ceases to meet, the definition of investment property and there is evidence of the change in use. In isolation, a change in management's intentions for the use of a property does not provide evidence of a change in use. The amendments are not likely to have an impact on the condensed interim financial information of the Operations.
- Annual Improvements to IFRSs 2014-2016 Cycle [Amendments to IAS 28 'Investments in Associates and Joint Ventures'] (effective for annual periods beginning on or after January 1, 2018) clarifies that a venture capital organization and other similar entities may elect to measure investments in associates and joint ventures at fair value through profit and loss, for each associate or joint venture separately at the time of initial recognition of investment. Furthermore, similar election is available to non-investment entity that has an interest in an associate or joint venture that is an investment entity, when applying the equity method, to retain the fair value measurement applied by that investment entity associate or joint venture to the investment entity associate's or joint venture's interests in subsidiaries. This election is

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made separately for each investment entity associate or joint venture. The amendments are not likely to have an impact on the condensed interim financial information of the Operations.

- IFRIC 22 'Foreign Currency Transactions and Advance Consideration' (effective for annual periods beginning on or after January 1, 2018) clarifies which date should be used for translation when a foreign currency transaction involves payment or receipt in advance of the item it relates to. The related item is translated using the exchange rate on the date the advance foreign currency is received or paid and the prepayment or deferred income is recognized. The date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income (or part of it) would remain the date on which receipt of payment from advance consideration was recognized. If there are multiple payments or receipts in advance, the entity shall determine a date of the transaction for each payment or receipt of advance consideration. The application of interpretation is not likely to have an impact on the condensed interim financial information of the Operations.
- IFRIC 23 'Uncertainty over Income Tax Treatments' (effective for annual periods beginning on or after January 1, 2019) clarifies the accounting for income tax when there is uncertainty over income tax treatments under IAS 12. The interpretation requires the uncertainty over tax treatment be reflected in the measurement of current and deferred tax. The application of interpretation is not likely to have an impact on the condensed interim financial information of the Operations.
- IFRS 15 'Revenue from contracts with customers' (effective for annual periods beginning on or after July 1, 2018). IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognized. It replaces existing revenue recognition guidance, including IAS 18 'Revenue', IAS 11 'Construction Contracts' and IFRIC 13 'Customer Loyalty Programmes'. The amendments are not likely to have an impact on the condensed interim financial information of the Operations.
- IFRS 9 'Financial Instruments' and amendment – Prepayment Features with Negative Compensation (effective for annual periods beginning on or after July 1, 2018 and January 1, 2019 respectively). IFRS 9 replaces the existing guidance in IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets, and new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39. The management has completed an initial assessment of changes required in classification and measurement of financial instruments on adoption of the standard and has also carried out an initial exercise to calculate impairment required under expected credit loss model. The amendments are not likely to have an impact on the condensed interim financial information of the Operations.
- IFRS 16 'Leases' (effective for annual period beginning on or after January 1, 2019). IFRS 16 replaces existing leasing guidance, including IAS 17 'Leases', IFRIC 4 'Determining whether an Arrangement contains a Lease', SIC-15 'Operating Leases - Incentives' and SIC-27 'Evaluating the Substance of Transactions Involving the Legal Form of a Lease'. IFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognizes a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are recognition

exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard i.e. lessors continue to classify leases as finance or operating leases. The amendments are not likely to have an impact on the condensed interim financial information of the Operations.

- Amendment to IAS 28 'Investments in Associates and Joint Ventures' - Long Term Interests in Associates and Joint Ventures (effective for annual period beginning on or after January 1, 2019). The amendment will affect companies that finance such entities with preference shares or with loans for which repayment is not expected in the foreseeable future (referred to as long-term interests or 'LTI'). The amendment and accompanying example state that LTI are in the scope of both IFRS 9 and IAS 28 and explain the annual sequence in which both standards are to be applied. The amendments are not likely to have an impact on the condensed interim financial information of the Operations.
- Amendments to IAS 19 'Employee Benefits'- Plan Amendment, Curtailment or Settlement (effective for annual periods beginning on or after January 1, 2019). The amendments clarify that on amendment, curtailment or settlement of a defined benefit plan, a company now uses updated actuarial assumptions to determine its current service cost and net interest for the period; and the effect of the asset ceiling is disregarded when calculating the gain or loss on any settlement of the plan and is dealt with separately in other comprehensive income. The application of amendments is not likely to have an impact on the condensed interim financial information of the Operations.
- Annual Improvements to IFRS Standards 2015–2017 Cycle - the improvements address amendments to following approved accounting standards:
 - IFRS 3 Business Combinations and IFRS 11 Joint Arrangement - the amendment aims to clarify the accounting treatment when a company increases its interest in a joint operation that meets the definition of a business. A company remeasures its previously held interest in a joint operation when it obtains control of the business. The amendments are not likely to have an impact on the condensed interim financial information of the Operations.
 - IAS 12 Income Taxes - the amendment clarifies that all income tax consequences of dividends (including payments on financial instruments classified as equity) are recognized consistently with the transaction that generates the distributable profits.
 - IAS 23 Borrowing Costs - the amendment clarifies that a company treats as part of general borrowings any borrowing originally made to develop an asset when the asset is ready for its intended use or sale.

The above amendments are effective from annual period beginning on or after January 1, 2019 and are not likely to have an impact on the financial information of the Operations.

6. ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information 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 expense. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively. In preparing these condensed

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

interim financial information, 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 period from August 17, 2017 to December 31, 2017.

7. TAKAFUL AND FINANCIAL RISK MANAGEMENT

The insurance and financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Company for the period from August 17, 2017 to December 31, 2017.

8. CONTRIBUTION DEFICIENCY RESERVE

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

		OPF	
		(Un-audited) June 30, 2018	(Audited) December 31, 2017 (Restated)
9. INVESTMENTS			
9.1 Investment in securities			
		----- (Rupees) -----	
Available-for-sale			
Quoted mutual fund	9.1.1	25,678,516	25,122,070

9.1.1 The cost of available for sale securities is Rs. 25 million (December 31, 2017: Rs. 25 million).

		PTF	
		(Un-audited) June 30, 2018	(Audited) December 31, 2017
9.2 Investment in debt securities			
		----- (Rupees) -----	
Held to maturity			
Certificate of Islamic Investment		500,000	500,000

		June 30, 2018 (Un-audited)			December 31, 2017 (Audited)
		OPF	PTF	Aggregate	Aggregate
10. LOAN AND OTHER RECEIVABLE		----- (Rupees) -----			
Accrued investment income		53,732	39,595	93,327	68,392
Advance tax		151,336	-	151,336	114,630
		205,068	39,595	244,663	183,022

	June 30, 2018 (Un-audited)	December 31, 2017 (Audited)
----- (Rupees) -----		
11. TAKAFUL / RE-TAKAFUL RECEIVABLES - PTF		
Due from Takaful contract holders	4,710,312	1,083,016
Due from other Takaful / Re-takaful operators	6,330,475	1,261,681
Re-takaful recoveries due but unpaid	-	86,104
	<u>11,040,787</u>	<u>2,430,801</u>

	June 30, 2018 (Un-audited)			December 31, 2017 (Audited)
	OPF	PTF	Aggregate	Aggregate
----- (Rupees) -----				
12. CASH AND BANK				
Cash and cash equivalents				
Cash in hand	10,000	-	10,000	10,000
Current and other accounts				
Saving accounts	23,234,348	12,901,007	36,135,355	27,147,800
	<u>23,244,348</u>	<u>12,901,007</u>	<u>36,145,355</u>	<u>27,157,800</u>

12.1 Saving accounts carry expected profit rates ranging from 3.5% to 5.3% (2017: 3.5% to 5.3%) per annum.

	June 30, 2018 (Un-audited)	December 31, 2017 (Audited)
----- (Rupees) -----		
13. TAKAFUL / RE-TAKAFUL PAYABLES - PTF		
Due to other takaful / re-takaful operators	<u>5,993,602</u>	<u>741,858</u>

	June 30, 2018 (Un-audited)			December 31, 2017 (Audited)
	OPF	PTF	Aggregate	Aggregate
----- (Rupees) -----				
14. OTHER CREDITORS AND ACCRUALS				
Commission payable	1,822,030	-	1,822,030	511,800
Federal excise duty and sales tax	-	1,092,191	1,092,191	283,230
Federal insurance fee payable	-	79,940	79,940	21,843
Accrued expense	975,411	-	975,411	1,297,833
Audit fee payable	75,000	-	75,000	150,000
Tax deducted at source	16,000	3,038	19,038	14,854
	<u>2,888,441</u>	<u>1,175,169</u>	<u>4,063,610</u>	<u>2,279,560</u>

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

15. CONTINGENCY AND COMMITMENT

There is no contingency and commitment as at June 30, 2018 (December 31, 2017: Nil).

16. NET TAKAFUL CONTRIBUTION - PTF

	(Un-audited)	
	Three month period ended June 30, 2018	Six month period ended June 30, 2018
	----- (Rupees) -----	
Written Gross contribution	16,902,304	22,020,708
Add : Unearned contribution reserve opening	6,303,736	4,050,516
Less: Unearned contribution reserve closing	(16,452,537)	(16,452,537)
Contribution earned	6,753,503	9,618,687
Less: Re-takaful Contribution ceded	5,995,383	8,002,235
Add: Prepaid re-takaful contribution ceded opening	1,965,704	740,562
Less: Prepaid re-takaful contribution ceded closing	(4,831,060)	(4,831,060)
Re-takaful expense	3,130,027	3,911,737
	3,623,476	5,706,950

17. NET TAKAFUL CLAIMS EXPENSE - PTF

Claim paid	232,504	298,444
Add : Outstanding claims including IBNR closing	953,606	953,606
Less: Outstanding claims including IBNR opening	198,058	-
Claims expense	988,052	1,252,050
Less: Re-takaful and others recoveries received	10,322	10,322
Add: Re-takaful and others recoveries against outstanding claims closing	-	-
Less: Re-takaful and others recoveries against outstanding claims opening	-	-
Re-takaful and recoveries revenue	10,322	10,322
	977,730	1,241,728

(Un-audited)

Three month period ended June 30, 2018	Six month period ended June 30, 2018
--	--

----- (Rupees) -----

18. COMMISSION EXPENSE - OPF

Commission paid or payable	1,740,752	2,282,835
Add : Deferred commission expense opening	686,162	442,992
Less: Deferred commission expense closing	(1,562,959)	(1,562,959)
Net commission	<u>863,955</u>	<u>1,162,868</u>

19. REBATE FROM RE-TAKAFUL - PTF

Retakaful Rebate received or receivable	873,777	1,187,636
Add: Unearned Re-takaful opening	357,840	134,362
Less: Unearned Re-takaful closing	(854,215)	(854,215)
	<u>377,402</u>	<u>467,783</u>

20. NET WAKALA FEE

Gross Wakala Fee	6,078,677	7,889,438
Add: Deferred Wakala Fee - Opening	2,354,091	1,527,297
Less: Deferred Wakala Fee - Closing	(6,122,410)	(6,122,410)
	<u>(3,768,319)</u>	<u>(4,595,113)</u>
	<u>2,310,358</u>	<u>3,294,325</u>

21. INVESTMENT INCOME

Participants' Takaful Fund		
Return on Certificate of Islamic Investment	3,297	8,922

22. OTHER INCOME - OPF**Operator's Fund**

Profit on bank balances	161,295	328,798
Mudarib's share of PTF investment income	17,877	23,155
	<u>179,172</u>	<u>351,953</u>

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23. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise the Operator, associated companies, companies under common control, companies with common directors, major shareholders, employees' retirement benefit plans, directors and key management personnel of the Operator. All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. There are no transactions and balances with related parties / associated companies, other than those which have been disclosed elsewhere in these financial information.

24. SEGMENT INFORMATION

Segment information prepared in accordance with the requirement of Insurance Ordinance, 2000 and Insurance Rules, 2017 for class of business wise revenues, results, assets and liabilities.

The class wise revenues and results are as follows:

	Three months period ended June 30, 2018 (Un-audited)				
	Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Aggregate
	(Rupees)				
Participant's Takaful Fund					
Contribution receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	3,216,312	1,476,103	11,999,577	2,784,423	19,476,415
Less: Federal Excise Duty / Sales Tax	370,040	155,154	1,449,642	337,522	2,312,358
Federal Insurance Fee	28,183	12,166	104,572	24,227	169,148
Others	1,210	92,670	3,890	50	97,820
Facultative inward premium	5,215	-	-	-	5,215
	<u>2,822,094</u>	<u>1,216,113</u>	<u>10,441,473</u>	<u>2,422,624</u>	<u>16,902,304</u>
Gross written Contribution (inclusive of Administrative Surcharge)	2,787,872	1,159,219	10,115,769	2,419,074	16,481,934
Gross direct Contribution	5,215	-	-	-	5,215
Facultative inward premium	29,007	56,894	325,704	3,550	415,155
Administrative surcharge	2,822,094	1,216,113	10,441,473	2,422,624	16,902,304
Takaful contribution earned	932,718	1,145,750	4,156,942	518,093	6,753,503
Takaful contribution ceded to re-takaful operators	(1,100,413)	(807,327)	(914,757)	(307,530)	(3,130,027)
Net Takaful contribution	(167,695)	338,423	3,242,185	210,563	3,623,476
Rebate earned	204,422	126,344	-	46,636	377,402
Net revenue	<u>36,727</u>	<u>464,767</u>	<u>3,242,185</u>	<u>257,199</u>	<u>4,000,878</u>
Takaful claims	-	-	(988,052)	-	(988,052)
Takaful claims recovered from re-takaful operators	-	-	10,322	-	10,322
Net claims	-	-	(977,730)	-	(977,730)
Wakala fee expense	(271,114)	(326,657)	(1,532,496)	(180,091)	(2,310,358)
Direct expenses	(7,862)	(10,082)	(64,074)	(23,851)	(105,869)
Surplus before investment income	<u>(242,249)</u>	<u>128,028</u>	<u>667,885</u>	<u>53,257</u>	<u>606,921</u>
Investment income					3,297
Profit on bank balances					86,088
Muclarib fee					(17,877)
Surplus for the period					<u>678,429</u>

Three months period ended June 30, 2018 (Un-audited)				
Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Aggregate
----- (Rupees) -----				
Operator's Fund				
Wakala fee income	271,114	326,657	1,532,496	2,310,358
Commission expense	(91,437)	(110,057)	(438,373)	(663,955)
Management expense	(134,405)	(107,880)	(758,406)	(1,243,719)
	<u>45,272</u>	<u>108,720</u>	<u>335,717</u>	<u>202,684</u>
Other income				179,172
Other expenses				(69,300)
Profit before tax				<u>312,556</u>

For the six months period ended June 30, 2018 (Un-audited)				
Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Aggregate
----- (Rupees) -----				
Participant's Takaful Fund				
Contribution receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	5,117,025	1,680,065	15,739,882	25,349,632
Less: Federal Excise Duty / Sales Tax	596,590	175,838	1,884,814	2,998,000
Federal Insurance Fee	44,775	13,833	137,330	220,411
Others	2,270	107,388	5,900	115,728
Facultative inward premium	5,215	-	-	5,215
	<u>4,478,605</u>	<u>1,383,006</u>	<u>13,711,838</u>	<u>22,020,708</u>
Gross written Contribution (inclusive of Administrative Surcharge)	4,421,270	1,318,159	13,277,890	21,459,855
Gross direct Contribution	5,215	-	-	5,215
Facultative inward premium	52,120	64,847	433,948	555,638
Administrative surcharge	<u>4,478,605</u>	<u>1,383,006</u>	<u>13,711,838</u>	<u>22,020,708</u>
Takaful contribution earned	1,806,447	1,353,734	5,922,287	9,618,687
Takaful contribution ceded to re-takaful operators	(1,489,572)	(909,873)	(1,198,718)	(3,911,737)
Net Takaful contribution	316,875	443,861	4,723,569	5,706,950
Rebate earned	278,472	141,726	-	467,783
Net revenue	<u>595,347</u>	<u>585,587</u>	<u>4,723,569</u>	<u>6,174,733</u>
Takaful claims	-	-	(1,252,050)	(1,252,050)
Takaful claims recovered from re-takaful operators	-	-	10,322	10,322
Net claims	-	-	(1,241,728)	(1,241,728)
Wakala fee expense	(526,298)	(386,667)	(2,195,336)	(3,294,325)
Direct expenses	(44,650)	(13,788)	(136,703)	(219,539)
Surplus before investment income	<u>24,399</u>	<u>185,132</u>	<u>1,149,802</u>	<u>1,419,141</u>
Investment income				8,922
Profit on bank balances				106,852
Mudarib fee				(23,155)
Surplus for the period				<u>1,511,760</u>

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For the six months period ended June 30, 2018 (Un-audited)					
Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Aggregate	
----- (Rupees) -----					
Operator's Fund					
Wakala fee income	526,298	386,667	2,195,336	186,024	3,294,325
Commission expense	(176,640)	(130,606)	(628,841)	(226,781)	(1,162,868)
Management expense	(453,434)	(140,022)	(1,388,248)	(247,772)	(2,229,476)
	<u>(103,776)</u>	<u>116,039</u>	<u>178,247</u>	<u>(288,529)</u>	<u>(98,019)</u>
Other income					351,953
Other expenses					(105,000)
Profit before tax					<u>148,934</u>

The classwise assets and liabilities are as follows:

June 30, 2018 (Un-audited)					
Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Total	
----- (Rupees) -----					
Segment assets	6,224,347	1,675,794	11,155,749	2,938,367	21,994,257
Unallocated assets					
Participants' Takaful Fund					13,440,602
Operator's Fund					58,932,837
Consolidated total assets					<u>94,367,696</u>
Segment liabilities	6,936,460	2,290,805	21,289,665	3,077,674	33,594,604
Unallocated liabilities - Operator's Fund					
Participants' Takaful Fund					3,038
Operator's Fund					9,207,620
Consolidated total liabilities					<u>42,805,262</u>

December 31, 2017 (Audited)					
Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Total	
----- (Rupees) -----					
Segment assets	1,466,862	282,764	1,717,977	146,752	3,614,355
Unallocated assets					
Participants' Takaful Fund					4,069,290
Operator's Fund					52,755,690
Consolidated total assets					<u>60,439,335</u>
Segment liabilities	1,835,800	324,237	4,790,943	99,595	7,050,575
Unallocated liabilities					
Participants' Takaful Fund					307,613
Operator's Fund					3,532,514
Consolidated total liabilities					<u>10,890,702</u>

25. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

June 30, 2018 (Un-audited)							
Carrying amount					Fair value		
Available-for-sale	Held to maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Total
----- (Rupees) -----							
Financial assets measured at fair value							
Investments in equity securities	25,678,516	-	-	-	25,678,516	-	25,678,516
Financial assets not measured at fair value							
Investment in Debt securities	-	500,000	-	-	500,000	-	-
Loans and receivables*	-	-	93,327	-	93,327	-	-
Investments in term deposits*	-	-	-	-	-	-	-
Takaful / Re-takaful receivables*	-	-	11,040,787	-	11,040,787	-	-
Wakala and mudarib fee receivable*	-	-	7,915,591	-	7,915,591	-	-
Cash and bank*	-	-	36,145,355	-	36,145,355	-	-
Financial liabilities not measured at fair value							
Provision for outstanding claims (including IBNR)*	-	-	-	(953,606)	(953,606)	-	-
Wakala and mudarib fee payable*	-	-	-	(7,915,591)	(7,915,591)	-	-
Takaful / Re-takaful payables*	-	-	-	(5,993,602)	(5,993,602)	-	-
Other creditors and accruals*	-	-	-	(2,872,441)	(2,872,441)	-	-
25,678,516	500,000	55,195,060	(17,735,240)	63,638,336	-	25,678,516	25,678,516
December 31, 2017 (Audited) (Restated)							
Carrying amount					Fair value		
Available-for-sale	Held to maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Total
----- (Rupees) -----							
Financial assets measured at fair value							
Investments in equity securities	25,122,070	-	-	-	25,122,070	-	25,122,070
Financial assets not measured at fair value							
Investments in Debt securities*	-	500,000	-	-	500,000	-	-
Loans and receivables*	-	-	68,392	-	68,392	-	-
Takaful / Re-takaful receivables*	-	-	2,430,801	-	2,430,801	-	-
Wakala and mudarib fee receivable*	-	-	1,965,245	-	1,965,245	-	-
Cash and bank*	-	-	27,157,800	-	27,157,800	-	-
Financial liabilities not measured at fair value							
Provision for outstanding claims (including IBNR)*	-	-	-	-	-	-	-
Wakala and mudarib fee payable*	-	-	-	(1,965,245)	(1,965,245)	-	-
Takaful / Re-takaful payables*	-	-	-	(741,858)	(741,858)	-	-
Other creditors and accruals*	-	-	-	(1,959,633)	(1,959,633)	-	-
25,122,070	500,000	31,622,238	(4,666,736)	52,577,572	-	25,122,070	25,122,070

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

Notes to the Condensed Interim Financial Information (Un-Audited)

For the six months period ended June 30, 2018

- 25.1 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 operations 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).

26. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified wherever necessary in line with the requirements of the Rules and Accounting Regulations 2017 (refer note 4.1).

27. GENERAL

Figures in these interim condensed financial information have been rounded off to the nearest rupee, unless otherwise stated.

28. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial information were authorized for issue in accordance with a resolution of the Board of Directors on August 20, 2018.


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Tasleemuddin Ahmed Batlay
Director


Mohammad Hussain Hirji
Director & Chief Executive









Sabza Ali Pirani
Chief Financial Officer



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