

MAKING A MARK

INTERIM FINANCIAL INFORMATION
FOR THE FIRST QUARTER ENDED
31 MARCH 2022





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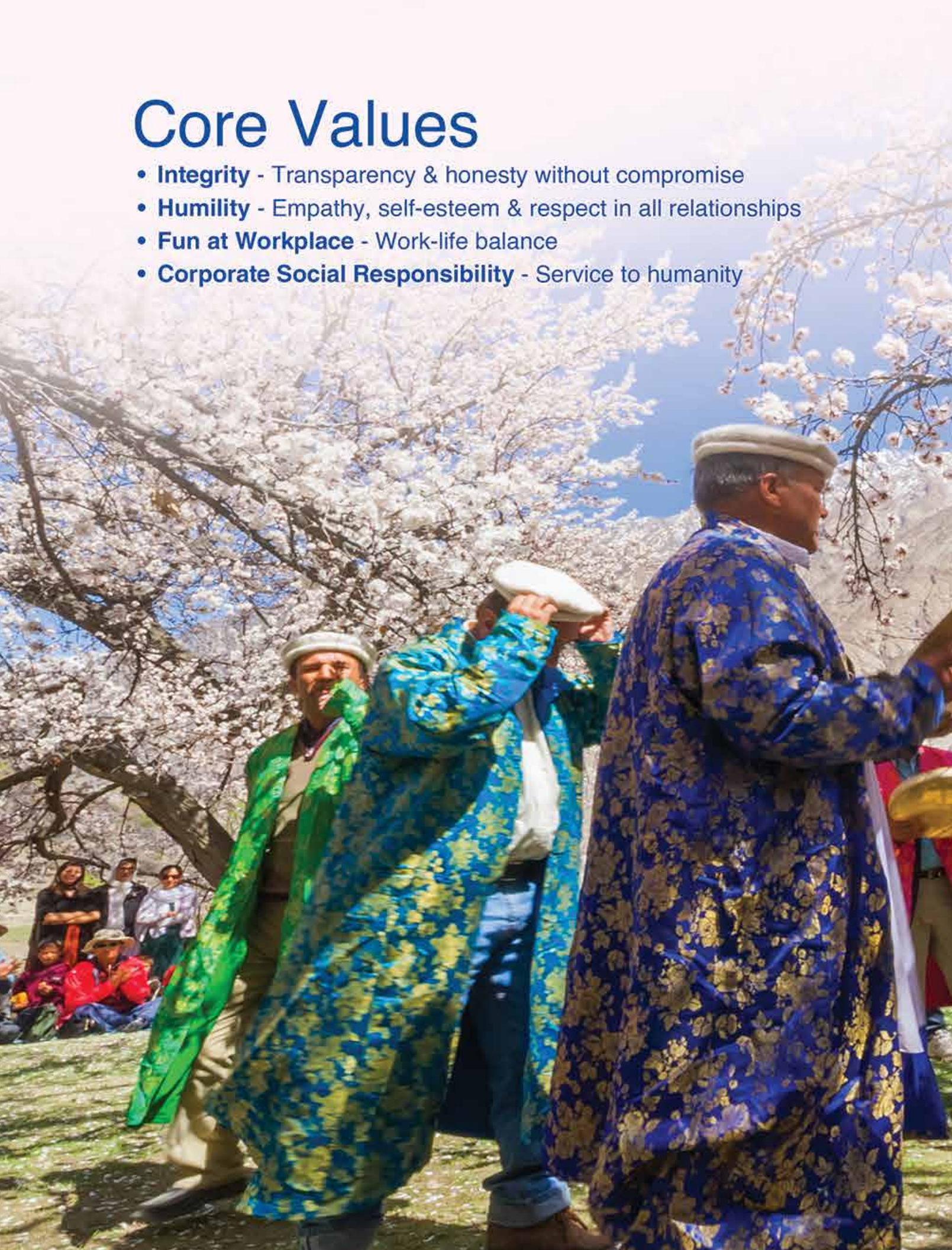


Vision & Mission

Our will is to **Explore, Innovate and Differentiate**.
Our passion is to provide **leadership** to the
insurance industry.

Core Values

- **Integrity** - Transparency & honesty without compromise
- **Humility** - Empathy, self-esteem & respect in all relationships
- **Fun at Workplace** - Work-life balance
- **Corporate Social Responsibility** - Service to humanity



Company Information

BOARD OF DIRECTORS

Umer Mansha	Chairman
Ibrahim Shamsi	Director
Imran Maqbool	Director
Muhammad Anees	Director
Muhammad Arif Hameed	Director
Sadia Younas Mansha	Director
Shaikh Muhammad Jawed	Director
Muhammad Ali Zeb	Managing Director & Chief Executive Officer

ADVISOR

Mian Muhammad Mansha

AUDIT COMMITTEE

Muhammad Anees	Chairman
Ibrahim Shamsi	Member
Shaikh Muhammad Jawed	Member
Umer Mansha	Member

ETHICS, HUMAN RESOURCE AND REMUNERATION COMMITTEE

Muhammad Anees	Chairman
Ibrahim Shamsi	Member
Muhammad Ali Zeb	Member
Umer Mansha	Member

INVESTMENT COMMITTEE

Umer Mansha	Chairman
Imran Maqbool	Member
Muhammad Ali Zeb	Member
Muhammad Asim Nagi	Member

COMPANY SECRETARY

Tameez ul Haque, FCA

CHIEF FINANCIAL OFFICER

Muhammad Asim Nagi, FCA

EXECUTIVE MANAGEMENT TEAM

Muhammad Ali Zeb
Muhammad Asim Nagi
Adnan Ahmad Chaudhry
Asif Jabbar
Muhammad Salim Iqbal

AUDITORS

Yousuf Adil
Chartered Accountants
134-A, Abu Bakar Block
New Garden Town
Lahore, Pakistan

SHARIAH ADVISOR

Mufti Muhammad Hassan Kaleem

SHARE REGISTRAR

CDC Share Registrar Services Ltd
CDC House, 99-B, Block-B, S.M.C.H.S.,
Main Shahra-e-Faisal, Karachi-74400
Tel: (92) 0800-23275
Fax: (92-21) 34326053

BANKERS

Askari Bank Limited
Abu Dhabi Commercial Bank, UAE
Allied Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
FINCA Microfinance Bank Limited
Habib Bank Limited
Habib Metropolitan Bank
Khushali Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
Mobilink Microfinance Bank Limited
National Bank of Pakistan
Samba Bank Limited
Soneri Bank Limited
The Punjab Provincial Cooperative Bank Limited
United Bank Limited
Zarai Taraqiati Bank Limited

REGISTERED OFFICE

Adamjee House, 80/A, Block E-1,
Main Boulevard, Gulberg III,
Lahore - 54000, Pakistan
Phone: (92-42) 35772960-79
Fax (92-42) 35772868
Email: info@adamjeeinsurance.com
Web: www.adamjeeinsurance.com

Directors' Review

to the Members on Unconsolidated Condensed Interim Financial Information (Unaudited) For the quarter ended 31 March 2022

On behalf of the Board, we are pleased to present the unaudited unconsolidated condensed interim financial information of the Company for the first quarter ended 31 March 2022.

Financial Highlights:

The highlights for the period under review are as follows:

	(Unaudited)	
	31 March 2022	31 March 2021
	Rupees in thousand	
Gross Premium	7,547,584	5,113,246
Net Premium	3,756,123	2,898,305
Underwriting results	228,947	208,239
Investment Income	958,636	996,624
Profit before tax	1,308,067	1,274,221
Profit after tax	928,358	909,105
	(Unaudited)	
	31 March 2022	31 March 2021
	Rupees	
Earnings (after tax) per share	2.65	2.60

Performance Review:

The Gross Premium of the Company increased by 48% and the Net Premium increased by 30%. There was an improvement in profitability as underwriting profit increased by 10% from the last year's corresponding figures. The investment income however showed decline and decreased by 4% in the first quarter of 2022 as compared to the corresponding figures in the last year due to higher dividends received in 2021 from banking portfolio of equities. Altogether, the profit before tax & profit after tax showed minute growth in current quarter and increased by 3% and 2% respectively.

Window Takaful Operations:

The gross contribution written and deficit of Participants' Takaful Fund is Rs. 838,787 thousands (2021: Rs. 399,113 thousands) and Rs. 10,005 thousands (2021: 6,740 thousands), respectively. Most of the growth in contribution written came from Health and Motor line of businesses which contributed 51% and 36% to the total contribution written in first quarter of 2022. Window Takaful Operations profit before tax increased by 118% amounting to Rs. 73,523 thousands for the quarter ended 31 March 2022 (2021: Rs. 33,750 thousands).

Future Outlook:

The economy is showing signs of recovery after the economic slowdown caused by pandemic. However, the heightened domestic political uncertainty contributed to depreciation in the rupee. In addition, there has been a decline in foreign exchange reserves largely due to government debt payments. The SBP revised the average inflation forecasts at slightly above 11% in FY22. These developments required a proactive policy response and as a result, the State Bank of Pakistan (SBP) raised SBP policy rate to 12.25% to further safeguard external and price stability. The management is constantly evaluating the ongoing developments and is keen on taking steps to further strengthen the outlook of the Company.

Acknowledgements:

We would wholeheartedly like to thank our shareholders, valued customers, employees and development staff for their consistent support that has helped Adamjee Insurance emerge as one of the Pakistan's leading insurance company. We are also grateful to the Securities & Exchange Commission of Pakistan and the State Bank of Pakistan for their continued guidance and assistance.

For and on behalf of the Board


Shaikh Muhammad Jawed
Director


Muhammad Ali Zeb
Managing Director &
Chief Executive Officer

غیر مجتمع مختصر عبوری مالیاتی معلومات (غیر آڈٹ شدہ) پر

ممبران کوڈائریکٹرز کا جائزہ

بابت پہلی سہ ماہی ختمہ 31 مارچ 2022ء

بورڈ کی جانب سے 31 مارچ 2022ء کو ختم ہونے والی پہلی سہ ماہی کیلئے کمپنی کی غیر آڈٹ شدہ غیر مجتمع عبوری مالیاتی گوشوارے پیش کرنا ہمارے لیے باعث مسرت ہے۔

مالیاتی جھلکیاں

زیر جائزہ مدت کی جھلکیاں درج ذیل ہیں:

31 مارچ 2021ء	31 مارچ 2022ء
ہزار روپے میں	
(غیر آڈٹ شدہ)	(غیر آڈٹ شدہ)
5,113,246	7,547,584
2,898,305	3,756,123
208,239	228,947
996,624	958,636
1,274,221	1,308,067
909,105	928,358
31 مارچ 2021ء	31 مارچ 2022ء
روپے میں	
2.60	2.65

مجموعی پریکیم

خالص پریکیم

زیر تحریر نتائج

سرمایہ کاری سے آمدنی

منافع قبل از ٹیکس

منافع بعد از ٹیکس

آمدنی فی شیئر (روپے)

کارکردگی کا جائزہ

ادارے کی مجموعی اقساط بیمہ میں 48% تک کا اضافہ ہوا اور خالص اقساط میں 30% کا اضافہ دیکھا گیا۔ منافع میں بھی بہتری دیکھی گئی ہے کیونکہ منافع ضمانت (انڈر رائٹنگ پروفٹ) میں پچھلے سال کے اعداد و شمار کے مقابلے میں 10% کا اضافہ ہوا۔ تاہم آمدن سرمایہ کاری نے کمی کا مظاہرہ کیا ہے اور 2022ء کی پہلی سہ ماہی میں پچھلے سال کے اسی عرصے کے مقابلے میں 4% تک کم رہیں جس کی وجہ حصص کے بینکاری پورٹ فولیو کی طرف سے 2021ء میں بلڈر منافع منقسمہ کا حصول ہے۔ ساتھ ہی منافع قبل از اور بعد از ٹیکس جاری سہ ماہی میں کچھ اضافہ دیکھا گیا ہے اور وہ علی الترتیب 3% اور 2% تک بڑھ گیا ہے۔

ونڈ وکفال آپریشنز

پارٹنیشنز وکفال فنڈ کا مجموعی تحریر کردہ حصہ اور خسارہ بالترتیب 838,787 روپے (2021: 399,113 ہزار روپے) اور 10,005 ہزار روپے (2021: 6,740 ہزار روپے) ہے۔ تحریر کردہ حصے میں زیادہ تر اضافہ ہیلتھ اینڈ موٹر لائن آف بزنس سے ہوا جس نے 2022ء کی پہلی سہ ماہی میں تحریر کردہ کل حصے میں 51% اور 36% ہے۔ ونڈ وکفال آپریشنز منافع قبل از ٹیکس 31 مارچ 2022ء کو ختم ہونے والی سہ ماہی کے لیے 118% بڑھ گیا جس کی مالیت 73,523 ہزار روپے (2021: 33,750 ہزار روپے) ہے۔

توقعات مستقبل

وہابی امراض کی وجہ سے معاشی سست روی کے بعد معیشت بحالی کے آثار دکھائی رہے ہیں۔ تاہم، بڑھتی ہوئی ملکی سیاسی غیر یقینی صورتحال روپے کی قدر میں کمی کا باعث بنی ہے۔ اس کے علاوہ زرمبادلہ کے ذخائر میں بھی کمی آئی ہے جس کی بڑی وجہ حکومتی قرضوں کی ادائیگی ہے۔ اسٹیٹ بینک نے مالی سال 22ء میں مہنگائی کی اوسط پیشین گوئیوں کو 11 فیصد سے تھوڑا اوپر نظر ثانی کیا ہے۔ ان پیش رفتوں کے لیے ایک فعال پالیسی رد عمل کی ضرورت تھی اور اس کے نتیجے میں، اسٹیٹ بینک آف پاکستان (SBP) نے بیرونی اور قیوتوں کے استحکام کو مزید محفوظ بنانے کے لیے پالیسی شرح کو 12.25% تک بڑھا دیا۔ انتظامیہ مسلسل جاری پیش رفت کا جائزہ لے رہی ہے اور کمپنی کے آڈٹ لک یعنی توقعات کو مزید مضبوط بنانے کے لیے اقدامات کرنے کی خواہاں ہے۔

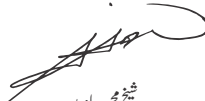
اعتراف

ہم اپنے شیئرز بولڈرز، معزز صارفین، ملازمین اور ترقیاتی عملے کا ان کی مستقل معاونت پر تہ دل سے شکر یہ ادا کرتے ہیں جنہوں نے آمدنی انشورنس کو پاکستان کی بڑی اور نمایاں انشورنس کمپنی بننے میں مدد کی۔ ہم سکیورٹی ریٹینڈ ایجنسی کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی مستقل کی معاونت اور فراہم کردہ رہنمائی کو بھی سراہتے ہیں۔

منجانب ویرائے بورڈ



محمد علی ریب
ٹیچنگ ڈائریکٹر اینڈ چیف ایگزیکٹو آفیسر



شجاع حسین
ڈائریکٹر

لاہور: 28 اپریل 2022

A blue truck is driving across a wooden suspension bridge over a river. The bridge has a wooden deck and railings. The background shows a mountainous landscape with a river and some trees. The text is overlaid on the left side of the image.

**UNCONSOLIDATED
CONDENSED INTERIM
FINANCIAL INFORMATION**
FIRST QUARTER ENDED 31 MARCH 2022

Adamjee Insurance Company Limited
Unconsolidated Condensed Interim Statement of Financial Position
As at 31 March 2022

	Note	31 March 2022	31 December 2021
----- (Rupees in thousand) -----			
		(Unaudited)	(Audited)
ASSETS			
Property and equipment	8	4,233,325	4,238,164
Intangible assets	9	94,458	100,379
Investment properties	10	1,632,498	1,632,498
Investment in Subsidiary	11	2,396,166	2,662,406
<i>Investments</i>			
Equity securities	12	21,026,613	21,157,579
Debt securities	13	371,861	377,652
Term deposits	14	6,802,838	6,871,466
Loans and other receivable	15	719,618	615,600
Insurance / reinsurance receivables	16	6,929,077	7,175,870
Reinsurance recoveries against outstanding claims		7,835,100	7,598,556
Salvage recoveries accrued		347,208	344,957
Deferred commission expense / acquisition cost		1,355,686	1,055,480
Taxation - payment less provisions		-	160,143
Prepayments	17	4,587,672	4,751,930
Cash and bank	18	4,691,590	2,174,053
		63,023,710	60,916,733
Total assets of Window Takaful Operations - Operator's Fund	19	898,048	723,850
Total Assets		63,921,758	61,640,583
EQUITY AND LIABILITIES			
Capital and reserves attributable to the Company's equity holders			
Ordinary share capital		3,500,000	3,500,000
Reserves	20	5,460,053	5,486,879
Unappropriated Profit		17,331,243	16,402,885
Total Equity		26,291,296	25,389,764
LIABILITIES			
Underwriting provisions			
Outstanding claims including IBNR		13,113,223	12,686,045
Unearned premium reserves		12,177,577	11,010,289
Unearned reinsurance commission		259,539	241,094
Retirement benefit obligation		181,095	263,660
Deferred taxation		1,994,132	2,031,142
Borrowings		805,688	926,756
Deferred grant income		4,219	6,329
Premium received in advance		643,669	515,758
Insurance / reinsurance payables		4,722,338	5,215,694
Other creditors and accruals	21	2,648,310	2,446,386
Deposits and other liabilities		608,393	629,135
Taxation - provision less payments		72,243	-
		37,230,426	35,972,288
Total liabilities of Window Takaful Operations - Operator's Fund	19	400,036	278,531
Total Equity and Liabilities		63,921,758	61,640,583
Contingencies and commitments	22		

The annexed notes 1 to 33 form an integral part of this unconsolidated condensed interim financial information.



Chairman



Director



Director



Chief Financial
Officer



Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
Unconsolidated Condensed Interim Profit and Loss Account (Un-audited)
For the Quarter Ended 31 March 2022

	Note	Quarter Ended	
		31 March 2022	31 March 2021
Rupees in thousand			
Net Insurance Premium	23	3,756,123	2,898,305
Net Insurance Claims	24	(2,172,668)	(1,580,017)
Net Commission and other acquisition costs	25	(471,665)	(358,264)
Insurance claims and acquisition expenses		(2,644,333)	(1,938,281)
Management expenses		(882,843)	(751,785)
Underwriting results		228,947	208,239
Investment income	26	958,636	996,624
Rental income		38,880	29,568
Other income		47,104	22,812
Other expenses		(14,390)	(11,566)
Results of operating activities		1,259,177	1,245,677
Finance cost		(24,633)	(5,206)
Profit from window takaful operations		73,523	33,750
Profit before tax		1,308,067	1,274,221
Income tax expense		(379,709)	(365,116)
Profit after tax		928,358	909,105
----- (Rupees) -----			
Earnings (after tax) per share	27	2.65	2.60

The annexed notes 1 to 33 form an integral part of this unconsolidated condensed interim financial information.



Chairman



Director



Director



Chief Financial Officer




Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
 Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited)
 For the Quarter Ended 31 March 2022


	Quarter Ended	
	31 March 2022	31 March 2021
	Rupees in thousand	
Profit after tax for the period	928,358	909,105
<u>Other comprehensive income</u>		
<i>Items that may be reclassified subsequently to profit and loss:</i>		
Unrealized (loss) on 'available-for-sale' investments - net of tax	(435,090)	(136,237)
Reclassification adjustment relating to 'available for sale' investments disposed of during the period - net of tax	309,570	-
Other comprehensive income from window takaful operations net of tax	1	378
Effect of translation of investment in foreign branches - net	98,693	(84,863)
Total comprehensive income for the period	901,532	688,383

The annexed notes 1 to 33 form an integral part of this unconsolidated condensed interim financial information.


 Chairman


 Director


 Director


 Chief Financial Officer


 Managing Director &
 Chief Executive Officer

Adamjee Insurance Company Limited
Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)
For the Quarter Ended 31 March 2022

	Quarter Ended 31 March 2022	Quarter Ended 31 March 2021
----- (Rupees in thousand) -----		
<u>Cash flows from operating activities</u>		
Underwriting activities		
Insurance premiums received	7,970,396	5,062,708
Reinsurance premiums paid	(2,977,347)	(1,420,774)
Claims paid	(3,498,728)	(2,506,306)
Surrenders paid	(32,963)	(13,353)
Reinsurance and other recoveries received	1,433,992	989,036
Commissions paid	(814,308)	(640,614)
Commissions received	212,682	93,090
Other underwriting payments	(927,740)	(650,331)
Net cash inflow from underwriting activities	1,365,984	913,456
Other operating activities		
Income tax paid	(112,232)	(187,218)
Other operating payments	(70,917)	(89,960)
Loans advanced	(6,622)	(16,216)
Loans repayments received	13,447	12,774
Other operating receipts	9,306	6,169
Net cash outflow from other operating activities	(167,018)	(274,451)
Total cash inflow from all operating activities	1,198,966	639,005
<u>Cash flows from investing activities</u>		
Profit / return received on bank deposits	54,565	38,606
Income received from Pakistan Investment Bonds	4,500	4,500
Income from Treasury Bills	5,592	-
Dividends received	398,999	843,480
Rentals received	31,990	31,093
Payments for investments	(2,340,329)	(4,090,646)
Proceeds from disposal of investments	3,326,760	3,799,211
Fixed capital expenditure - operating assets	(22,120)	(71,991)
Fixed capital expenditure - intangible assets	(6,003)	(4,481)
Proceeds from disposal of operating fixed assets	6,142	2,166
Total cash inflow from investing activities	1,460,096	551,938
<u>Cash flows from financing activities</u>		
Dividends paid	(165)	(885)
Loan principal payment made	(122,326)	(22,326)
Interest expense against loan paid	(19,034)	(448)
Net cash outflow from financing activities	(141,525)	(23,659)
Net cash inflow from all activities	2,517,537	1,167,284
Cash and cash equivalent at the beginning of the period	2,174,053	1,312,044
Cash and cash equivalent at the end of the period	4,691,590	2,479,328

Quarter Ended 31 March 2022	Quarter Ended 31 March 2021
--------------------------------	--------------------------------

-----**(Rupees in thousand)**-----

Reconciliation to profit and loss account

Operating cash flows	1,198,966	639,005
Depreciation expense	(43,672)	(57,723)
Provision for retirement benefit obligations	(14,104)	(10,165)
Finance cost	(24,633)	(5,206)
Other income - bank & term deposits	60,202	46,210
Gain on disposal of operating assets	4,105	1,693
Rental income	39,082	29,718
Decrease in assets other than cash	140,696	(841,119)
Decrease in liabilities	11,323	440,761
Gain on disposal of investments	430,421	-
Amortization expense	(7,666)	(6,388)
Increase in unearned premium	(1,167,288)	(152,340)
(Decrease) / increase in loans	(6,825)	3,442
Income taxes paid	112,232	187,218
Increase in tax liabilities	(379,709)	(365,116)
Reversal for impairment in value of 'available-for-sale' investments	5,593	-
Dividend and other income	484,128	955,317
Income from treasury bills	7,624	5,688
Income from Pakistan Investment Bonds	2,250	2,250
Income against deferred grant	2,110	2,110
Profit for the period from Window Takaful Operations	73,523	33,750
Profit after tax	928,358	909,105

Quarter Ended 31 March 2022	Quarter Ended 31 March 2021
--------------------------------	--------------------------------

-----**(Rupees in thousand)**-----

Cash for the purposes of the statement of cash flows consists of:

Cash and other equivalents	14,350	7,345
Current and other accounts	4,677,240	2,471,983
Total cash and cash equivalents	4,691,590	2,479,328

The annexed notes 1 to 33 form an integral part of this unconsolidated condensed interim financial information.



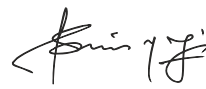
Chairman



Director



Director



Chief Financial Officer



Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
Unconsolidated Condensed Interim Statement of Changes in Equity
For the Quarter Ended 31 March 2022

	Share capital	Capital reserve			Revenue reserve		Total	
	Issued, subscribed and paid up	Reserve for exceptional losses	Investment fluctuation reserve	Exchange translation reserve	Fair Value Reserve	General reserve		Unappropriated Profit
----- (Rupees in thousand) -----								
Balance as at 31 December 2020 - (Audited)	3,500,000	22,859	3,764	678,438	2,845,385	936,500	14,247,913	22,234,859
Profit for the period 01 January 2021 to 31 March 2021	-	-	-	-	-	-	909,105	909,105
Other comprehensive income for the period 01 January 2021 to 31 March 2021	-	-	-	(84,863)	(135,859)	-	-	(220,722)
Total comprehensive income for the period	-	-	-	(84,863)	(135,859)	-	909,105	688,383
Balance as at 31 March 2021 - (Unaudited)	3,500,000	22,859	3,764	593,575	2,709,526	936,500	15,157,018	22,923,242
Profit for the period 01 April 2021 to 31 December 2021	-	-	-	-	-	-	2,227,389	2,227,389
Other comprehensive income for the period 01 April 2021 to 31 December 2021	-	-	-	306,308	914,347	-	(19,022)	1,201,633
Total comprehensive income for the period	-	-	-	306,308	914,347	-	2,208,367	3,429,022
Transactions with owners of the Company								
Final dividend for the year ended 31 December 2020 @ 12.5% (Rupee 1.25/- per share)	-	-	-	-	-	-	(437,500)	(437,500)
Interim dividend for the half year ended 30 June 2021 @ 15% (Rupee 1.50/- per share)	-	-	-	-	-	-	(525,000)	(525,000)
	-	-	-	-	-	-	(962,500)	(962,500)
Balance as at 31 December 2021 - (Audited)	3,500,000	22,859	3,764	899,883	3,623,873	936,500	16,402,885	25,389,764
Profit for the period 01 January 2022 to 31 March 2022	-	-	-	-	-	-	928,358	928,358
Other comprehensive income for the period 01 January 2022 to 31 March 2022	-	-	-	98,693	(125,519)	-	-	(26,826)
Total comprehensive income for the period	-	-	-	98,693	(125,519)	-	928,358	901,532
Balance as at 31 March 2022 - (Unaudited)	3,500,000	22,859	3,764	998,576	3,498,354	936,500	17,331,243	26,291,296

The annexed notes 1 to 33 form an integral part of this unconsolidated condensed interim financial information.



Chairman



Director



Director



Chief Financial Officer



Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited

Notes to the Unconsolidated Condensed Interim Financial Information (Un-audited)

For the Quarter Ended 31 March 2022

1 Legal status and nature of business

Adamjee Insurance Company Limited ("the Company") is a public limited Company incorporated in Pakistan on 28 September 1960 under the Companies Act, 1913 (now the Companies Act, 2017). The Company is listed on Pakistan Stock Exchange and is engaged in the general insurance business. The registered office of the Company is situated at Adamjee House Building, 80/A Block E-1, Main Boulevard Gulberg-III, Lahore.

The Company also operates branches in the United Arab Emirates (UAE) and the Export Processing Zone (EPZ).

The Company was granted authorization on December 23, 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations in respect of general takaful products by the Securities and Exchange Commission of Pakistan (SECP) and commenced Window Takaful Operations on January 01, 2016.

2 Basis of preparation and statement of compliance

This unconsolidated condensed interim financial information of the Company for the quarter ended 31 March 2022 has been prepared in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards comprise of:

- International Accounting Standard 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, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and the General Takaful Accounting Regulations, 2019.

In case requirements differ, the provisions of or the directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and the General Takaful Accounting Regulations, 2019, shall prevail.

In terms of the requirements of the Takaful Rules, 2012, read with SECP Circular 25 of 2015 dated 09 July 2015, the assets, liabilities and profit and loss of the Operator's Fund of the Window Takaful Operations of the Company have been presented as a single line item in the statement of financial position and profit and loss account of the Company respectively. A separate set of condensed interim financial information of the Window Takaful Operations has been annexed to this financial information as per the requirements of the Takaful Rules, 2012.

This unconsolidated condensed interim financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with annual financial statements of the Company for the year ended 31 December 2021. Comparative condensed interim statement of financial position is stated from annual audited financial statements as of 31 December 2021, whereas comparatives for interim profit and loss account, interim statement of comprehensive income, interim statement of changes in equity, interim cash flow statement and related notes are extracted from condensed interim financial information of the Company for the quarter ended 31 March 2021.

This unconsolidated condensed interim financial information is unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the listing regulations of Pakistan Stock Exchange Limited.

3 Basis of measurement

This unconsolidated condensed interim financial information has been prepared under historical cost convention except for certain foreign currency translation adjustments, certain financial instruments carried at fair value, investment property carried at fair value and defined benefit obligations under employee benefits carried at present value. All transactions reflected in this financial information are on accrual basis except for those reflected in cash flow statement.

4 Accounting policies

The accounting policies and the methods of computation adopted in the preparation of the unconsolidated condensed interim financial information are same as those applied in the preparation of annual audited financial statements for the year ended 31 December 2021.

4.1 Standards, amendments or interpretations

The new and revised relevant IFRSs effective in the current period had no significant impact on the amounts reported and disclosures in this condensed interim financial information.

IFRS 9

IFRS 9 " Financial Instruments" has become applicable , however as insurance company , the management has opted temporary exemption from the application of IFRS 9 as allowed by International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Additional disclosures, as required by the IASB, for being eligible to apply the temporary exemption from the application of IFRS 9 are given below:

The tables below set out the fair values as at the end of reporting period and the amount of change in the fair value during that period for the following two groups of financial assets separately:

- financial assets with contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding, excluding any financial asset that meets the definition of held for trading in IFRS 9, or that is managed and whose performance is evaluated on a fair value basis, and
- all other financial assets

	March 31, 2022				
	Fail the SPPI test	Pass the SPPI test			
Financial assets	Fair value	Change in unrealized gain / (loss) during the period	Carrying Value	Cost less Impairment	Change in unrealized gain / (loss) during the period
	---- (Rupees in thousand) ----				
Cash and Bank*	4,175,765	-	515,825	-	-
Investment in subsidiary*	2,396,166	-	-	-	-
Investments in equity securities - available-for-sale	21,026,613	(176,789)	-	-	-
Investment in debt securities - held-to-maturity	-	-	371,861	-	-
Term deposits*	-	-	6,802,838	-	-
Loans and other receivables*	433,782	-	3,371	-	-
Total	28,032,326	(176,789)	7,693,895	-	-

* The carrying amount of these financial assets measured applying IAS 39 are a reasonable approximation of their fair values.

5 Use of estimates and judgments

The preparation of this unconsolidated condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

During preparation of this unconsolidated condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 31 December 2021.

6 Functional and presentation currency

This unconsolidated condensed interim financial information is presented in Pakistani Rupees, which is also the Company's functional currency.

7 Insurance and Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the unconsolidated annual financial statements for the year ended 31 December 2021.

	(Unaudited)	(Audited)
	31 March	31 December
	2022	2021
<i>Note</i>	---- (Rupees in thousand) ----	

8 Property and equipment

Opening balance - net book value	4,221,959	4,071,366
Additions during the period / year	8.1 13,391	248,623
Transfer from investment property	-	115,913
Book value of disposals during the period / year	8.2 (2,037)	(46,160)
Depreciation charged during the period / year	(43,672)	(220,360)
Exchange differences and other adjustments	12,500	52,577
	(33,209)	(213,943)
	4,202,141	4,221,959
Capital work in progress	8.3 31,184	16,205
	4,233,325	4,238,164

8.1 Additions during the period / year:

Land and buildings	4,946	90,714
Furniture and fixtures	-	21,907
Motor vehicles	5,726	64,299
Machinery and equipment	13	50,697
Computer and related accessories	2,458	6,732
Right of use asset	248	14,274
	13,391	248,623

8.2 Written down values of property and equipment disposed of during the period / year

Land and buildings	-	32,225
Furniture and fixtures	-	38
Motor vehicles	2,037	11,478
Machinery and equipment	-	2,355
Computer and related accessories	-	64
	2,037	46,160

8.3 Capital work in progress

Capital work in progress as of 31 March 2022 includes advances to different contractors, suppliers and vendors amounting to Rs. 31,184 thousands (31 December 2021: Rs. 16,205 thousands).

	<u>(Unaudited)</u>	<u>(Audited)</u>
	<u>31 March</u>	<u>31 December</u>
	<u>2022</u>	<u>2021</u>
	<u>---- (Rupees in thousand) ----</u>	
9 Intangible assets		
Opening balance - net book value	100,379	88,187
Additions during the period / year	-	37,643
Book value of disposals during the period / year	-	-
Amortization charged during the period / year	(7,666)	(29,819)
Exchange differences and other adjustments	1,745	4,368
	(5,921)	(25,451)
	<u>94,458</u>	<u>100,379</u>
10 Investment Properties		
Opening balance - net book value	1,632,498	787,279
Transfer to Property and equipment	-	(115,913)
Unrealized fair value gain	-	961,132
	<u>1,632,498</u>	<u>1,632,498</u>
11 Investment in subsidiary		
Adamjee Life Assurance Company Limited - At cost	<u>2,396,166</u>	<u>2,662,406</u>

	(Unaudited) 31 March 2022	(Audited) 31 December 2021
<i>Note</i>	----- (Rupees in thousand) -----	
15 Loans and other receivables		
Considered good		
Rent receivable	14,489	7,397
Receivable from related parties	15.1 71,023	58,745
Accrued income	187,246	96,481
Security deposits	50,079	50,627
Advances to employees and suppliers	276,920	177,729
Advance agent commission	5,545	7,796
Loans to employees	45,348	51,929
Other receivables	68,968	164,896
	719,618	615,600

15.1 This represents receivable from Adamjee Life Assurance Company Limited, subsidiary of the Company, in respect of cash value of life policies obtained for key management personnel of the Company. The Company is the beneficiary in respect of policies obtained for the employees.

16 Insurance / reinsurance receivables - unsecured and considered good

Due from insurance contract holders	7,164,317	7,336,121
Provision for impairment of receivables from insurance contract holders	(1,111,217)	(1,078,100)
	6,053,100	6,258,021
Due from other insurers / other reinsurers	1,077,279	1,119,151
Provision for impairment of due from other insurers / reinsurers	(201,302)	(201,302)
	875,977	917,849
	6,929,077	7,175,870

16.1 Due from insurance contact holders include an amount of Rs. 292,340 thousands (2021: Rs. 237,666 thousands) held with related parties.

17 Prepayments

Prepaid reinsurance premium ceded	4,327,264	4,627,169
Prepaid miscellaneous expenses	260,408	124,761
	4,587,672	4,751,930

18 Cash and Bank

Cash and cash equivalents

Inside Pakistan

Cash in hand	533	353
Policy & revenue stamps, bond papers	13,030	9,696
	13,563	10,049

Outside Pakistan

Cash in hand	787	-
Policy & revenue stamps, bond papers	-	-
	787	-

14,350 **10,049**

Cash at bank

Inside Pakistan

Current accounts	2,350,637	537,244
Saving accounts	514,284	755,152
	2,864,921	1,292,396

Outside Pakistan

Current accounts	1,810,778	870,126
Savings accounts	1,541	1,482
	1,812,319	871,608

4,677,240 **2,164,004**

4,691,590 **2,174,053**

18.1 Cash at bank includes an amount of Rs. 2,851,283 thousands (2021: Rs. 151,077 thousands) held with MCB Bank Limited, a related party of the Company.

18.2 Lien of Rs. 582,571 thousands (2021: Rs. 432,571 thousands) is marked on cash deposits in saving accounts against SBLC (Standby Letter of Credit) issued in favor of Meezan Bank Limited on behalf of Hyundai Nishat Motor (Private) Limited, a related party of the Company.

	(Unaudited) 31 March 2022	(Audited) 31 December 2021
	----- (Rupees in thousand) -----	
19 Window takaful operations - operator's fund		
Assets		
Cash and bank deposits	298,836	264,235
Qard-e-Hasna to Participant Takaful Fund	146,460	146,460
Investments - Equity securities	39,132	38,326
Investments - Debt securities	75,000	75,000
Intangible assets	9,751	10,409
Property and equipment	24,863	22,883
Current assets - others	304,006	166,537
Total Assets	898,048	723,850
Total liabilities	400,036	278,531
	(Unaudited) 31 March 2022	(Unaudited) 31 March 2021
	----- (Rupees in thousand) -----	
Wakala Fee	140,252	100,828
Commission expense	(33,774)	(32,086)
Management expense	(43,859)	(39,315)
Other Income	7,017	3,774
Investment income	2,831	-
Mudarib's share of PTF investment income	1,056	549
Profit before taxation	73,523	33,750
Taxation	(20,831)	(9,787)
Profit after taxation	52,692	23,963

Details of total assets, total liabilities and segment disclosure of window takaful operations are stated in the annexed condensed interim financial information for the quarter ended 31 March 2022.

	(Unaudited) 31 March 2022	(Audited) 31 December 2021
	----- (Rupees in thousand) -----	
20 Reserves		
<u>Capital reserves</u>		
Reserves for exceptional losses	22,859	22,859
Investment fluctuation reserves	3,764	3,764
Exchange translation reserves	998,576	899,883
Fair value reserve	3,498,354	3,623,873
	4,523,553	4,550,379
<u>Revenue reserves</u>		
General reserves	936,500	936,500
	5,460,053	5,486,879
21 Other creditors and accruals		
Agents commission payable	970,730	840,609
Federal Excise Duty / Sales Tax / VAT	219,364	346,924
Federal Insurance Fee payable	81,551	35,707
Workers' welfare fund payable	76,485	76,485
Tax deducted at source	90,100	86,451
Accrued expenses	173,038	229,363
Unpaid and Unclaimed Dividend	156,462	156,627
Payable to Employees' Provident Fund	110	88
Sundry creditors	880,470	674,132
	2,648,310	2,446,386
22 Contingencies and commitments		
22.1 Contingencies		

There has been no significant change in the status of contingencies as reported in the preceding published unconsolidated annual financial statements of the Company for the year ended 31 December 2021 except for the following.

- The Company has provided a guarantee to Meezan Bank Limited (MBL) against the loan provided by MBL to Hyundai Nishat Motor (Private) Limited, a related party, amounting to Rs. 1,269,671 thousands (2021: Rs. 1,269,671 thousands).
- The Company has issued letter of guarantees amounting to AED 115,219,000 amounting to Rs. 5,755,489 thousands (2021: AED 219,000 amounting to Rs.10,524 thousands) relating to UAE branch.

23 Net Insurance Premium

	Quarter Ended	
	31 March 2022	31 March 2021
Rupees in thousand		
Written Gross Premium	7,547,584	5,113,246
Unearned premium reserve opening	11,010,289	8,366,434
Unearned premium reserve closing	(12,177,577)	(8,518,774)
Currency translation effect	179,732	(128,409)
Premium earned	6,560,028	4,832,497
Reinsurance premium ceded	(2,483,991)	(1,280,051)
Prepaid reinsurance premium opening	(4,627,169)	(3,307,863)
Prepaid reinsurance premium closing	4,327,264	2,651,227
Currency translation effect	(20,009)	2,495
Reinsurance expense	(2,803,905)	(1,934,192)
	3,756,123	2,898,305

23.1 Net Insurance Premium - Business underwritten inside Pakistan

Written Gross Premium	4,643,265	3,256,720
Unearned premium reserve opening	7,393,851	6,021,464
Unearned premium reserve closing	(7,299,535)	(5,626,861)
Premium earned	4,737,581	3,651,323
Reinsurance premium ceded	(2,057,068)	(1,213,562)
Prepaid reinsurance premium opening	(4,302,258)	(3,260,277)
Prepaid reinsurance premium closing	3,772,341	2,595,479
Reinsurance expense	(2,586,985)	(1,878,360)
	2,150,596	1,772,963

23.2 Net Insurance Premium - Business underwritten outside Pakistan

Written Gross Premium	2,904,319	1,856,526
Unearned premium reserve opening	3,616,438	2,344,970
Unearned premium reserve closing	(4,878,042)	(2,891,913)
Currency translation effect	179,732	(128,409)
Premium earned	1,822,447	1,181,174
Reinsurance premium ceded	(426,923)	(66,489)
Prepaid reinsurance premium opening	(324,911)	(47,586)
Prepaid reinsurance premium closing	554,923	55,748
Currency translation effect	(20,009)	2,495
Reinsurance expense	(216,920)	(55,832)
	1,605,527	1,125,342

24 Net Insurance Claims Expense

Claim paid	3,498,728	2,506,306
Outstanding claims including IBNR - closing	13,113,223	10,242,473
Outstanding claims including IBNR - opening	(12,686,045)	(10,768,040)
Currency translation effect	(220,439)	255,220
Claim expense	3,705,467	2,235,959
Reinsurance and other recoveries received	(1,392,120)	(836,230)
Reinsurance and other recoveries in respect of outstanding claims - closing	(8,182,308)	(5,898,472)
Reinsurance and other recoveries in respect of outstanding claims - opening	7,943,513	6,192,571
Currency translation effect	98,116	(113,811)
Reinsurance and other recoveries revenue	(1,532,799)	(655,942)
	2,172,668	1,580,017

	Quarter Ended	
	31 March 2022	31 March 2021
	Rupees in thousand	
24.1 Net Insurance Claims Expense - Business underwritten inside Pakistan		
Claim paid	1,800,490	1,515,663
Outstanding claims including IBNR - closing	7,301,206	4,750,466
Outstanding claims including IBNR - opening	(7,131,251)	(4,920,475)
Claim expense	1,970,445	1,345,654
Reinsurance and other recoveries received	(659,338)	(503,245)
Reinsurance and other recoveries in respect of outstanding claims - closing	(5,593,681)	(3,462,096)
Reinsurance and other recoveries in respect of outstanding claims - opening	5,482,393	3,526,278
Reinsurance and other recoveries revenue	(770,626)	(439,063)
	1,199,819	906,591
24.2 Net Insurance Claims Expense - Business underwritten outside Pakistan		
Claim paid	1,698,238	990,643
Outstanding claims including IBNR - closing	5,812,017	5,492,007
Outstanding claims including IBNR - opening	(5,554,794)	(5,847,565)
Currency translation effect	(220,439)	255,220
Claim expense	1,735,022	890,305
Reinsurance and other recoveries received	(732,782)	(332,985)
Reinsurance and other recoveries in respect of outstanding claims - closing	(2,588,627)	(2,436,376)
Reinsurance and other recoveries in respect of outstanding claims - opening	2,461,120	2,666,293
Currency translation effect	98,116	(113,811)
Reinsurance and other recoveries revenue	(762,173)	(216,879)
	972,849	673,426
25 Net commission and other acquisition costs		
Commission Paid or payable	932,004	652,599
Deferred Commission expense opening	1,055,480	731,319
Deferred Commission expense closing	(1,355,686)	(867,149)
Currency translation effect	35,104	(26,056)
Net Commission	666,902	490,713
Commission received or recoverable	(212,682)	(93,090)
Unearned reinsurance commission opening	(241,094)	(245,318)
Unearned reinsurance commission closing	259,539	205,766
Currency translation effect	(1,000)	193
Commission from reinsurance	(195,237)	(132,449)
	471,665	358,264
25.1 Net commission and other acquisition costs Business underwritten Inside Pakistan		
Commission paid or payable	322,011	238,925
Deferred Commission expense opening	393,554	285,324
Deferred Commission expense closing	(396,169)	(273,882)
Net Commission	319,396	250,367
Commission received or recoverable	(181,200)	(91,847)
Unearned reinsurance commission opening	(239,650)	(240,971)
Unearned reinsurance commission closing	229,513	201,575
Commission from reinsurance	(191,337)	(131,243)
	128,059	119,124
25.2 Net commission and other acquisition costs Business underwritten Outside Pakistan		
Commission paid or payable	609,993	413,674
Deferred Commission expense opening	661,926	445,995
Deferred Commission expense closing	(959,517)	(593,267)
Currency translation effect	35,104	(26,056)
Net Commission	347,506	240,346
Commission received or recoverable	(31,482)	(1,243)
Unearned reinsurance commission opening	(1,444)	(4,347)
Unearned reinsurance commission closing	30,026	4,191
Currency translation effect	(1,000)	193
Commission from reinsurance	(3,900)	(1,206)
	343,606	239,140

26 Investment Income

Business underwritten Inside Pakistan

Available-for-sale

Income from equity securities

Dividend income

- associated undertakings
- others

	31 March 2022	31 March 2021
	275,982	743,040
	208,040	212,208
	484,022	955,248

Income from debt securities - Held to maturity

Return on Pakistan Investment Bonds

Profit on Treasury Bills

	31 March 2022	31 March 2021
	2,250	2,250
	7,624	5,688
	9,874	7,938

Income from term deposits - Held to maturity

Related parties

Others

	31 March 2022	31 March 2021
	-	-
	2,849	-
	2,849	-

Net realized gains on investments

Realized gains on

- associated undertakings
- others

	31 March 2022	31 March 2021
	412,087	-
	18,334	-
	430,421	-

Reversal / (Provision) for impairment in value of 'available-for-sale' investments

	31 March 2022	31 March 2021
	927,166	963,186
	5,593	-
	932,759	963,186

Business underwritten Outside Pakistan

Available-for-sale

Income from equity securities

Dividend income

- associated undertakings
- others

	31 March 2022	31 March 2021
	-	-
	106	69
	106	69

Income from term deposits

- associated undertakings
- others

	31 March 2022	31 March 2021
	6,788	5,906
	18,983	27,463
	25,771	33,369

Net investment income

	31 March 2022	31 March 2021
	25,877	33,438
	958,636	996,624

27 Earnings (after tax) per share - basic and diluted

There is no dilutive effect on the basic earnings per share which is based on:

Profit after tax for the period attributable to ordinary shareholders

	31 March 2022	31 March 2021
	928,358	909,105

----- Number of shares -----

Weighted average number of ordinary shares

	31 March 2022	31 March 2021
	350,000,000	350,000,000

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

Earnings (after tax) per share - basic and diluted

	31 March 2022	31 March 2021
	2.65	2.60

28 Transactions with related parties

The Company has related party relationships with its associates, subsidiary company, entities with common directors, directors, employee retirement benefit plans, key management personnel and other parties. The transactions with related parties are carried out at commercial terms and conditions except for compensation to key management personnel which are on employment terms. There are no transactions with key management personnel other than those specified in their terms of employment.

The transactions and balances with related parties during the period other than those which have been specifically disclosed elsewhere in this unconsolidated condensed interim financial information are as follows:

	(Unaudited) 31 March 2022	(Unaudited) 31 March 2021
	---- (Rupees in thousand) ----	
i) Transactions		
Subsidiary company		
Premiums underwritten	21,918	22,513
Premiums received	3,942	1,339
Investment sold	700,000	-
Claims paid	960	1,331
Claims received	-	3,000
Premium paid	14,950	14,806
Security deposit received	1,105	-
Rent paid / payable	1,000	3,825
Rent / service charges / expenses received	19,300	17,190
Other related parties		
Premiums underwritten	448,589	320,630
Premiums received	439,073	347,405
Claims paid	172,234	155,173
Commission Paid	-	10,431
Rent paid	2,041	1,173
Rent received	9,741	9,550
Dividends received	234,585	609,798
Loan repaid	122,326	22,326
Interest on loan paid	19,034	448
Income on bank deposits	13,784	10,013
Investments made	145,115	145,589
Fee / service charges paid	2,561	2,914
Fee / service charges / expenses received / receivable	1,944	10,108
Charge in respect of gratuity expense	11,541	7,874
Contribution to Employees' Provident Fund	10,312	9,228
Compensation paid to Key management personnel	420,292	353,649
	(Unaudited) 31 March 2022	(Audited) 31 December 2021
	---- (Rupees in thousand) ----	
ii) Period end balances		
Subsidiary company		
Balances receivable	94,598	64,112
Balances payable	7,774	5,186
Other related parties		
Balances receivable	283,423	243,103
Balances payable	475,123	299,939
Loan Payable	805,688	926,756
Cash and bank balances including term deposits	4,358,671	1,601,579
Payable to Staff Gratuity Fund	93,057	181,515

Quarter Ended 31 March 2022													
Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total		Aggregate	
Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan		
Rupees in thousand													
Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge)	1,722,916	8,018	988,079	4,252	1,106,558	2,538,748	893,449	493,551	488,909	4,994	5,199,911	3,049,563	8,249,474
Less: Federal excise duty / VAT	(214,271)	(398)	(107,256)	(210)	(132,442)	(120,893)	(3,878)	(23,502)	(52,692)	(238)	(510,539)	(145,241)	(655,780)
Federal insurance fee	(14,645)	(2)	(8,756)	(1)	(9,729)	-	(8,807)	-	(4,170)	-	(46,107)	(3)	(46,110)
	1,494,000	7,618	872,067	4,041	964,387	2,417,855	880,764	470,049	432,047	4,756	4,643,265	2,904,319	7,547,584
Gross written premium (inclusive of administrative surcharge)	1,494,000	7,618	872,067	4,041	964,387	2,417,855	880,764	470,049	432,047	4,756	4,643,265	2,904,319	7,547,584
Gross direct premium	1,458,396	7,584	863,047	4,040	929,863	2,408,328	880,094	470,049	401,241	4,752	4,532,641	2,894,753	7,427,394
Facultative inward premium	31,738	-	479	-	65	-	-	-	27,172	-	59,454	-	59,454
Administrative surcharge	3,866	34	8,541	1	34,459	9,527	670	-	3,634	4	51,170	9,566	60,736
	1,494,000	7,618	872,067	4,041	964,387	2,417,855	880,764	470,049	432,047	4,756	4,643,265	2,904,319	7,547,584
Insurance premium earned	2,472,922	6,162	539,749	9,317	811,935	1,527,447	597,655	277,208	315,320	2,313	4,737,581	1,822,447	6,560,028
Insurance premium ceded to reinsurers	(2,190,533)	(4,413)	(248,301)	(124)	(12,146)	(53,442)	-	(157,506)	(136,005)	(1,435)	(2,586,985)	(216,920)	(2,803,905)
Net insurance premium	282,389	1,749	291,448	9,193	799,789	1,474,005	597,655	119,702	179,315	878	2,150,596	1,605,527	3,756,123
Commission income	154,001	575	2,216	-	738	2,932	-	-	34,382	393	191,337	3,900	195,237
Net underwriting income	436,390	2,324	293,664	9,193	800,527	1,476,937	597,655	119,702	213,697	1,271	2,341,933	1,609,427	3,951,360
Insurance claims	(827,266)	-	(129,011)	-	(442,292)	(1,542,681)	(522,309)	(192,341)	(49,567)	-	(1,970,445)	(1,735,022)	(3,705,467)
Insurance claim recoveries from reinsurer	686,640	-	34,337	-	20,158	628,697	-	133,476	29,491	-	770,626	762,173	1,532,799
Net claims	(140,626)	-	(94,674)	-	(422,134)	(913,984)	(522,309)	(58,865)	(20,076)	-	(1,199,819)	(972,849)	(2,172,668)
Commission expense	(168,552)	(729)	(44,565)	(1,488)	(57,585)	(315,100)	(15,126)	(30,102)	(33,568)	(87)	(319,396)	(347,506)	(666,902)
Management expense	(111,597)	(240)	(109,460)	(3,420)	(263,168)	(263,946)	(38,188)	(30,573)	(62,101)	(150)	(584,514)	(298,329)	(882,843)
Net insurance claims and expenses	(420,775)	(969)	(248,699)	(4,908)	(742,887)	(1,493,030)	(575,623)	(119,540)	(115,745)	(237)	(2,103,729)	(1,618,684)	(3,722,413)
Underwriting result	15,615	1,355	44,965	4,285	57,640	(16,093)	22,032	162	97,952	1,034	238,204	(9,257)	228,947
Net investment income											932,759	25,877	958,636
Rental income											38,397	483	38,880
Other income											34,420	12,684	47,104
Other expenses											(10,488)	(3,902)	(14,390)
Finance cost											(24,130)	(503)	(24,633)
Profit from Window Takaful Operations											73,523	-	73,523
Profit before tax											1,282,685	25,382	1,308,067

31 March 2022													
Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total		Aggregate	
Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan		
Rupees in thousand													
Segment Assets	8,937,782	27,756	1,664,499	5,412	1,493,636	4,691,415	1,047,177	882,639	2,024,939	19,078	15,168,033	5,626,300	20,794,333
Unallocated assets											33,582,327	9,545,098	43,127,425
											48,750,360	15,171,398	63,921,758
Segment Liabilities	9,466,554	31,868	1,806,229	31,089	3,075,325	10,419,270	2,359,705	1,108,102	2,595,572	22,631	19,303,385	11,612,960	30,916,345
Unallocated Liabilities											5,760,413	953,704	6,714,117
											25,063,798	12,566,664	37,630,462

Quarter ended 31 March 2021													
Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total		Aggregate	
Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan		
Rupees in thousand													
Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge)	1,337,382	7,443	319,386	8,622	930,143	1,886,663	705,483	45,127	349,529	1,301	3,641,923	1,949,156	5,591,079
Less: Federal excise duty / VAT	(166,544)	(505)	(36,458)	(49)	(110,802)	(89,841)	(6,710)	(2,149)	(32,257)	(62)	(352,771)	(92,606)	(445,377)
Federal insurance fee	(11,469)	(20)	(2,837)	(4)	(8,203)	-	(6,919)	-	(3,004)	-	(32,432)	(24)	(32,456)
	1,159,369	6,918	280,091	8,569	811,138	1,796,822	691,854	42,978	314,268	1,239	3,256,720	1,856,526	5,113,246
Gross written premium (inclusive of administrative surcharge)	1,159,369	6,918	280,091	8,569	811,138	1,796,822	691,854	42,978	314,268	1,239	3,256,720	1,856,526	5,113,246
Gross direct premium	1,138,631	6,901	272,918	8,569	781,344	1,796,070	691,299	42,978	312,033	1,236	3,196,225	1,855,754	5,051,979
Facultative inward premium	16,885	-	-	-	-	-	-	-	-	-	16,885	-	16,885
Administrative surcharge	3,853	17	7,173	-	29,794	752	555	-	2,235	3	43,610	772	44,382
	1,159,369	6,918	280,091	8,569	811,138	1,796,822	691,854	42,978	314,268	1,239	3,256,720	1,856,526	5,113,246
Insurance premium earned	1,909,602	5,579	259,014	6,337	692,842	1,142,399	462,730	24,490	327,135	2,369	3,651,323	1,181,174	4,832,497
Insurance premium ceded to reinsurers	(1,677,054)	(3,410)	(48,856)	-	(15,890)	(36,104)	-	(15,353)	(136,560)	(965)	(1,878,360)	(55,832)	(1,934,192)
Net insurance premium	232,548	2,169	210,158	6,337	676,952	1,106,295	462,730	9,137	190,575	1,404	1,772,963	1,125,342	2,898,305
Commission income	109,538	907	184	-	966	-	-	-	20,555	299	131,243	1,206	132,449
Net underwriting income	342,086	3,076	210,342	6,337	677,918	1,106,295	462,730	9,137	211,130	1,703	1,904,206	1,126,548	3,030,754
Insurance claims	(368,344)	65,095	(53,134)	-	(364,224)	(930,115)	(347,489)	(25,697)	(212,463)	412	(1,345,654)	(890,305)	(2,235,959)
Insurance claim recoveries from reinsurer	320,351	(55,330)	(37,741)	-	8,060	254,221	-	17,988	148,393	-	439,063	216,879	655,942
Net claims	(47,993)	9,765	(90,875)	-	(356,164)	(675,894)	(347,489)	(7,709)	(64,070)	412	(906,591)	(673,426)	(1,580,017)
Commission expense	(110,175)	(714)	(39,171)	(1,568)	(56,319)	(236,343)	(13,339)	(1,571)	(31,363)	(150)	(250,367)	(240,346)	(490,713)
Management expense	(100,572)	(211)	(99,127)	(1,847)	(239,204)	(211,865)	(35,951)	(6,380)	(56,576)	(52)	(531,430)	(220,355)	(751,785)
Net insurance claims and expenses	(258,740)	8,840	(229,173)	(3,415)	(651,687)	(1,124,102)	(396,779)	(15,660)	(152,009)	210	(1,688,388)	(1,134,127)	(2,822,515)
Underwriting result	83,346	11,916	(18,831)	2,922	26,231	(17,807)	65,951	(6,523)	59,121	1,913	215,818	(7,579)	208,239
Net investment income											963,186	33,438	996,624
Rental income											29,136	432	29,568
Other income											9,840	12,972	22,812
Other expenses											(8,251)	(3,315)	(11,566)
Finance cost											(4,442)	(764)	(5,206)
Profit from Window Takaful Operations											33,750	-	33,750
Profit before tax											1,239,037	35,184	1,274,221
31 December 2021													
Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total		Aggregate	
Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan		
Rupees in thousand													
Segment Assets	11,179,552	24,697	819,410	11,616	1,472,253	4,089,417	771,191	651,760	1,765,915	16,220	16,008,321	4,793,710	20,802,031
Unallocated assets											32,571,051	8,267,501	40,838,552
											48,579,372	13,061,211	61,640,583
Segment Liabilities	11,591,214	28,176	1,149,567	37,421	2,923,636	8,898,921	1,812,336	808,489	2,400,998	18,123	19,877,751	9,791,130	29,668,881
Unallocated Liabilities											5,776,523	805,415	6,581,938
											25,654,274	10,596,545	36,250,819

30 Fair value measurement of financial instruments

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

Underlying the definition of fair value is the presumption that the company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices) (Level 2)
- Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3)

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

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

		31 March 2022 (Unaudited)									
		Available for sale	Held to maturity	Receivables and other financial assets	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
<i>Note</i>		----- Rupees in thousand -----									
<u>Financial assets - measured at fair value</u>											
Investments											
	12	14,690,493	-	-	-	-	14,690,493	14,690,493	-	-	14,690,493
	12	6,336,120	-	-	-	-	6,336,120	-	-	6,336,120	6,336,120
	19	39,132	75,000	-	-	-	114,132	114,132	-	-	114,132
<u>Financial assets - not measured at fair value</u>											
	13	-	371,861	-	-	-	371,861	-	371,861	-	371,861
	15	-	-	437,153	-	-	437,153	-	-	-	-
	14	-	6,802,838	-	-	-	6,802,838	-	-	-	-
	11	-	-	2,396,166	-	-	2,396,166	4,405,500	-	-	4,405,500
	16	-	-	6,929,077	-	-	6,929,077	-	-	-	-
		-	-	7,835,100	-	-	7,835,100	-	-	-	-
	18	-	-	-	4,691,590	-	4,691,590	-	-	-	-
	19	-	-	450,466	298,836	-	749,302	-	-	-	-
		21,065,745	7,249,699	18,047,962	4,990,426	-	51,353,832	19,210,125	371,861	6,336,120	25,918,106
<u>Financial liabilities - not measured at fair value</u>											
Underwriting provisions:											
		-	-	-	-	805,688	805,688	-	-	-	-
	24	-	-	-	-	13,113,223	13,113,223	-	-	-	-
		-	-	-	-	4,722,338	4,722,338	-	-	-	-
		-	-	-	-	2,180,810	2,180,810	-	-	-	-
		-	-	-	-	608,393	608,393	-	-	-	-
	19	-	-	-	-	400,036	400,036	-	-	-	-
		-	-	-	-	21,830,488	21,830,488	-	-	-	-

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

30.1 Fair value measurement of financial instruments

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

		31 December 2021									
		Available for sale	Held to maturity	Receivables and other financial assets	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
Note		----- Rupees in thousand -----									
<i>Financial assets - measured at fair value</i>											
<i>Investment</i>											
		14,821,459	-	-	-	-	14,821,459	14,821,459	-	-	14,821,459
	12	6,336,120	-	-	-	-	6,336,120	-	-	6,336,120	6,336,120
	19	38,326	75,000	-	-	-	113,326	113,326	-	-	113,326
<i>Financial assets - not measured at fair value</i>											
	13	-	377,652	-	-	-	377,652	-	377,652	-	377,652
	15	-	-	430,075	-	-	430,075	-	-	-	-
	14	-	6,871,466	-	-	-	6,871,466	-	-	-	-
	11	-	-	2,662,406	-	-	2,662,406	-	-	-	-
	16	-	-	7,175,870	-	-	7,175,870	-	-	-	-
		-	-	7,598,556	-	-	7,598,556	-	-	-	-
	18	-	-	-	2,174,053	-	2,174,053	-	-	-	-
	19	-	-	312,997	264,235	-	577,232	-	-	-	-
		21,195,905	7,324,118	18,179,904	2,438,288	-	49,138,215	14,934,785	377,652	6,336,120	21,648,557
<i>Financial liabilities - not measured at fair value</i>											
<i>Underwriting provisions:</i>											
		-	-	-	-	926,756	926,756	-	-	-	-
	24	-	-	-	-	12,686,045	12,686,045	-	-	-	-
		-	-	-	-	5,215,694	5,215,694	-	-	-	-
		-	-	-	-	1,900,819	1,900,819	-	-	-	-
		-	-	-	-	629,135	629,135	-	-	-	-
	19	-	-	-	-	278,531	278,531	-	-	-	-
		-	-	-	-	21,636,980	21,636,980	-	-	-	-

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

31 Date of authorization for issue

This unconsolidated condensed interim financial information was authorized for issue on 28 April 2022 by the Board of Directors of the Company.

32 Non-adjusting events after balance sheet date

32.1 The Board of Directors of the Company in their meeting held on February 08, 2022 proposed final cash dividend for the year ended 31 December, 2021 @ 15% i.e. Rs. 1.50/- per share which has been approved by the members in the Annual General Meeting held on April 28, 2022. This unconsolidated condensed interim financial information for the quarter ended 31 March, 2022 does not include the effect of this appropriation which will be accounted for in the unconsolidated condensed interim financial information for the half year ending 30 June, 2022.

32.2 The Company follows the development of the Covid-19 corona virus and evaluates the extent to which this may affect the Company's operations in the short and long term. With the high levels of uncertainty surrounding the situation and potential additional initiatives by authorities and customers, it is very difficult to predict the full financial impact that the situation may have on the Company.

33 General

33.1 Corresponding figures have been rearranged and reclassified for better presentation, wherever considered necessary.

33.2 Figures have been rounded off to the nearest thousand rupees unless other wise stated.



Chairman



Director



Director

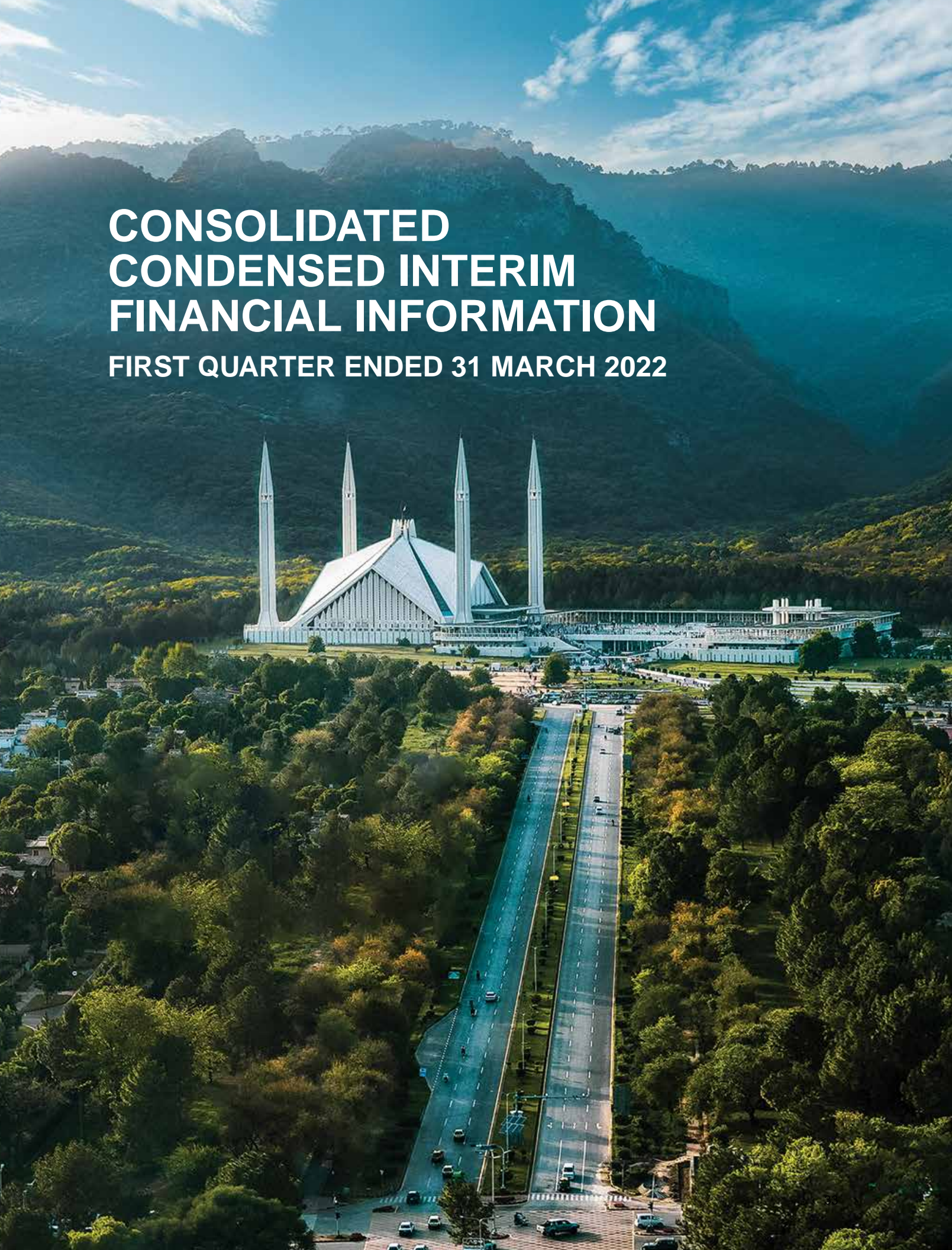


**Chief Financial
Officer**



**Managing Director & Chief
Executive Officer**

**CONSOLIDATED
CONDENSED INTERIM
FINANCIAL INFORMATION**
FIRST QUARTER ENDED 31 MARCH 2022



Directors' Review

to the Members on Consolidated Condensed Interim Financial Information (Unaudited) For the quarter ended 31 March 2022

On behalf of the Board, We are pleased to present the consolidated condensed interim financial information of Adamjee Insurance Company Limited and its subsidiary, Adamjee Life Assurance Company Limited for the three months ended 31 March 2022.

The following appropriation of profit has been recommended by the Board of Directors:

	(Unaudited)	
	31 March 2022	31 March 2021
	Rupees in thousand	
Profit before tax	991,146	1,358,725
Taxation	(408,410)	(384,494)
Profit after tax	582,736	974,231
Less: Profit attributable to non-controlling interest	(2,177)	-
Profit attributable to ordinary shares	580,559	974,231
Unappropriated profit brought forward	16,638,433	14,650,455
Transaction between owners	348,358	-
Profit available for appropriation	<u>17,567,350</u>	<u>15,624,686</u>

	(Unaudited)	
	31 March 2022	31 March 2021
	Rupees	
Earnings per share - Basic and diluted	<u>1.66</u>	<u>2.78</u>

For and on behalf of the Board


Shaikh Muhammad Jawed
Director


Muhammad Ali Zeb
Managing Director &
Chief Executive Officer

Lahore: 28 April 2022

Adamjee Insurance Company Limited
Consolidated Condensed Interim Statement of Financial Position
As at 31 March 2022

	Note	31 March 2022	31 December 2021
		----- (Rupees in thousand) -----	
		(Unaudited)	(Audited)
Assets			
Property and equipment	7	5,423,035	5,415,445
Intangible assets	8	114,136	123,465
Investment properties	9	1,259,667	1,259,667
Investments			
Equity securities	10	39,149,728	38,014,361
Debt securities	11	15,747,865	25,619,017
Term deposits	12	25,152,838	14,451,466
Loan secured against life insurance policies		38,663	39,499
Loans and other receivables	13	1,226,830	965,110
Insurance / reinsurance receivables	14	7,073,188	7,311,312
Reinsurance recoveries against outstanding claims		7,835,100	7,598,556
Salvage recoveries accrued		347,208	344,957
Deferred commission expense / acquisition cost		1,355,686	1,055,480
Taxation - payment less provisions		508,089	730,267
Prepayments	15	4,676,302	4,790,632
Cash and bank	16	17,205,446	11,900,126
		127,113,781	119,619,360
Total assets of Window Takaful Operations - Operator's Fund (Parent Company)	17	898,048	723,850
Total Assets		128,011,829	120,343,210
Equity And Liabilities			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital		3,500,000	3,500,000
Reserves	18	5,454,963	5,482,136
Unappropriated Profit		17,567,350	16,638,433
Equity attributable to equity holders of the parent		26,522,313	25,620,569
Non-controlling interest		331,645	-
Total Equity		26,853,958	25,620,569
Liabilities			
Insurance liabilities		59,571,128	56,874,290
Underwriting provisions:			
Outstanding claims including IBNR		13,113,223	12,686,045
Unearned premium reserve		12,177,577	11,010,289
Unearned reinsurance commission		259,539	241,094
Retirement benefits obligations		185,273	257,200
Deferred taxation		2,245,280	2,262,665
Borrowings		871,554	1,011,650
Deferred grant income		5,771	10,627
Premium received in advance		967,467	946,956
Insurance / reinsurance payables		4,766,057	5,215,694
Other creditors and accruals	19	5,870,611	3,189,647
Deposits and other liabilities		724,355	737,953
		41,186,707	37,569,820
Total liabilities of Window Takaful Operations - Operator's Fund (Parent Company)	17	400,036	278,531
Total Equity and Liabilities		128,011,829	120,343,210
Contingencies and commitments	20		

The annexed notes 1 to 31 form an integral part of these consolidated financial statements.



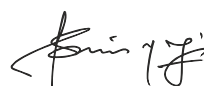
Chairman



Director



Director



Chief Financial
Officer



Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited

Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited)

For the Quarter Ended 31 March 2022

	Quarter Ended	
	31 March 2022	31 March 2021
	Rupees in thousand	
Profit after tax	582,736	974,231
Other comprehensive income		
Items that may be reclassified subsequently to profit and loss:		
Unrealized loss on 'available-for-sale' investments - net of tax	(143,356)	(139,142)
Reclassification adjustment relating to 'available for sale' investments disposed off during the period - net of tax	16,988	-
Other comprehensive income from window takaful operations net of tax	1	378
Effect of translation of investment in foreign branches - net	98,693	(84,863)
Total comprehensive income for the period	555,062	750,604
Total comprehensive income attributable to:		
Equity holders of the parent	552,912	750,604
Non-controlling interest	2,150	-
	555,062	750,604

The annexed notes 1 to 31 form an integral part of these consolidated financial statements.



Chairman



Director



Director



Chief Financial Officer



Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
Consolidated Condensed Interim Cash Flow Statement (Un-audited)
For the Quarter Ended 31 March 2022

	Quarter Ended	
	31 March 2022	31 March 2021
Rupees in thousand		
Cash flows from operating activities		
Underwriting activities		
Insurance premium received	13,729,397	10,095,778
Reinsurance premiums paid	(2,949,502)	(1,461,283)
Claims paid	(6,583,057)	(4,834,879)
Reinsurance and other recoveries received	1,433,992	989,036
Commissions paid	(1,461,891)	(1,503,867)
Commissions received	212,682	93,090
Other underwriting payments	(1,460,521)	(1,166,394)
Net cashflow from underwriting activities	2,921,100	2,211,481
Other operating activities		
Income tax paid	(131,169)	(243,930)
Other operating payments	(70,917)	(89,960)
Loans advanced	(6,622)	(16,216)
Loans repayments received	13,447	12,774
Other operating receipts	9,306	6,169
Net cashflow from other operating activities	(185,955)	(331,163)
Total cashflow from operating activities	2,735,145	1,880,318
Cash flows from investing activities		
Profit / return received on bank deposits	1,024,567	427,691
Income received from Debt Securities	10,092	4,500
Dividends received	476,631	962,693
Rentals received	32,490	31,843
Payment for investments/ investment properties	(203,856,073)	(42,965,483)
Loan to policy holder	1,727	3,720
Proceeds from disposal of investments	215,865,500	44,113,556
Fixed capital expenditure - operating assets	(50,842)	(78,835)
Fixed capital expenditure - intangible assets	(6,003)	(4,481)
Proceeds from disposal of operating fixed assets	6,142	2,166
Total cashflow for investing activities	13,504,231	2,497,370
Cash flows from financing activities		
Dividends paid	(165)	(885)
Loan principal & interest expense payment made	(163,891)	(22,774)
Total cashflow for financing activities	(164,056)	(23,659)
Net cash outflow for all activities	16,075,320	4,354,029
Cash and cash equivalents at beginning of period	19,480,126	19,229,096
Cash and cash equivalents at end of the period	35,555,446	23,583,125

Quarter Ended	
31 March 2022	31 March 2021
Rupees in thousand	

Reconciliation to profit and loss account

Operating cash flows	2,735,145	1,880,318
Depreciation and amortization expense	(70,238)	(95,784)
Provision for retirement benefit obligations	(13,757)	(10,165)
Finance cost	(27,375)	(7,127)
Other income - bank and term deposits	60,202	46,210
Gain on disposal of property and equipment	4,105	1,693
Rental income	24,405	17,995
(Increase)/decrease in assets other than cash	264,124	(1,193,265)
Increase in liabilities	(2,633,744)	(1,158,671)
Gain on disposal of investments	84,020	328,050
(Increase) in unearned premium	(1,167,288)	(152,340)
(Decrease)/increase in loans	(6,825)	3,442
Income taxes paid	112,232	187,218
Increase in tax liabilities	(379,709)	(365,116)
Reversal for impairment in value of 'available-for-sale' investments	5,593	-
Dividend and other investment income	1,786,729	1,765,113
Revaluation of investment	(268,406)	(307,090)
Profit for the year from Window Takaful Operations	73,523	33,750
Profit after taxation	582,736	974,231

Cash and bank for the purposes of the cash flow statement consists of:

Cash and other equivalents	23,097	18,830
Current and other accounts	17,182,349	11,419,295
Term deposit maturing within three months	18,350,000	12,145,000
	35,555,446	23,583,125

The annexed notes 1 to 31 form an integral part of these consolidated financial statements.



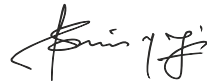
Chairman



Director



Director



Chief Financial Officer



Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
Consolidated Condensed Interim Statement of Changes in Equity (Un-audited)
For the Quarter Ended 31 March 2022

	Share capital	Capital reserves			Revenue reserves		Equity attributable to equity holders of the parent	Non-controlling interest	Total Equity	
	Issued, subscribed and paid up	Reserve for exceptional losses	Investment fluctuation reserve	Exchange translation reserve	Fair Value Reserve	General reserve				Retained earnings
	(Rupees in thousand)									
Balance as at 31 December 2020 - (Audited)	3,500,000	22,859	3,764	678,438	2,845,746	936,500	14,650,455	22,637,762	-	22,637,762
Profit for the period 01 January 2021 to 31 March 2021	-	-	-	-	-	-	974,231	974,231	-	974,231
Other comprehensive income for the period 01 January 2021 to 31 March 2021	-	-	-	(84,863)	(138,764)	-	-	(223,627)	-	(223,627)
Total comprehensive income for the period	-	-	-	(84,863)	(138,764)	-	974,231	750,604	-	750,604
Balance as at 31 March 2021 - (Unaudited)	3,500,000	22,859	3,764	593,575	2,706,982	936,500	15,624,686	23,388,366	-	23,388,366
Profit for the period 01 April 2021 to 31 December 2021	-	-	-	-	-	-	1,969,362	1,969,362	-	1,969,362
Other comprehensive income for the period 01 April 2021 to 31 December 2021	-	-	-	306,308	912,148	-	6,885	1,225,341	-	1,225,341
Total comprehensive income for the period	-	-	-	306,308	912,148	-	1,976,247	3,194,703	-	3,194,703
Transactions with owners of the Company										
Final cash dividend at Rs. 1.25 per share - December 31, 2020	-	-	-	-	-	-	(437,500)	(437,500)	-	(437,500)
Interim cash dividend at Rs. 1.5 per share - June 30, 2021	-	-	-	-	-	-	(525,000)	(525,000)	-	(525,000)
	-	-	-	-	-	-	(962,500)	(962,500)	-	(962,500)
Balance as at 31 December 2021 - (Audited)	3,500,000	22,859	3,764	899,883	3,619,130	936,500	16,638,433	25,620,569	-	25,620,569
Transactions with owners of the Company										
Transaction between owners	-	-	-	-	474	-	348,358	348,832	329,495	678,327
	-	-	-	-	474	-	348,358	348,832	329,495	678,327
Profit for the period 01 January 2022 to 31 March 2022	-	-	-	-	-	-	580,559	580,559	2,177	582,736
Other comprehensive income for the period 01 January 2022 to 31 March 2022	-	-	-	98,693	(126,340)	-	-	(27,647)	(27)	(27,674)
Total comprehensive income for the period	-	-	-	98,693	(126,340)	-	580,559	552,912	2,150	555,062
Balance as at 31 March 2022 - (Unaudited)	3,500,000	22,859	3,764	998,576	3,493,264	936,500	17,567,350	26,522,313	331,645	26,853,958

The annexed notes 1 to 31 form an integral part of these consolidated financial statements.

Chairman

Director

Director

Chief Financial Officer

Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
Notes to the Consolidated Condensed Interim Financial Information (Un-audited)
For the Quarter Ended 31 March 2022

1 The group and its operations:

1.1 The group comprises of:

	2022	2021
	(Holding percentage)	
Parent Company		
Adamjee Insurance Company Limited	100%	100%
Subsidiary Company		
Adamjee Life Assurance Company Limited	90%	100%

Adamjee Insurance Company Limited (Parent Company)

The Parent Company is a public limited company incorporated in Pakistan on September 28, 1960 under the repealed Companies Act, 1913 (now the Companies Act, 2017). The Parent Company is listed on Pakistan Stock Exchange limited and is principally engaged in the general insurance business. The registered office of the Parent Company is situated at Adamjee House Building, 80/A Block E-1, Main Boulevard Gulberg-III, Lahore.

The Parent Company also operates branches in the United Arab Emirates (UAE) and the Export Processing Zone (EPZ).

The Parent Company was granted authorization on 23 December 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations in respect of general takaful products by Securities and Exchange Commission of Pakistan (SECP) and commenced Window Takaful Operations on 01 January 2016.

Adamjee Life Assurance Company Limited (Subsidiary Company)

Adamjee Life Assurance Company Limited ("the Subsidiary Company") was incorporated in Pakistan on August 04, 2008 as a public unlisted company under the Companies Act, 2017. The Subsidiary Company started its operations from April 24, 2009. Registered office of the Subsidiary Company is at 5th floor, Islamabad Stock Exchange Towers, 55-B, Jinnah Avenue, Blue Area, Islamabad while its principal place of business is at Adamjee House, 3rd and 4th Floor, I.I Chundrigar Road, Karachi.

The Subsidiary Company is engaged in life assurance business carrying on non-participating business only. In accordance with the requirements of the Insurance Ordinance, 2000, the Subsidiary Company has established a shareholders' fund and the following statutory funds in respect of each class of its life assurance business:

- Conventional Business
- Accident and Health Business
- Individual Life Non-unitized Investment Linked Business
- Individual Life Unit Linked Business
- Individual Family Takaful Business
- Group Family Takaful Business

The Subsidiary Company was granted authorisation on May 04, 2016 under Rule 6 of Takaful Rules, 2012 to undertake Takaful Window Operations in respect of family takaful products by Securities and Exchange Commission of Pakistan (SECP) and subsequently the Subsidiary Company commenced Window Takaful Operations from July 14, 2016. The Subsidiary Company formed a Waqf Fund namely the Adamjee Life Assurance Company Limited - Window Takaful Operations Waqf Fund (here-in-after referred to as the Participant Takaful Fund (PTF)) on December 22, 2015 under a Waqf deed executed by the Subsidiary Company with the cede amount of Rs. 500,000. The cede money is required to be invested in Shariah compliant investments and any profit thereon can be utilised only to pay benefits to participants or defray PTF expenses. Waqf deed also governs the relationship of the Subsidiary Company and policyholders for the management of Takaful operations, investment of policyholders' funds and shareholders' funds as approved by the Shariah Advisor appointed by the Subsidiary Company.

Listing of Adamjee life Assurance Company Limited - Subsidiary Company completed on March 03, 2022 by offering 25,000,000 million shares of Subsidiary Company constituting 10% of total shares of the Subsidiary Company held by Adamjee Insurance Company Limited - Parent Company. Eventually percentage of holding of Subsidiary Company by Parent Company changed to 90% from 100%.

2 Basis of preparation and statement of compliance

This consolidated condensed interim financial information of the Group for the quarter ended 31 March 2021 has been prepared in accordance with accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards comprise of:

- International Financial Reporting Standards ('IFRS') issued by the International Accounting Standards Board ('IASB') as are notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and the General Takaful Accounting Regulations, 2019.

In case requirements differ, the provisions of or the directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and the General Takaful Accounting Regulations, 2019, shall prevail.

As per the requirements of the Takaful Rules, 2012 and SECP Circular No. 25 of 2015 dated July 09, 2015, the assets, liabilities and profit and loss account of the Operator's Fund of the Window Takaful Operations of the Parent Company have been presented as a single line item in the statement of financial position and profit and loss account of the Parent Company respectively. A separate set of financial statements of the Window Takaful Operations of Parent Company has been annexed to these consolidated financial statements as per the requirements of the Takaful Rules, 2012.

This consolidated condensed interim financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with annual financial statements of the Group for the year ended 31 December 2021. Comparative condensed interim statement of financial position is stated from annual audited financial statements as of 31 December 2021, whereas comparatives for interim profit and loss account, interim statement of comprehensive income, interim statement of changes in equity and interim cash flow statement and related notes are extracted from condensed interim financial information of the Group for the quarter ended 31 March 2021.

Items included in the consolidated financial statements are measured using the currency of the primary economic environment in which the Group operates ('the functional currency'). The financial statements are presented in Pak Rupees, which is the Group's functional and presentation currency. All the financial information presented in Pak Rupees has been rounded off to the nearest thousand in rupee, unless otherwise stated.

3 Basis of measurement

These consolidated financial statements have been prepared under historical cost convention except for certain foreign currency translation adjustments, certain financial instruments carried at fair value, and retirement benefit obligations under employee benefits carried at present value.

4 Accounting policies

The accounting policies and the methods of computation adopted in the preparation of the consolidated condensed interim financial information are same as those applied in the preparation of annual audited financial statements for the year ended 31 December 2021.

4.1 Standards, amendments or interpretations

The new and revised relevant IFRSs effective in the current period had no significant impact on the amounts reported and disclosed in this condensed interim financial information.

IFRS 9

IFRS 9 "Financial Instruments" has become applicable, however as insurance company, the management has opted temporary exemption from the application of IFRS 9 as allowed by International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Additional disclosures, as required by the IASB, for being eligible to apply the temporary exemption from the application of IFRS 9 are given below:

The tables below set out the fair values as at the end of reporting period and the amount of change in the fair value during that period for the following two groups of financial assets separately:

- financial assets with contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding, excluding any financial asset that meets the definition of held for trading in IFRS 9, or that is managed and whose performance is evaluated on a fair value basis, and
- all other financial assets

	March 31, 2022				
	Fail the SPPI test		Pass the SPPI test		
	Fair value	Change in unrealized gain / (loss) during the period	Carrying Value	Cost less Impairment	Change in unrealized gain / (loss) during the period
--- (Rupees in thousand) ---					
Cash and Bank*	17,205,446	-	-	-	-
Investments in equity securities - available-for-sale	21,045,527	(177,523)	-	-	-
Investment in debt securities	-	-	15,747,865	-	-
Term deposits*	-	-	25,152,838	-	-
Loan secured against life insurance policies	-	-	38,663	-	-
Loans and other receivables*	1,223,459	-	3,371	-	-
Total	39,474,432	(177,523)	40,942,737	-	-

* The carrying amount of these financial assets measured applying IAS 39 are a reasonable approximation of their fair values.

5 Use of estimates and judgments

The preparation of this consolidated condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

During preparation of this consolidated condensed interim financial information, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Group for the year ended 31 December 2021.

6 Insurance and Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated annual financial statements for the year ended 31 December 2021.

	(Unaudited)	(Audited)
	31 March	31 December
	2022	2021
Note	Rupees in thousand	
7 Property and equipment		
Opening balance - net book value	5,361,726	4,440,525
Additions / transfers during the period	7.1 46,920	1,206,894
Book value of disposals / transfers during the period	7.2 (2,839)	(50,506)
Depreciation charged during the period / year	(59,163)	(283,996)
Derecognition / Adjustments in Agency branches	-	(3,768)
Exchange differences and other adjustments	12,500	52,577
	(49,502)	(285,693)
	5,359,144	5,361,726
Capital work in progress	7.3 63,891	53,719
	5,423,035	5,415,445

7.1 Additions / transfers during the period

Land and Building - Freehold	4,946	978,554
Furniture and fixtures	1,777	30,760
Motor vehicles	23,870	70,455
Machinery and equipment	450	58,503
Computer equipment	13,993	26,523
Leasehold Improvements	1,636	12,095
Right of use asset	248	30,004
	46,920	1,206,894

7.2 Written down values of property and equipment disposed off / transfers during the period / year

Land and Building - Freehold	-	32,225
Furniture and fixtures	40	508
Motor vehicles	2,037	12,370
Machinery and equipment	1	2,629
Computer equipment	-	64
Leasehold Improvements	761	2,710
	2,839	50,506

7.3 Capital work in progress

Capital work in progress as of 31 March 2021 includes advances to different contractors, suppliers and vendors amounting to Rs. 63,891 thousands (31 December 2021: Rs. 53,719 thousands).

	(Unaudited)	(Audited)
	31 March	31 December
	2022	2021
	Rupees in thousand	

8 Intangible assets

Opening balance - net book value	123,465	127,381
Additions during the period	-	37,643
Book value of disposals during the period	-	-
Amortization charged during the period	(11,074)	(45,927)
Exchange differences and other adjustments	1,745	4,368
	(9,329)	(41,559)
	114,136	123,465

9 Investment Properties

Opening balance - net book value	1,259,667	1,473,367
Additions and capital improvements	-	-
Transfer to property and equipment	-	(887,840)
Unrealized fair value (loss) / gain	-	674,140
	1,259,667	1,259,667

10 Investment in equity securities

	31 March 2022 (Unaudited)				31 December 2021 (Audited)			
	Cost	Impairment / provision	Unrealized Gain / (loss)	Carrying value	Cost	Impairment / provision	Unrealized Gain / (loss)	Carrying value
Rupees in thousands								
Available-for-sale								
Related parties								
Listed shares	9,731,921	(23,854)	(984,920)	8,723,147	9,586,807	(23,854)	(464,114)	9,098,839
Unlisted shares	949,456	-	2,559,896	3,509,352	949,456	-	2,559,896	3,509,352
	10,681,377	(23,854)	1,574,976	12,232,499	10,536,263	(23,854)	2,095,782	12,608,191
Others								
Listed shares	6,573,441	(2,078,746)	1,448,551	5,943,246	6,678,467	(2,084,340)	1,103,806	5,697,933
Unlisted shares	925,360	-	1,901,408	2,826,768	925,360	-	1,901,408	2,826,768
Mutual Funds	48,691	(5,117)	(1,425)	42,149	48,550	(5,117)	31	43,464
NIT Units	161	-	704	865	161	-	710	871
	7,547,653	(2,083,863)	3,349,238	8,813,028	7,652,538	(2,089,457)	3,005,955	8,569,036
Total - available for sale	18,229,030	(2,107,717)	4,924,214	21,045,527	18,188,801	(2,113,311)	5,101,737	21,177,227
Fair value through profit and loss								
Related parties								
Listed shares	1,376,320		(38,074)	1,338,246	1,411,292	-	(208,805)	1,202,487
Mutual Funds	7,656,388		(16,998)	7,639,390	6,902,701	-	(11,942)	6,890,759
	9,032,708	-	(55,072)	8,977,636	8,313,993	-	(220,747)	8,093,246
Others								
Listed shares	7,127,805		(208,726)	6,919,079	9,407,055	-	(2,632,258)	6,774,797
Mutual Funds	1,193,773		1,013,713	2,207,486	960,373	-	1,008,718	1,969,091
	8,321,578	-	804,987	9,126,565	10,367,428	-	(1,623,540)	8,743,888
Total - fair value through profit and loss	17,354,286	-	749,915	18,104,201	18,681,421	-	(1,844,287)	16,837,134
	35,583,316	(2,107,717)	5,674,129	39,149,728	36,870,222	(2,113,311)	3,257,450	38,014,361

10.1

4,416,710 (2021 : 3,716,710) shares of MCB Bank Limited, 369,000 (2021 : 369,000) shares of Abbot Laboratories Limited, 2,220,000 (2021 : 2,220,000) shares of Dawood Hercules Corporation Limited, Nil (2021 : 1,480,000) shares of Engro Fertilizers Limited, 9,250,000 (2021 : 9,250,000) shares of Fauji Fertilizer Company Limited, 330,000 (2021 : 330,000) shares of Habib Bank Limited, 300,000 (2021 : 300,000) shares of International Steels Limited, 823,000 (2021 : 823,000) shares of Millat Tractors Limited, 8,240,000 (2021 : 8,240,000) shares of National Bank of Pakistan, 5,700 (2021 : 5,700) shares of Nestle Pakistan Limited, 1,524,000 (2021 : 1,524,000) shares of Oil & Gas Development Company Limited and 1,250,000 (2021 : 1,250,000) shares of United Bank Limited have been pledged against SBLC (Standby Letter of Credit) issued in favour of Meezan Bank Limited on behalf of Hyundai Nishat Motor (Private) Limited, a related party of the Group and loans obtained from MCB Bank Limited, a related party of the Group.

	(Unaudited) 31 March 2022	(Audited) 31 December 2021
Note	Rupees in thousand	
11 Investments in debt securities		
Held to maturity		
Treasury Bills	271,464	275,005
Pakistan Investment Bonds	100,397	102,647
	371,861	377,652
Available for sale		
Treasury Bills	-	-
Pakistan Investment Bonds	98,509	98,412
	98,509	98,412
Fair value through profit and loss		
Term Finance Certificate	2,561,613	1,553,480
Advance against purchase of term finance certificate	450,000	1,425,000
Corporate sukus	1,574,304	1,465,126
Ijarah sukus	1,424,213	892,516
Treasury Bills	6,584,444	17,845,946
Pakistan Investment Bonds	2,682,921	1,960,885
	15,277,495	25,142,953
	15,747,865	25,619,017
	(Unaudited)	(Audited)
	31 March 2022	31 December 2021
	Rupees in thousand	
12 Investments in Term Deposits		
Held to maturity		
Deposits maturing within 12 months		
Inside Pakistan		
- related parties	500,000	405,000
- others	17,850,000	7,350,066
	18,350,000	7,755,066
Outside Pakistan		
- related parties	1,498,578	1,441,691
- others	5,220,261	5,170,710
	6,718,839	6,612,401
Deposits maturing after 12 months	25,068,839	14,367,467
Inside Pakistan		
- related parties	8,811	8,811
- others	75,188	75,188
	83,999	83,999
	25,152,838	14,451,466

- 12.1 These include fixed deposits amounting to Rs. 5,744,549 thousands (AED 115,000 thousands) [2021: Rs. 5,526,486 thousands (AED 115,000 thousands)] kept in accordance with the requirements of Insurance Regulations applicable to the UAE branches of the Parent Company for the purpose of carrying on business in United Arab Emirates. These also include liens against cash deposits of Rs. 83,999 thousands (2021: Rs. 259,065 thousands) with banks in Pakistan essentially in respect of guarantees issued by the banks on behalf of the Parent Company for claims under litigation filed against the Parent Company, bid bond guarantees and guarantee to Meezan Bank Limited (MBL) against the loan provided by MBL to Hyundai Nishat Motor (Private) Limited, a related party.

	(Unaudited)	(Audited)
	31 March	31 December
	2022	2021
Note	Rupees in thousand	
13 Loans and other receivables - considered good		
Rent receivable	14,489	7,397
Accrued income	522,320	279,766
Security deposits	128,515	124,857
Advances to employees and suppliers	276,920	177,729
Advance agent commission	5,545	7,796
Loans to employees	63,116	64,567
Receivable against the sale of investment	33,625	131,128
Receivable from related parties	9,866	-
Other receivables	172,434	171,870
	1,226,830	965,110

14 Insurance / reinsurance receivables - unsecured and considered good

Due from insurance contract holders	7,230,531	7,370,193
Provision for impairment of receivables from insurance contract holders	(1,119,560)	(1,086,443)
	6,110,971	6,283,750
Due from other insurers / reinsurers	1,163,519	1,228,864
Provision for impairment of due from other insurers / reinsurers	(201,302)	(201,302)
	962,217	1,027,562
	7,073,188	7,311,312

14.1 Due from insurance contract holders include an amount Rs. 327,324 thousands (2021: Rs. 249,292 thousands) held with related parties.

	(Unaudited)	(Audited)
	31 March	31 December
	2022	2021
Note	Rupees in thousand	
15 Prepayments		
Prepaid reinsurance premium ceded	4,327,264	4,627,169
Prepaid miscellaneous expenses	349,038	163,463
	4,676,302	4,790,632
16 Cash and bank		
Cash and cash equivalents		
Inside Pakistan		
Cash in hand	980	372
Policy and revenue stamps, bond papers	21,330	20,182
	22,310	20,554
Outside Pakistan	787	-
	23,097	20,554
Cash at bank		
Inside Pakistan		
Current accounts	2,458,364	588,530
Savings accounts	12,911,666	10,419,434
	15,370,030	11,007,964
Outside Pakistan		
Current accounts	1,810,778	870,126
Savings accounts	1,541	1,482
	1,812,319	871,608
	17,182,349	11,879,572
	17,205,446	11,900,126

- 16.1** Cash at bank includes an amount of Rs. 4,401,352 thousands (2021: Rs. 1,819,586 thousands) held with MCB Bank Limited and MCB Islamic Bank Limited, related parties of the Group.
- 16.2** Lien of Rs. 582,571 thousands (2021: Rs. 432,571 thousands) is marked on cash deposits in saving accounts against SBLC (Standby Letter of Credit) issued in favor of Meezan Bank Limited on behalf of Hyundai Nishat Motor (Private) Limited, a related party of the Group.

	<u>(Unaudited)</u>	<u>(Audited)</u>
	<u>31 March</u>	<u>31 December</u>
	<u>2022</u>	<u>2021</u>
	<u>Rupees in thousand</u>	
17 Window Takaful Operations - Parent Company		
Operator's Fund		
Assets		
Cash and bank deposits	298,836	264,235
Qard-e-Hasna to Participant Takaful Fund	146,460	146,460
Investments - Equity securities	39,132	38,326
Investments - Debt securities	75,000	75,000
Intangible assets	9,751	10,409
Property and equipment	24,863	22,883
Current assets - others	304,006	166,537
Total Assets	898,048	723,850
Total liabilities	400,036	278,531
	<u>(Unaudited)</u>	<u>(Unaudited)</u>
	<u>31 March</u>	<u>31 March</u>
	<u>2022</u>	<u>2021</u>
	<u>Rupees in thousand</u>	
Profit and loss account		
Wakala Fee	140,252	100,828
Commission expense	(33,774)	(32,086)
Management expense	(43,859)	(39,315)
Other Income	7,017	3,774
Investment income	2,831	-
Mudarib's share of PTF investment income	1,056	549
Profit before taxation	73,523	33,750
Taxation	(20,831)	(9,787)
Profit after taxation	52,692	23,963

Details of total assets, total liabilities and segment disclosure of window takaful operations of the Parent Company are stated in the annexed condensed interim financial information for the quarter ended 31 March 2022.

	<u>(Unaudited)</u>	<u>(Audited)</u>
	<u>31 March</u>	<u>31 December</u>
	<u>2022</u>	<u>2021</u>
	<u>Rupees in thousand</u>	
18 Reserves		
Capital reserves		
Reserves for exceptional losses	22,859	22,859
Investment fluctuation reserves	3,764	3,764
Exchange translation reserves	998,576	899,883
Fair value reserve	3,493,264	3,619,130
	4,518,463	4,545,636
Revenue reserves		
General reserves	936,500	936,500
	5,454,963	5,482,136

	Note	(Unaudited)	(Audited)
		31 March	31 December
		2022	2021
		Rupees in thousand	
19 Other creditors and accruals			
Agents commission payable		1,237,362	1,148,121
Payable against the purchase of investment		2,536,548	30,524
Federal Excise Duty / Sales Tax / VAT		219,364	346,924
Federal Insurance Fee payable		81,551	35,707
Payable to related parties		10,192	6,070
Workers' welfare fund payable		76,485	76,485
Tax deducted at source		94,289	99,348
Accrued expenses		607,184	623,583
Unpaid and unclaimed dividend		156,462	156,627
Payable to employees' provident fund		110	88
Sundry creditors		851,064	666,170
		5,870,611	3,189,647

20 Contingencies and commitments

Contingencies & Commitments

General Insurance

There has been no significant change in the status of contingencies as reported in the preceding published unconsolidated annual financial statements of the Group for the year ended 31 December 2021 except for the following.

- The Group has provided a guarantee to Meezan Bank Limited (MBL) against the loan provided by MBL to Hyundai Nishat Motor (Private) Limited, a related party, amounting to Rs. 1,269,671 thousands (2021: Rs. 1,269,671 thousands).
- The Group has issued letter of guarantees amounting to AED 115,219,000 amounting to Rs. 5,755,489 thousands (2021: AED 219,000 amounting to Rs.10,524 thousands) relating to UAE branch.

Life Insurance

Sindh Revenue Board (SRB) vide notification no. SRB 3-4/5/2019 dated May 8, 2019 extended the exemption on life insurance till June 30, 2019. Subsequent to it, life insurance was made taxable from July 1, 2019 at the rate of 3% and group life insurance at the rate of 13%. Further, SRB extended exemption on health insurance till June 30, 2020. With effect from November 1, 2018, the Punjab Revenue Authority (PRA) withdrew its exemption on life and health insurance and made the same subject to Punjab Sales Tax (PST). The Subsidiary Company collectively through the forum of Insurance Association of Pakistan ("IAP") had filed a constitutive petition in the Lahore High Court (LHC) and in the High Court of Sindh at Karachi on September 28, 2019 and November 28, 2019 against PRA and SRB respectively.

According to the grounds of the petition and legal opinion obtained by the Subsidiary Company the insurance premium does not fall under the definition of service rather an insurance policy is a financial arrangement, which is in the nature of a contingent contract, and not a service upon which sales tax can be levied (and that an insurance Subsidiary Company is not rendering a service). The opinion also mentions that vast majority of premium received from a policy holder, during the life of the policy, is in fact channeled it to the policy holder's investment account and as such this is critically important in exposing the legal fallacies embodied in the Rules.

In view of the above the Subsidiary Company has not started billing sales tax to its customers. The amount of sales tax involved (for both Sindh and Punjab region) is reasonably around Rs.611.92 million (2021: Rs. 538.14 million) computed on the basis of risk based premium, as per the advice of legal advisor, which nonetheless the Subsidiary Company maintains, based on the legal view, cannot be levied as the insurance is not a service.

Further subsequent to filing petition, all the provincial tax authorities i.e. SRB, PRA and BRA have called a meeting of the industry representatives on January 11, 2020 in Karachi to discuss the matters relating to sales tax on premium. The matter was discussed in details and it was agreed to form a joint committee of the industry representatives as well as from all the provincial tax authorities and agreed in the meeting that the sales tax on Life and Health be kept exempt till June 30, 2020 however, a formal notification in this regard has not yet been issued. Further, the committee formed met on February 5, 2020 in Lahore at PRA office to work out the way forward.

Based on the legal opinion obtained by the Subsidiary Company considers that it has a reasonably strong case on the merits in the constitution petition and the writ petition filed in the High Courts. The petition is still pending for hearing.

Ijarah rentals

	(Unaudited)	(Audited)
	31 March	31 December
	2022	2021
Rupees in thousand		
Not later than one year	66,880	60,461
Later than one year and not later than five years	173,706	161,923
	240,586	222,384

Commitments represent Ijarah rentals for vehicles payable in future period.

	Note	Quarter Ended	
		31 March	31 March
		2022	2021
		Rupees in thousand	
21 Net Insurance Premium			
Parent Company			
Written gross premium		7,525,666	5,090,734
Unearned premium reserve opening		11,010,289	8,366,434
Unearned premium reserve closing		(12,177,577)	(8,518,774)
Currency translation effect		179,732	(128,409)
Premium earned		6,538,110	4,809,985
Reinsurance premium ceded		(2,483,991)	(1,280,051)
Prepaid reinsurance premium opening		(4,627,169)	(3,307,863)
Prepaid reinsurance premium closing		4,327,264	2,651,227
Currency translation effect		(20,009)	2,495
Reinsurance expense		(2,803,905)	(1,934,192)
Net insurance premium - Parent Company	21.1 & 21.2	3,734,205	2,875,793
Subsidiary Company			
Regular premium / contributions individual policies			
- first year	21.3	891,380	862,637
- second year renewal		750,871	660,697
- subsequent years renewal		1,863,537	1,479,011
Single premium / contributions individual policies	21.3	2,246,160	1,798,072
Group policies without cash values		205,385	165,652
Less: Experience refund		(10,194)	(2,429)
Total gross premiums / contributions		5,947,139	4,963,640
Less: reinsurance premiums / retakaful contributions ceded			
On individual life first year business		(15,216)	(12,351)
On individual life second year business		(8,367)	(8,760)
On individual life subsequent renewal business		(44,481)	(42,197)
On single premium individual policies		(1,244)	(2,208)
On group policies		(113,500)	(91,197)
Profit commission on reinsurance		-	7,386
		(182,808)	(149,327)
Net premiums / contributions - Subsidiary Company		5,764,331	4,814,313
		9,498,536	7,690,106
21.1 Net insurance premium - Business underwritten inside Pakistan			
Written gross premium		4,621,347	3,234,208
Unearned premium reserve opening		7,393,851	6,021,464
Unearned premium reserve closing		(7,299,535)	(5,626,861)
Premium earned		4,715,663	3,628,811
Reinsurance premium ceded		(2,057,068)	(1,213,562)
Prepaid reinsurance premium opening		(4,302,258)	(3,260,277)
Prepaid reinsurance premium closing		3,772,341	2,595,479
Reinsurance expense		(2,586,985)	(1,878,360)
		2,128,678	1,750,451
21.2 Net insurance premium - Business underwritten outside Pakistan			
Written gross premium		2,904,319	1,856,526
Unearned premium reserve opening		3,616,438	2,344,970
Unearned premium reserve closing		(4,878,042)	(2,891,913)
Currency translation effect		179,732	(128,409)
Premium earned		1,822,447	1,181,174
Reinsurance premium ceded		(426,923)	(66,489)
Prepaid reinsurance premium opening		(324,911)	(47,586)
Prepaid reinsurance premium closing		554,923	55,748
Currency translation effect		(20,009)	2,495
Reinsurance expense		(216,920)	(55,832)
		1,605,527	1,125,342
21.3 Individual policies are those underwritten on an individual basis.			49

	Note	Quarter Ended	
		31 March	31 March
		2022	2021
		Rupees in thousand	
22 Net insurance claims expense			
Parent Company			
Claims paid		3,498,728	2,506,306
Outstanding claims including IBNR closing		13,113,223	10,242,473
Outstanding claims including IBNR opening		(12,686,045)	(10,768,040)
Currency translation effect		(220,439)	255,220
Claims expense		3,705,467	2,235,959
Reinsurance and other recoveries received		(1,392,120)	(836,230)
Reinsurance and other recoveries in respect of outstanding claims net of impairment (if any) closing		(8,182,308)	(5,898,472)
Reinsurance and other recoveries in respect of outstanding claims net of impairment (if any) opening		7,943,513	6,192,571
Reinsurance and other recoveries revenue		98,116	(113,811)
Reinsurance and other recoveries revenue		(1,532,799)	(655,942)
Net insurance claims expense	22.1 & 22.2	2,172,668	1,580,017
Subsidiary Company			
Gross claims			
Claims under individual policies			
- by death		225,794	170,309
- by insured event other than death		92	1,625
- by maturity		698,875	206,461
- by surrender		1,975,590	1,746,651
Total gross individual policy claims		2,900,351	2,125,046
Claims under group policies			
- by death		101,107	128,581
- by insured event other than death		5,410	847
Total gross group policy claims		106,517	129,428
Claim related expenses		1,028	2,487
Total gross claims		3,007,896	2,256,961
Less: Reinsurance recoveries			
- on individual claims		86,752	15,799
- on group claims		56,709	88,312
		143,461	104,111
Net claims - Subsidiary Company		2,864,435	2,152,850
		5,037,103	3,732,867
22.1 Net insurance claims expense - Business underwritten inside Pakistan			
Claim Paid		1,800,490	1,515,663
Outstanding claims including IBNR closing		7,301,206	4,750,466
Outstanding claims including IBNR opening		(7,131,251)	(4,920,475)
Claim expense		1,970,445	1,345,654
Reinsurance and other recoveries received		(659,338)	(503,245)
Reinsurance and other recoveries in respect of outstanding claims net of impairment (if any) closing		(5,593,681)	(3,462,096)
Reinsurance and other recoveries in respect of outstanding claims net of impairment (if any) opening		5,482,393	3,526,278
Reinsurance and other recoveries revenue		(770,626)	(439,063)
		1,199,819	906,591
22.2 Net insurance claims expense - Business underwritten outside Pakistan			
Claim Paid		1,698,238	990,643
Outstanding claims including IBNR closing		5,812,017	5,492,007
Outstanding claims including IBNR opening		(5,554,794)	(5,847,565)
Currency translation effect		(220,439)	255,220
Claim expense		1,735,022	890,305
Reinsurance and other recoveries received		(732,782)	(332,985)
Reinsurance and other recoveries in respect of outstanding claims net of impairment (if any) closing		(2,588,627)	(2,436,376)
Reinsurance and other recoveries in respect of outstanding claims net of impairment (if any) opening		2,461,120	2,666,293
Currency translation effect		98,116	(113,811)
Reinsurance and other recoveries revenue		(762,173)	(216,879)
		972,849	673,426

		Quarter Ended	
		31 March 2022	31 March 2021
		Rupees in thousand	
23	Net commission expense / acquisition costs		
	Parent Company		
	Commission paid or payable	932,004	652,599
	Deferred commission expense opening	1,055,480	731,319
	Deferred commission expense closing	(1,355,686)	(867,149)
	Currency translation effect	35,104	(26,056)
	Net commission	666,902	490,713
	Commission received or recoverable	(212,682)	(93,090)
	Unearned reinsurance commission opening	(241,094)	(245,318)
	Unearned reinsurance commission closing	259,539	205,766
	Currency translation effect	(1,000)	193
	Commission from reinsurance	(195,237)	(132,449)
	Net commission expense / acquisition costs - Parent Company	471,665	358,264
		23.1 & 23.2	
	Subsidiary Company		
	Remuneration to insurance / takaful intermediaries on individual policies:		
	- Commission on first year contribution / premium	355,488	368,019
	- Commission on second year contribution / premium	44,956	38,089
	- Commission on subsequent years renewal contribution / premium	43,666	34,864
	- Commission on single contribution / premium	64,628	38,769
	- Other benefits to insurance intermediaries	90,257	85,005
		598,995	564,746
	Remuneration to insurance intermediaries on group policies:		
	- Commission	6,944	10,533
	- Other benefits to insurance intermediaries	764	807
		7,708	11,340
	Other acquisition costs	222,354	190,199
		829,057	766,285
		1,300,722	1,124,549
23.1	Net commission and other acquisition costs - Business underwritten inside Pakistan		
	Commission paid or payable	322,011	238,925
	Deferred commission expense opening	393,554	285,324
	Deferred commission expense closing	(396,169)	(273,882)
	Net commission	319,396	250,367
	Commission received or recoverable	(181,200)	(91,847)
	Unearned reinsurance commission opening	(239,650)	(240,971)
	Unearned reinsurance commission closing	229,513	201,575
	Commission from reinsurance	(191,337)	(131,243)
		128,059	119,124
23.2	Net commission and other acquisition costs - Business underwritten outside Pakistan		
	Commission paid or payable	609,993	413,674
	Deferred commission expense opening	661,926	445,995
	Deferred commission expense closing	(959,517)	(593,267)
	Currency translation effect	35,104	(26,056)
	Net commission	347,506	240,346
	Commission received or recoverable	(31,482)	(1,243)
	Unearned reinsurance commission opening	(1,444)	(4,347)
	Unearned reinsurance commission closing	30,026	4,191
	Currency translation effect	(1,000)	193
	Commission from reinsurance	(3,900)	(1,206)
		343,606	239,140

		Quarter Ended	
		31 March 2022	31 March 2021
		Rupees in thousand	
24 Investment income			
Business underwritten Inside Pakistan			
Income from equity securities			
Dividend Income			
- Available for sale		484,130	955,623
- Fair value through profit or loss		150,558	168,846
		634,688	1,124,469
Income from debt securities			
Return on debt securities			
- Fair value through profit or loss		115,654	69,191
- Held to maturity		-	-
		115,654	69,191
Return on government securities			
- Available for Sale		4,156	9,310
- Fair value through profit or loss		722,453	355,929
- Held to maturity		9,874	7,938
		736,483	373,177
Income from term deposit receipts			
- Held to maturity		147,257	91,828
		147,257	91,828
Tax on dividend under final tax regime		-	(17,639)
		-	(17,639)
Net realized fair value gains on investments			
Available for sale			
- Equity securities		18,334	-
- Government securities		14	-
		18,348	-
Fair value through profit or loss			
- Equity securities		96,557	361,701
- Fixed income securities		-	6,331
- Government securities		(30,885)	(39,982)
		65,672	328,050
Reversal of impairment in value of 'available-for-sale' investments		5,593	-
		1,723,695	1,969,076
Business underwritten Outside Pakistan			
Income from equity securities			
Dividend income			
- Available for Sale		106	69
		106	69
Net realized gains on investments			
- Available for Sale		-	-
		-	-
Return on term deposits			
- Held to maturity		25,771	33,369
		25,771	33,369
		25,877	33,438
		1,749,572	2,002,514

Quarter Ended	
31 March 2022	31 March 2021
Rupees in thousand	

25 Earnings per share - basic and diluted

There is no dilutive effect on the basic earnings per share which is based on:

Profit after tax for the period attributable to ordinary shareholders	580,559	974,231
Number of shares		
Weighted average number of ordinary shares outstanding	350,000,000	350,000,000
Rupees		
Earnings per share - basic and diluted	1.66	2.78

26 Transactions with related parties

The Group has related party relationships with its associates, subsidiary company, employee retirement benefit plans, key management personnel and other parties. Transactions are entered into with such related parties for the issuance of policies to and disbursements of claims incurred by them and payments of rentals for the use of premises rented from them. There are no transactions with key management personnel other than those specified in their terms of employment.

Investment in related parties have been disclosed in note 10 & 12 to the consolidated condensed interim financial information. Other transactions with related parties are summarized as follows:

Quarter Ended	
31 March 2022	31 March 2021
Rupees in thousand	

Parent Company

i) Transactions

Premiums underwritten	448,589	320,630
Premiums received	439,073	347,405
Claims paid	172,234	155,173
Security deposit received		
Commission Paid	-	10,431
Rent paid	2,041	1,173
Rent received	9,741	9,550
Dividends received	234,585	609,798
Loan repaid	122,326	22,326
Interest on loan paid	19,034	448
Income on bank deposits	13,784	10,013
Investments made	145,115	145,589
Fee / service charges paid	2,561	2,914
Fee / service charges / expenses received / receivable	1,944	10,108
Charge in respect of gratuity expense	11,541	7,874
Contribution to Employees' Provident Fund	10,312	9,228
Compensation paid to Key management personnel	420,292	353,649

(Unaudited)	(Audited)
31 March 2022	31 December 2021
Rupees in thousand	

ii) Period end balances

Balances receivable	283,423	243,103
Balances payable	475,123	299,939
Loan Payable	805,688	926,756
Cash and bank balances including term deposits	4,358,671	1,601,579
Payable to Staff Gratuity Fund	93,057	181,515

Subsidiary Company

i) Transactions

Associated undertakings

	31 March 2022	31 March 2021
Premium written	33,116	15,662
Claims expense	77,247	185,653
Commission and other incentives in respect of bancassurance	360,619	395,889
Profit on bank deposits	50,682	17,798
Bank charges	259	584
Investments purchased	6,656,169	1,729,118
Investments sold	5,845,153	1,775,148
Dividend income	12,851	75,543

Other related parties

Premium written	6,285	5,196
Claims expense	-	493
Investment advisor fee	9,216	8,069
Trustee fee	2,288	2,555

(Unaudited)	(Audited)
31 March 2022	31 December 2021

Rupees in thousand

ii) Period end balances

Associated undertakings

Premium due but unpaid	34,596	11,387
Bank deposits	1,550,069	1,668,509
Investments held	9,478,409	8,499,041
Dividend receivables	32,013	6,221
Accrued Income	31,932	250
Commission payable	184,690	289,696
Claims payable	10,502	5,700

Other related parties

Premium due but unpaid	388	239
Remuneration payable for the management of discretionary investment portfolio	3,284	3,284
Remuneration payable to trustee	849	903

Staff Retirement Benefit Plan (Gratuity Fund)

Payable to / (receivable from) gratuity fund	4,178	(6,460)
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27 Segment Information

The Group conducts general insurance business both inside and outside Pakistan while life insurance is conducted only in Pakistan.

Quarter Ended 31 March 2022														Life Insurance	Aggregate
General Insurance												Aggregate General Insurance			
Fire and property damage		Marine, aviation and transport		Motor		Accident & health		Miscellaneous		Total					
Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan				
Rupees in thousands															
Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge)	1,721,858	8,018	988,079	4,252	1,106,103	2,538,748	873,898	493,551	488,055	4,994	5,177,993	3,049,563	8,227,556	5,947,139	14,174,695
Federal excise duty / VAT	(214,271)	(398)	(107,256)	(210)	(132,442)	(120,893)	(3,878)	(23,502)	(52,692)	(238)	(510,539)	(145,241)	(655,780)	-	(655,780)
Federal insurance fee	(14,645)	(2)	(8,756)	(1)	(9,729)	-	(8,807)	-	(4,170)	-	(46,107)	(3)	(46,110)	-	(46,110)
	1,492,942	7,618	872,067	4,041	963,932	2,417,855	861,213	470,049	431,193	4,756	4,621,347	2,904,319	7,525,666	5,947,139	13,472,805
Gross written premium (inclusive of administrative surcharge)	1,492,942	7,618	872,067	4,041	963,932	2,417,855	861,213	470,049	431,193	4,756	4,621,347	2,904,319	7,525,666	5,947,139	13,472,805
Gross direct premium	1,457,338	7,584	863,047	4,040	929,408	2,408,328	860,543	470,049	400,387	4,752	4,510,723	2,894,753	7,405,476	5,947,139	13,352,615
Facultative inward premium	31,738	-	479	-	65	-	-	-	27,172	-	59,454	-	59,454	-	59,454
Administrative surcharge	3,866	34	8,541	1	34,459	9,527	670	-	3,634	4	51,170	9,566	60,736	-	60,736
	1,492,942	7,618	872,067	4,041	963,932	2,417,855	861,213	470,049	431,193	4,756	4,621,347	2,904,319	7,525,666	5,947,139	13,472,805
Insurance premium earned	2,471,864	6,162	539,749	9,317	811,480	1,527,447	578,104	277,208	314,466	2,313	4,715,663	1,822,447	6,538,110	5,947,139	12,485,249
Insurance premium ceded to reinsurers	(2,190,533)	(4,413)	(248,301)	(124)	(12,146)	(53,442)	-	(157,506)	(136,005)	(1,435)	(2,586,985)	(216,920)	(2,803,905)	(182,808)	(2,986,713)
Net insurance premium	281,331	1,749	291,448	9,193	799,334	1,474,005	578,104	119,702	178,461	878	2,128,678	1,605,527	3,734,205	5,764,331	9,498,536
Commission income	154,001	575	2,216	-	738	2,932	-	-	34,382	393	191,337	3,900	195,237	-	195,237
Net underwriting income	435,332	2,324	293,664	9,193	800,072	1,476,937	578,104	119,702	212,843	1,271	2,320,015	1,609,427	3,929,442	5,764,331	9,693,773
Insurance claims	(827,266)	-	(129,011)	-	(442,292)	(1,542,681)	(522,309)	(192,341)	(49,567)	-	(1,970,445)	(1,735,022)	(3,705,467)	(3,007,896)	(6,713,363)
Insurance claim recoveries from reinsurer	686,640	-	34,337	-	20,158	628,697	-	133,476	29,491	-	770,626	762,173	1,532,799	143,461	1,676,260
Net claims	(140,626)	-	(94,674)	-	(422,134)	(913,984)	(522,309)	(58,865)	(20,076)	-	(1,199,819)	(972,849)	(2,172,668)	(2,864,435)	(5,037,103)
Commission expense	(168,552)	(729)	(44,565)	(1,488)	(57,585)	(315,100)	(15,126)	(30,102)	(33,568)	(87)	(319,396)	(347,506)	(666,902)	(829,057)	(1,495,959)
Management expense	(111,597)	(240)	(109,460)	(3,420)	(263,168)	(263,946)	(38,188)	(30,573)	(58,469)	(150)	(580,882)	(298,329)	(879,211)	(243,844)	(1,123,055)
Net insurance claims and expenses	(420,775)	(969)	(248,699)	(4,908)	(742,887)	(1,493,030)	(575,623)	(119,540)	(112,113)	(237)	(2,100,097)	(1,618,684)	(3,718,781)	(3,937,336)	(7,656,117)
Net change in insurance liabilities (other than outstanding claims)	-	-	-	-	-	-	-	-	-	-	-	-	-	(2,785,549)	(2,785,549)
Underwriting result	14,557	1,355	44,965	4,285	57,185	(16,093)	2,481	162	100,730	1,034	219,918	(9,257)	210,661	(958,554)	(747,893)
Investment income											520,672	25,877	546,549	1,203,023	1,749,572
Net fair value unrealized gain / (loss) on financial assets at fair value through profit or loss											-	-	-	(268,406)	(268,406)
Net unrealized gains on investment property											-	-	-	-	-
Rental income											23,720	483	24,203	-	24,203
Other income											33,785	12,684	46,469	156,023	202,492
Other expenses											(10,488)	(3,902)	(14,390)	(2,549)	(16,939)
Results of operating activities											787,607	25,885	813,492	129,537	943,029
Finance cost											(24,067)	(503)	(24,570)	(836)	(25,406)
Profit from Window Takaful Operations - Operators Fund (Parent Company)											73,523	-	73,523	-	73,523
Profit before taxation											837,063	25,382	862,445	128,701	991,146

31 March 2022														Life Insurance	Aggregate
General Insurance												Aggregate General Insurance			
Fire and property damage		Marine, aviation and transport		Motor		Accident & health		Miscellaneous		Total					
Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan				
Rupees in thousands															
Segment Assets	8,937,782	27,756	1,664,499	5,412	1,493,636	4,691,415	1,047,177	882,639	2,024,939	19,078	15,168,033	5,626,300	20,794,333	64,051,267	84,845,600
Unallocated assets											30,807,967	9,545,098	40,353,065	2,813,164	43,166,229
											45,976,000	15,171,398	61,147,398	66,864,431	128,011,829
Segment Liabilities	9,466,554	31,868	1,806,229	31,089	3,075,325	10,419,270	2,359,705	1,108,102	2,595,572	22,631	19,303,385	11,612,960	30,916,345	62,971,677	93,888,022
Unallocated Liabilities											5,676,112	953,704	6,629,816	640,033	7,269,849
											24,979,497	12,566,664	37,546,161	63,611,710	101,157,871

27.1 Segment Information

The Group conducts general insurance business both inside and outside Pakistan while life assurance is conducted only in Pakistan.

Quarter Ended 31 March 2021															
General Insurance													Life Insurance	Aggregate	
Fire and property damage		Marine, aviation and transport		Motor		Accident & health		Miscellaneous		Total		Aggregate General Insurance			
Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan				
Rupees in thousands															
Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge)	1,335,865	7,443	319,386	8,622	929,844	1,886,663	685,346	45,127	348,970	1,301	3,619,411	1,949,156	5,568,567	4,963,640	10,532,207
Federal excise duty / VAT	(166,544)	(505)	(36,458)	(49)	(110,802)	(89,841)	(6,710)	(2,149)	(32,257)	(62)	(352,771)	(92,606)	(445,377)	-	(445,377)
Federal insurance fee	(11,469)	(20)	(2,837)	(4)	(8,203)	-	(6,919)	-	(3,004)	-	(32,432)	(24)	(32,456)	-	(32,456)
	1,157,852	6,918	280,091	8,569	810,839	1,796,822	671,717	42,978	313,709	1,239	3,234,208	1,856,526	5,090,734	4,963,640	10,054,374
Gross written premium (inclusive of administrative surcharge)	1,157,852	6,918	280,091	8,569	810,839	1,796,822	671,717	42,978	313,709	1,239	3,234,208	1,856,526	5,090,734	4,963,640	10,054,374
Gross direct premium	1,137,114	6,901	272,918	8,569	781,045	1,796,070	671,162	42,978	311,474	1,236	3,173,713	1,855,754	5,029,467	4,963,640	9,993,107
Facultative inward premium	16,885	-	-	-	-	-	-	-	-	-	16,885	-	16,885	-	16,885
Administrative surcharge	3,853	17	7,173	-	29,794	752	555	-	2,235	3	43,610	772	44,382	-	44,382
	1,157,852	6,918	280,091	8,569	810,839	1,796,822	671,717	42,978	313,709	1,239	3,234,208	1,856,526	5,090,734	4,963,640	10,054,374
Insurance premium earned	1,908,085	5,579	259,014	6,337	692,543	1,142,399	442,593	24,490	326,576	2,369	3,628,811	1,181,174	4,809,985	4,963,640	9,773,625
Insurance premium ceded to reinsurers	(1,677,054)	(3,410)	(48,856)	-	(15,890)	(36,104)	-	(15,353)	(136,560)	(965)	(1,878,360)	(55,832)	(1,934,192)	(149,327)	(2,083,519)
Net insurance premium	231,031	2,169	210,158	6,337	676,653	1,106,295	442,593	9,137	190,016	1,404	1,750,451	1,125,342	2,875,793	4,814,313	7,690,106
Commission income	109,538	907	184	-	966	-	-	-	20,555	299	131,243	1,206	132,449	-	132,449
Net underwriting income	340,569	3,076	210,342	6,337	677,619	1,106,295	442,593	9,137	210,571	1,703	1,881,694	1,126,548	3,008,242	4,814,313	7,822,555
Insurance claims	(368,344)	65,095	(53,134)	-	(364,224)	(930,115)	(347,489)	(25,697)	(212,463)	412	(1,345,654)	(890,305)	(2,235,959)	(2,256,961)	(4,492,920)
Insurance claim recoveries from reinsurer	320,351	(55,330)	(37,741)	-	8,060	254,221	-	17,988	148,393	-	439,063	216,879	655,942	104,111	760,053
Net claims	(47,993)	9,765	(90,875)	-	(356,164)	(675,894)	(347,489)	(7,709)	(64,070)	412	(906,591)	(673,426)	(1,580,017)	(2,152,850)	(3,732,867)
Commission expense	(110,175)	(714)	(39,171)	(1,568)	(56,319)	(236,343)	(13,339)	(1,571)	(31,363)	(150)	(250,367)	(240,346)	(490,713)	(766,285)	(1,256,998)
Management expense	(100,572)	(211)	(99,127)	(1,847)	(239,204)	(211,865)	(35,951)	(6,380)	(53,860)	(52)	(528,714)	(220,355)	(749,069)	(203,039)	(952,108)
Net insurance claims and expenses	(258,740)	8,840	(229,173)	(3,415)	(651,687)	(1,124,102)	(396,779)	(15,660)	(149,293)	210	(1,685,672)	(1,134,127)	(2,819,799)	(3,122,174)	(5,941,973)
Net change in insurance liabilities (other than outstanding claims)	-	-	-	-	-	-	-	-	-	-	-	-	-	(2,389,412)	(2,389,412)
Underwriting result	81,829	11,916	(18,831)	2,922	25,932	(17,807)	45,814	(6,523)	61,278	1,913	196,022	(7,579)	188,443	(697,273)	(508,830)
Investment income											963,186	33,438	996,624	1,005,890	2,002,514
Net fair value unrealized gain / (loss) on financial assets at fair value through profit or loss											-	-	-	(307,090)	(307,090)
Net unrealized gains on investment property											-	-	-	42,000	42,000
Rental income											17,413	432	17,845	-	17,845
Other income											9,634	12,972	22,606	82,018	104,624
Other expenses											(8,251)	(3,315)	(11,566)	(8,869)	(20,435)
Results of operating activities											1,178,004	35,948	1,213,952	116,676	1,330,628
Finance cost											(4,309)	(764)	(5,073)	(580)	(5,653)
Profit from Window Takaful Operations - Operators Fund (Parent Company)											33,750	-	33,750	-	33,750
Profit before taxation											1,207,445	35,184	1,242,629	116,096	1,358,725

31 December 2021															
General Insurance													Life Insurance	Aggregate	
Fire and property damage		Marine, aviation and transport		Motor		Accident & health		Miscellaneous		Total		Aggregate General Insurance			
Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan				
Rupees in thousands															
Segment Assets	11,179,552	24,697	819,410	11,616	1,472,253	4,089,417	771,191	651,760	1,765,915	16,220	16,008,321	4,793,710	20,802,031	59,116,387	79,918,418
Unallocated assets											29,632,221	8,267,501	37,899,722	2,525,070	40,424,792
											45,640,542	13,061,211	58,701,753	61,641,457	120,343,210
Segment Liabilities	11,591,214	28,176	1,149,567	37,421	2,923,636	8,898,921	1,812,336	808,489	2,400,998	18,123	19,877,751	9,791,130	29,668,881	58,021,231	87,690,112
Unallocated Liabilities											5,768,468	805,415	6,573,883	458,646	7,032,529
											25,646,219	10,596,545	36,242,764	58,479,877	94,722,641

28 Fair value measurement of financial instruments

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

Underlying the definition of fair value is the presumption that the Group is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the Group to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices) (Level 2)
- Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3)

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

		31 March 2022										
		Available for sale	Held to maturity	Fair value through P&L	Receivables and other financial assets	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
Note		----- (Rupees in thousand) -----										
Financial assets - measured at fair value												
Investment												
	10	14,709,407	-	18,104,201	-	-	-	32,813,608	32,813,608	-	-	32,813,608
	10	6,336,120	-	-	-	-	-	6,336,120	-	-	6,336,120	6,336,120
	11	98,509	371,861	15,277,495	-	-	-	15,747,865	-	15,747,865	-	15,747,865
Investments of Window Takaful Operations -												
	17	114,132	-	-	-	-	-	114,132	114,132	-	-	114,132
Financial assets - not measured at fair value												
	13	-	-	-	1,226,830	-	-	1,226,830	-	-	-	-
		-	-	-	38,663	-	-	38,663	-	-	-	-
	12	-	25,152,838	-	-	-	-	25,152,838	-	-	-	-
Insurance / reinsurance receivables												
	14	-	-	-	7,073,188	-	-	7,073,188	-	-	-	-
		-	-	-	7,835,100	-	-	7,835,100	-	-	-	-
	16	-	-	-	-	17,205,446	-	17,205,446	-	-	-	-
Other Assets of Window Takaful Operations -												
	17	-	-	-	450,466	298,836	-	749,302	-	-	-	-
		21,258,168	25,524,699	33,381,696	16,624,247	17,504,282	-	114,293,092	32,927,740	15,747,865	6,336,120	55,011,725
Financial liabilities - not measured at fair value												
Underwriting provisions:												
		-	-	-	-	-	13,113,223	13,113,223	-	-	-	-
		-	-	-	-	-	4,766,057	4,766,057	-	-	-	-
		-	-	-	-	-	871,554	871,554	-	-	-	-
	19	-	-	-	-	-	5,942,299	5,942,299	-	-	-	-
Total liabilities of Window Takaful Operations-												
	17	-	-	-	-	-	400,036	400,036	-	-	-	-
		-	-	-	-	-	25,093,169	25,093,169	-	-	-	-

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

28.1 Fair value measurement of financial instruments

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

Underlying the definition of fair value is the presumption that the Group is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the Group to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices) (Level 2)
- Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3)

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

		31 December 2021										
		Available for sale	Held to maturity	Fair value through P&L	Receivables and other financial assets	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
Note		----- (Rupees in thousand) -----										
Financial assets - measured at fair value												
Investment												
	Equity securities- quoted	10	14,841,107	-	16,837,134	-	-	31,678,241	31,678,241	-	-	31,678,241
	Equity securities- unquoted	10	6,336,120	-	-	-	-	6,336,120	-	-	6,336,120	6,336,120
	Debt securities	11	98,412	377,652	25,142,953	-	-	25,619,017	-	25,619,017	-	25,619,017
	Investments of Window Takaful Operations - Operator's Fund	17	113,326	-	-	-	-	113,326	113,326	-	-	113,326
Financial assets - not measured at fair value												
	Loans and other receivables *	13	-	-	-	965,110	-	965,110	-	-	-	-
	Loan secured against life insurance policies*		-	-	-	39,499	-	39,499	-	-	-	-
	Investment - Term deposits*	12	-	14,451,466	-	-	-	14,451,466	-	-	-	-
	Insurance / reinsurance receivables - unsecured and considered good *	14	-	-	-	7,311,312	-	7,311,312	-	-	-	-
	Reinsurance recoveries against outstanding claims *		-	-	-	7,598,556	-	7,598,556	-	-	-	-
	Cash and bank *	16	-	-	-	-	11,900,126	11,900,126	-	-	-	-
	Other Assets of Window Takaful Operations - Operator's Fund*	17	-	-	-	312,997	264,235	577,232	-	-	-	-
			21,388,965	14,829,118	41,980,087	16,227,474	12,164,361	106,590,005	31,791,567	25,619,017	6,336,120	63,746,704
Financial liabilities - not measured at fair value												
Underwriting provisions:												
	Outstanding claims (including IBNR)*		-	-	-	-	-	12,686,045	12,686,045	-	-	-
	Insurance / reinsurance payables *		-	-	-	-	-	5,215,694	5,215,694	-	-	-
	Borrowing*		-	-	-	-	-	1,011,650	1,011,650	-	-	-
	Other creditors and accruals*	19	-	-	-	-	-	3,184,643	3,184,643	-	-	-
	Total liabilities of Window Takaful Operations- Operator's Fund*	17	-	-	-	-	-	278,531	278,531	-	-	-
			-	-	-	-	-	22,376,563	22,376,563	-	-	-

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

29 Date of authorization for issue

This consolidated condensed interim financial information was authorized for issue on 28 April 2022 by the Board of Directors of the Parent Company.

30 Non - adjusting events after balance sheet date

The Board of Directors of the Parent Company in their meeting held on February 08, 2022 proposed final cash dividend for the year ended 31 December, 2021 @ 15% i.e. Rs. 1.50/- per share which has been approved by the members in the Annual General Meeting held on April 28, 2022. This consolidated condensed interim financial information for the quarter ended 31 March, 2022 does not include the effect of this appropriation which will be accounted for in the consolidated condensed interim financial information for the half year ending 30 June, 2022.

The Group follows the development of the Covid-19 corona virus and evaluates the extent to which this may affect the Group's operations in the short and long term. With the high levels of uncertainty surrounding the situation and potential additional initiatives by authorities and customers, it is very difficult to predict the full financial impact that the situation may have on the Group.

31 General

31.1 Corresponding figures have been rearranged and reclassified for better presentation, wherever considered necessary.

31.2 Figures have been rounded off to the nearest thousand rupees unless other wise stated.



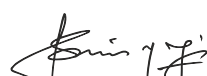
Chairman



Director



Director



**Chief Financial
Officer**



**Managing Director & Chief
Executive Officer**

WINDOW TAKAFUL OPERATIONS

FIRST QUARTER ENDED 31 MARCH 2022



Adamjee Insurance Company Limited
Window Takaful Operations
Condensed Interim Statement of Financial Position (Unaudited)
As at March 31, 2022


	Note	Operator's Takaful Fund		Participants' Takaful Fund	
		March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
		Rupees in thousand		Rupees in thousand	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
ASSETS					
Qard-e-Hasna to Participants' Takaful Fund		146,460	146,460	-	-
Property and equipment	7	24,863	22,883	-	-
Intangible assets	8	9,751	10,409	-	-
Investments					
Equity securities	9	39,132	38,326	55,071	53,900
Debt securities	10	75,000	75,000	125,000	125,000
Term Deposits	11	-	-	105,000	50,000
Loans and other receivables	12	12,007	13,009	76,533	72,157
Takaful / re - takaful receivables	13	-	-	593,089	423,514
Re - takaful recoveries against outstanding claims		-	-	104,218	144,551
Salvage recoveries accrued		-	-	62,890	46,385
Wakala and mudarib fee receivable		237,197	108,181	-	-
Deferred commission expense	22	52,768	45,347	-	-
Prepayments	14	2,034	-	117,639	125,530
Cash and bank	15	298,836	264,235	701,277	522,515
		751,588	577,390	1,940,717	1,563,552
TOTAL ASSETS		898,048	723,850	1,940,717	1,563,552
FUNDS AND LIABILITIES					
Funds attributable to Operator's and Participants'					
Operator's Takaful Fund					
Statutory fund		50,000	50,000	-	-
Reserves		969	968	-	-
Unappropriated profit		447,043	394,351	-	-
		498,012	445,319	-	-
Waqf / Participants' Takaful Fund					
Ceded money		-	-	500	500
Reserves		-	-	842	11
Accumulated surplus		-	-	229,129	239,134
		-	-	230,471	239,645
Qard-e-Hasna from Operator's Takaful Fund		-	-	146,460	146,460
Liabilities					
Underwriting provisions					
Outstanding claims including IBNR	21	-	-	395,749	354,540
Unearned contribution reserve	19	-	-	705,039	441,519
Unearned retakaful rebate	20	-	-	20,725	22,466
Contribution deficiency reserve		-	-	12,582	12,582
Retirement benefit obligations		3,878	3,878	-	-
Deferred taxation		468	456	344	4
Contribution received in advance		-	-	65,482	67,232
Takaful / re - takaful payables	16	-	-	43,473	96,834
Wakala and mudarib fee payable		-	-	237,197	108,181
Unearned wakala fee	23	287,349	191,460	-	-
Other creditors and accruals	17	71,097	64,872	77,473	69,834
Taxation - provision less payments		37,244	17,865	5,722	4,255
Total Liabilities		400,036	278,531	1,563,786	1,177,447
TOTAL FUNDS AND LIABILITIES		898,048	723,850	1,940,717	1,563,552
Contingencies and commitments	18				

The annexed notes from 1 to 33 form an integral part of this condensed interim financial statements.


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
 Window Takaful Operations
 Condensed Interim Profit and Loss Account (Unaudited)
 For the Three Months Period Ended March 31, 2022


	Note	For three months period ended	
		March 31, 2022	March 31, 2021
Rupees in thousand			
PARTICIPANTS' TAKAFUL FUND - REVENUE ACCOUNT			
Contributions earned		339,126	245,413
Contributions ceded to retakaful		(103,040)	(82,193)
Net contribution revenue	19	236,086	163,220
Retakaful rebate earned	20	16,382	14,314
Net underwriting income		252,468	177,534
Net takaful claims - reported / settled	21	(262,439)	(175,468)
Reversal / (charge) of contribution deficiency reserve		-	-
		(262,439)	(175,468)
Other direct expenses		(11,490)	(17,531)
Deficit before investment income		(21,461)	(15,465)
Investment income	25	5,282	2,745
Other income	26	11,152	6,529
Mudarib's share of investment income		(1,056)	(549)
Deficit before taxation		(6,083)	(6,740)
Provision for taxation		(3,922)	-
Deficit after taxation		(10,005)	(6,740)
OPERATOR'S TAKAFUL FUND - REVENUE ACCOUNT			
Wakala fee	23	140,252	100,828
Commission expense	22	(33,774)	(32,086)
General, administrative and management expenses	24	(43,090)	(38,545)
		63,388	30,197
Other income	26	7,017	3,774
Mudarib's share of PTF investment income		1,056	549
Investment income	25	2,831	-
Direct expenses		(769)	(770)
Profit before taxation		73,523	33,750
Provision for taxation		(20,831)	(9,787)
Profit after taxation		52,692	23,963

The annexed notes from 1 to 33 form an integral part of this condensed interim financial information.


 Chairman


 Director


 Director


 Chief Financial Officer


 Managing Director &
 Chief Executive Officer

Adamjee Insurance Company Limited
 Window Takaful Operations
 Condensed Interim Statement of Comprehensive Income (Unaudited)
 For the Three Months Period Ended March 31, 2022

For three months period ended	
March 31, 2022	March 31, 2021
Rupees in thousand	

PARTICIPANTS' TAKAFUL FUND

Deficit after taxation	(10,005)	(6,740)
Unrealized gain on available-for-sale investment- Net of tax	831	-
Total comprehensive deficit for the period	(9,174)	(6,740)

OPERATOR'S TAKAFUL FUND

Profit after taxation	52,692	23,963
Other comprehensive income:		
Unrealized gain on available-for-sale investment- Net of tax	1	378
Total comprehensive income for the period	52,693	24,341

The annexed notes from 1 to 33 form an integral part of this condensed interim financial information.


 Chairman


 Director


 Director


 Chief Financial Officer


 Managing Director &
 Chief Executive Officer

Adamjee Insurance Company Limited
Window Takaful Operations
Condensed Interim Statement of Changes in Funds (Unaudited)
As at March 31, 2022

	Operator's Takaful Fund			Total
	Statutory fund	Unappropriated profit	Fair value reserve	
Rupees in thousand				
Balance as at December 31, 2020 - (Audited)	50,000	295,472	884	346,356
Profit after tax for the period January 01, 2021 to March 31, 2021	-	23,963	-	23,963
Other comprehensive income for the period January 01, 2021 to March 31, 2021	-	-	379	379
Total comprehensive income for the period	-	23,963	379	24,342
Balance as at March 31, 2021 - (Unaudited)	50,000	319,435	1,263	370,698
Profit after tax for the period April 01, 2021 to December 31, 2021	-	74,916	-	74,916
Other comprehensive loss for the period April 01, 2021 to December 31, 2021	-	-	(295)	(295)
Total comprehensive income for the period	-	74,916	(295)	74,621
Balance as at December 31, 2021 - (Audited)	50,000	394,351	968	445,319
Profit after tax for the period January 01, 2022 to March 31, 2022	-	52,692	-	52,692
Other comprehensive income for the period January 01, 2022 to March 31, 2022	-	-	1	1
Total comprehensive income for the period	-	52,692	1	52,693
Balance as at March 31, 2022 - (Unaudited)	50,000	447,043	969	498,012

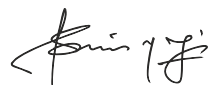
	Participants' Takaful Fund			Total
	Ceded money	Accumulated surplus / (deficit)	Fair value reserve	
Rupees in thousand				
Balance as at December 31, 2020 - (Audited)	500	172,580	436	173,516
Deficit after tax for the period January 01, 2021 to March 31, 2021	-	(6,740)	-	(6,740)
Other comprehensive income for the period January 01, 2020 to March 31, 2021	-	-	523	523
Total comprehensive (loss) / income for the period	-	(6,740)	523	(6,217)
Balance as at March 31, 2021 - (Unaudited)	500	165,840	959	167,299
Surplus after tax for the period April 01, 2021 to December 31, 2021	-	73,294	-	73,294
Other comprehensive loss for the period April 01, 2021 to December 31, 2021	-	-	(948)	(948)
Total comprehensive income / (loss) for the period	-	73,294	(948)	72,346
Balance as at December 31, 2021 - (Audited)	500	239,134	11	239,645
Deficit after tax for the period January 01, 2022 to March 31, 2022	-	(10,005)	-	(10,005)
Other comprehensive income for the period January 01, 2022 to March 31, 2022	-	-	831	831
Total comprehensive (loss) / income for the period	-	(10,005)	831	(9,174)
Balance as at March 31, 2022 - (Unaudited)	500	229,129	842	230,471

The annexed notes from 1 to 33 form an integral part of this condensed interim financial information.


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited
Window Takaful Operations
Condensed Interim Cash Flow Statement (Unaudited)
For the Three Months Period Ended March 31, 2022

	Operator's Takaful Fund		Participants' Takaful Fund	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
	Rupees in thousand		Rupees in thousand	
Operating cash flows				
(a) Takaful activities				
Contributions received	-	-	614,308	396,091
Wakala fee received / (paid)	108,181	117,077	(108,181)	(117,077)
Retakaful / co-takaful paid	-	-	(71,522)	(91,051)
Claims paid	-	-	(221,451)	(348,972)
Commissions paid	(33,485)	(36,788)	-	-
Commissions received	-	-	14,641	14,841
Management expenses paid	(43,696)	(55,637)	-	-
Other underwriting payments	-	-	(11,330)	(17,045)
Net cash inflows / (outflows) from takaful activities	31,000	24,652	216,465	(163,213)
(b) Other operating activities				
Income tax paid	(1,444)	(608)	(2,455)	-
Other receipts / (payments)	-	-	5,141	(11,150)
Net cash (outflows) / inflows from other operating activities	(1,444)	(608)	2,686	(11,150)
Total cash inflows / (outflows) from operating activities	29,556	24,044	219,151	(174,363)
(c) Investment activities				
Profit received on bank deposits and investments	8,493	3,700	14,611	9,907
Payment for investments	-	-	(55,000)	-
Fixed capital expenditures	(3,448)	(3,497)	-	-
Total cash inflows / (outflows) from investing activities	5,045	203	(40,389)	9,907
(d) Financing activities				
Contribution to Operator's fund	-	-	-	-
Ceded money	-	-	-	-
Total cash inflows from financing activities	-	-	-	-
Net Cash inflows / (outflows) from all activities	34,601	24,247	178,762	(164,456)
Cash and cash equivalent at the beginning of the period	264,235	209,446	522,515	552,900
Cash and cash equivalent at the end of the period	298,836	233,693	701,277	388,444
Reconciliation to profit and loss account				
Operating cash flows	29,556	24,044	219,151	(174,363)
Depreciation expense	(772)	(864)	-	-
Amortization expense	(1,358)	(1,189)	-	-
Increase / (Decrease) in assets other than cash	136,920	8,784	142,160	(1,886)
(Increase) / Decrease in liabilities other than cash	(121,502)	(10,586)	(387,750)	160,235
Investment income	2,831	-	5,282	2,745
Return on bank deposits	7,017	3,774	11,152	6,529
Net profit / (deficit) for the period	52,692	23,963	(10,005)	(6,740)
Attributed to				
Operator's Takaful Fund	52,692	23,963		
Participants' Takaful Fund			(10,005)	(6,740)
	52,692	23,963	(10,005)	(6,740)

The annexed notes from 1 to 33 form an integral part of this condensed interim financial information.


Chairman


Director


Director


Chief Financial Officer


Managing Director &
Chief Executive Officer

Adamjee Insurance Company Limited

Window Takaful Operations

Notes to the Condensed Interim Financial Statements (Unaudited)

For the Three Months Period Ended March 31, 2022

1 Legal status and nature of business

Adamjee Insurance Company Limited ("the Operator") is a public limited company incorporated in Pakistan on September 28, 1960 under the Companies Act, 1913 (now the Companies Act, 2017). The Operator is listed on Pakistan Stock Exchange and is engaged in general takaful business comprising fire & property, marine aviation & transport, motor, accident & health and miscellaneous. The registered office of the Operator is situated at Adamjee House, 80/A, Block E-1, Main Boulevard, Gulberg-III, Lahore.

The Operator was granted authorization on December, 23 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations ("WTO") in respect of general takaful products by the Securities and Exchange Commission of Pakistan ("SECP").

For the purpose of carrying on the Takaful business, the Operator has formed a Waqf (Participants' Takaful Fund (PTF)) on January 01, 2016 under the Waqf deed with a ceded money of Rs. 500,000. The Waqf deed govern the relationship of Operator and Participants' for management of Takaful operations.

2 Basis of preparation and statement of compliance

This condensed interim financial information for the three months period ended March 31, 2022 has been prepared in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting and the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and the General Takaful Accounting Regulations, 2019. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard - 34 - "Interim Financial Reporting" issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, Insurance Accounting Regulations, 2017, the Takaful Rules 2012, and the General Takaful Accounting Regulations, 2019.

Where the provisions of and directives issued under the Companies Act, 2017 differ, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, General Takaful Accounting Regulations 2019 and the Takaful Rules, 2012 shall prevail.

This condensed interim financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with annual financial statements of the Operator's for the year ended December 31, 2021. Comparative condensed interim statement of financial position is stated from annual audited financial statements as of December 31, 2021, whereas comparatives for interim profit and loss account, interim statement of comprehensive income, interim statement of changes in funds and interim cash flow statement and related notes are extracted from condensed interim financial information of the Operator's for the three months period ended March 31, 2021.

The condensed interim financial information reflect the financial position and result of operations of both Operator's Fund ('OPF') and PTF in a manner that the assets, liabilities, income and expenses of the OPF and PTF remain separately identifiable.

This condensed interim financial information is unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the listing regulations of Pakistan Stock Exchange Limited.

This condensed interim financial information is presented in Pakistan Rupees which is the Operator's functional currency and all financial information presented has been rounded off to the nearest thousand, except otherwise stated.

3 Basis of measurement

This condensed interim financial information has been prepared under historical cost convention except certain financial instruments carried at fair value, and defined benefit obligations under employees benefits carried at present value. All transactions reflected in this financial information are on accrual basis except for those reflected in cash flow statement.

4 Accounting policies

The accounting policies and the methods of computation adopted in the preparation of the condensed interim financial information are same as those applied in the preparation of annual audited financial statements for the year ended December 31, 2021.

The Operator has adopted all the applicable new standards and amendments to standards, including any consequential amendments to other standards, with a date of initial application of January 01, 2022, as mentioned in the financial statement for the year ended December 31, 2021. Furthermore, the Company has adopted the temporary exemption which allows the Company to defer the application of both IFRS 9 and IFRS 17 until 31 December, 2022.

There is no significant impact of such changes on this condensed interim financial information of the Operator.

5 Use of estimates and judgments

The preparation of this condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Operator's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

During preparation of this condensed interim financial information, the significant judgments made by the management in applying the Operator's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Operator for the year ended December 31, 2021.

6 Takaful and Financial risk management

The Operator's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended December 31, 2021.

Adamjee Insurance Company Limited
Window Takaful Operations
Notes to the Condensed Interim Financial Statements (Unaudited)
For the Three Months Period Ended March 31, 2022

	Note	Operator's Takaful Fund	
		March 31, 2022	December 31, 2021
		Rupees in thousand	
		(Unaudited)	(Audited)
7 Property and equipment			
Opening balance - net book value		18,903	18,793
Additions during the period	7.1	2,752	3,593
Book value of disposals during the period		-	-
Depreciation charged during the period		(772)	(3,483)
		(772)	(3,483)
Closing balance - net book value		20,883	18,903
Capital work in progress	7.2	3,980	3,980
		24,863	22,883
7.1 Additions during the period			
Furniture and fixture		-	-
Motor vehicles		2,507	3,509
Office equipment		-	-
Computer and related accessories		245	84
		2,752	3,593
7.2 Capital work in progress			
Opening balance		3,980	2,000
Additions during the year		-	2,680
Transfer to intangibles		-	(700)
Closing balance		3,980	3,980

This represent amount advanced to Analytics (Private) Limited. for development of Web portal for Takaful Operations.

8 Intangible assets			
Opening balance - net book value		10,409	12,421
Addition during the period		700	2,940
Book value of disposal during the period		-	-
Amortization charged during the period		(1,358)	(4,952)
		(1,358)	(4,952)
Closing balance - net book value		9,751	10,409

March 31, 2022			December 31, 2021		
Cost	Impairment/ provision	Carrying value	Cost	Impairment/ provision	Carrying value
Rupees in thousand			Rupees in thousand		
(Unaudited)			(Audited)		

9 Investments in equity securities					
Operator's Takaful Fund					
Available for sale					
Mutual fund					
Meezan Islamic Income Fund [782,615 units (2021: 766,531 units)]	37,768	-	37,768	36,963	-
Unrealized gain on revaluation			1,364		1,363
			39,132		38,326
Participants' Takaful Fund					
Available for sale					
Mutual fund					
Al Hamra Islamic Income Fund [508,711 units (2021: 508,738 units)]	53,885	-	53,885	53,885	-
Unrealized gain on revaluation			1,186		15
			55,071		53,900

Adamjee Insurance Company Limited
Window Takaful Operations
Notes to the Condensed Interim Financial Statements (Unaudited)
For the Three Months Period Ended March 31, 2022

	Operator's Takaful Fund		Participants' Takaful Fund	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
	Rupees in thousand		Rupees in thousand	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
14 Prepayments				
Prepaid re - takaful contribution ceded	-	-	102,030	109,704
Prepaid monitoring charges (Tracking device)	-	-	15,609	15,826
Prepaid Expense	2,034	-	-	-
	<u>2,034</u>	<u>-</u>	<u>117,639</u>	<u>125,530</u>

	Operator's Takaful Fund		Participants' Takaful Fund	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
	Rupees in thousand		Rupees in thousand	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
15 Cash and bank				
Cash and cash equivalents:				
Cash in hand	226	226	-	-
Current and other accounts:				
Profit or loss accounts	15.1	298,610	264,009	701,277
		<u>298,836</u>	<u>264,235</u>	<u>701,277</u>
				<u>522,515</u>

15.1 Saving accounts carry expected profit rates ranging from 5.5% to 11.5% (2021: 5% to 10%)

	Participants' Takaful Fund	
	March 31, 2022	December 31, 2021
	Rupees in thousand	
	(Unaudited)	(Audited)
16 Takaful / re - takaful payables		
Due to takaful participants' holders	15,233	15,641
Due to other takaful / re - takaful operator's	28,240	81,194
	<u>43,473</u>	<u>96,835</u>

	Operator's Takaful Fund		Participants' Takaful Fund	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
	Rupees in thousand		Rupees in thousand	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
17 Other creditors and accruals				
Agents commission payable	55,157	47,448	-	-
Federal insurance fee	-	-	8,399	3,617
Sales tax payable	2,694	1,450	-	-
Income tax deducted at source	1,794	625	35,985	33,071
Accrued expenses	3,664	8,921	-	-
Others	7,788	6,428	33,089	33,146
	<u>71,097</u>	<u>64,872</u>	<u>77,473</u>	<u>69,834</u>

18 Contingencies and commitments

There has been no significant change in the contingencies and commitments since the date of preceding published annual financial statements.

	For three months period ended	
	March 31, 2022	March 31, 2021
	Rupees in thousand	
	(Unaudited)	(Unaudited)
19 Net contribution revenue		
Gross contribution written	838,787	399,113
Wakala fee	(236,141)	(122,754)
Contribution net of wakala fee	<u>602,646</u>	<u>276,359</u>
Unearned contribution revenue - opening	441,519	421,449
Unearned contribution revenue - closing	(705,039)	(452,395)
Contribution earned	<u>339,126</u>	<u>245,413</u>
Less:		
Re - takaful contribution ceded	95,365	82,967
Prepaid re - takaful contribution ceded - opening	109,704	83,834
Prepaid re - takaful contribution ceded - closing	(102,029)	(84,608)
Re - takaful expense	<u>103,040</u>	<u>82,193</u>
Net contribution	<u>236,086</u>	<u>163,220</u>

Adamjee Insurance Company Limited
Window Takaful Operations
Notes to the Condensed Interim Financial Statements (Unaudited)
For the Three Months Period Ended March 31, 2022

20 Re - takaful rebate

Re - takaful rebate received
Unearned re - takaful rebate - opening
Unearned re - takaful rebate - closing
Net re-takaful rebate

For three months period ended	
March 31, 2022	March 31, 2021
Rupees in thousand	
(Unaudited)	(Unaudited)
14,641	14,841
22,466	17,183
(20,725)	(17,710)
16,382	14,314

21 Net Takaful Claims

Claims Paid
Outstanding claims including IBNR - closing
Outstanding claims including IBNR - opening
Claim expense

Less:

Re - takaful and other recoveries received
Re - takaful and other recoveries in respect of
outstanding claims - closing
Re - takaful and other recoveries in respect of
outstanding claims - opening

Re-takaful and other recoveries revenue

Net claim expense

For three months period ended	
Participants' Takaful Fund	
March 31, 2022	March 31, 2021
Rupees in thousand	
(Unaudited)	(Unaudited)
221,451	348,972
395,749	392,679
(354,540)	(558,082)
262,660	183,569
24,050	131,162
167,107	192,057
(190,936)	(315,118)
221	8,101
262,439	175,468

22 Commission Expense

Commission paid or payable
Deferred commission - opening
Deferred commission - closing
Net commission

For three months period ended	
Operator's Fund	
March 31, 2022	March 31, 2021
Rupees in thousand	
(Unaudited)	(Unaudited)
41,195	25,710
45,347	39,961
(52,768)	(33,585)
33,774	32,086

23 Wakala Fee

Gross Wakala fee
Unearned Wakala fee - opening
Unearned Wakala fee - closing
Net wakala fee

For three months period ended	
Operator's Fund	
March 31, 2022	March 31, 2021
Rupees in thousand	
(Unaudited)	(Unaudited)
236,141	122,754
191,460	178,766
(287,349)	(200,692)
140,252	100,828

24 Management Expenses

Employee benefit cost
Depreciation
Amortization
Advertisement and sales promotion
Rent, rates and taxes
Communication
Legal and professional charges - business related
Travelling and conveyance expenses
Shared expenses
Entertainment
Printing, stationery and postage
Annual supervision fee SECP
Bank charges
Repairs and maintenance
Others

For three months period ended	
Operator's Fund	
March 31, 2022	March 31, 2021
Rupees in thousand	
(Unaudited)	(Unaudited)
28,558	22,717
772	864
1,358	1,189
274	2,580
930	1,014
343	437
24	-
402	175
6,333	4,885
519	578
59	311
607	484
56	13
231	360
2,624	2,938
43,090	38,545

		For three months period ended	
		March 31, 2022	March 31, 2021
		Rupees in thousand	
		(Unaudited)	(Unaudited)
25	Investment income		
	Operator's Takaful Fund		
	Profit on		
	Mutual funds - dividend income	946	-
	Sukuks	1,885	-
		<u>2,831</u>	<u>-</u>
	Participants' Takaful Fund		
	Profit on		
	Term Deposit-Profit	1,853	-
	Sukuks	3,429	2,745
		<u>5,282</u>	<u>2,745</u>
		For three months period ended	
		March 31, 2022	March 31, 2021
		Rupees in thousand	
		(Unaudited)	(Unaudited)
26	Other income		
	Operator's Takaful Fund		
	Profit on bank deposits	7,017	3,774
		<u>7,017</u>	<u>3,774</u>
	Participants' Takaful Fund		
	Profit on bank deposits	11,152	6,529
		<u>11,152</u>	<u>6,529</u>
27	Transactions with related parties		
	The Operator has related party relationship with its associates, subsidiary company, employee retirement benefit plans, key management personnel and other parties. All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. Balances and transactions with related party are disclosed in relevant notes to this financial statements.		
		March 31, 2022	March 31, 2021
		Rupees in thousand	
		(Unaudited)	(Unaudited)
i)	Transactions		
	Subsidiary Company		
	Contribution underwritten	3,856	2,653
	Contribution received	1,272	408
	Claims paid	221	352
	Other related parties		
	Contribution underwritten	73,953	68,042
	Contribution received	95,598	73,081
	Claims paid	27,800	28,632
	Income on bank deposits	5,836	3,495
ii)	Period end balances		
	Subsidiary Company		
	Balances payable	184	181
	Balances receivable	3,226	2,417
	Contribution received in advance	9	-
	Other related parties		
	Balances receivable	39,424	23,577
	Balances payable	12,950	26,615
	Cash and bank balances	650,073	343,674
	Contribution received in advance	417	330

Adamjee Insurance Company Limited
Window Takaful Operations
Notes to the Condensed Interim Financial Statements (Unaudited)
For the Three Months Period Ended March 31, 2022

28 Segment Information

Each class of business has been identified as reportable segment. Class of business wise revenue and results have been disclosed in the profit and loss account prepared in accordance with the requirements of the Insurance Ordinance, 2000. The following is a schedule of class of business wise assets and liabilities.

	Participants' Takaful Fund					Total
	March 31, 2022 (Unaudited)					
	Fire & Property Damage	Marine, Aviation & Transport	Motor	Accident & Health	Miscellaneous	
	Rupees in thousand					
Contribution receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	46,524	26,384	344,572	431,932	36,348	885,760
Less : Federal Excise Duty	(5,302)	(2,101)	(37,989)	(3)	(4,986)	(50,381)
Federal Insurance Fee	(358)	(141)	(2,742)	(423)	(341)	(4,005)
Gross Direct Written Contribution (inclusive of Administrative Surcharge)	40,864	24,142	303,841	431,506	31,021	831,374
Facultative inward contribution	347	54	-	-	7,012	7,413
Gross Contribution Written	41,211	24,196	303,841	431,506	38,033	838,787
Wakala fee	(11,539)	(8,469)	(98,748)	(107,877)	(9,508)	(236,141)
Contribution net of wakala fee	29,672	15,727	205,093	323,629	28,525	602,646
Contribution earned	45,768	15,238	145,405	116,737	15,978	339,126
Takaful contribution ceded to retakaful	(52,672)	(19,469)	(14,326)	-	(16,573)	(103,040)
Net takaful contribution	(6,904)	(4,231)	131,079	116,737	(595)	236,086
Re-takaful rebate	10,541	4,137	(698)	-	2,402	16,382
Net underwriting income	3,637	(94)	130,381	116,737	1,807	252,468
Takaful claims	25,074	1,602	(163,870)	(126,366)	900	(262,660)
Re - takaful and other recoveries	(20,810)	(3,435)	25,431	-	(965)	221
Net claims	4,264	(1,833)	(138,439)	(126,366)	(65)	(262,439)
Contribution deficiency reserve	-	-	-	-	-	-
Direct expense	(330)	(4)	(10,753)	(406)	3	(11,490)
Net takaful claims and expenses	3,934	(1,837)	(149,192)	(126,772)	(62)	(273,929)
(Deficit) / surplus before investment income	7,571	(1,931)	(18,811)	(10,035)	1,745	(21,461)
Other income	-	-	-	-	-	5,282
Investment income	-	-	-	-	-	11,152
Mudarib fee	-	-	-	-	-	(1,056)
Surplus transferred to Balance of PTF	-	-	-	-	-	(6,083)
Corporate segment assets	153,080	25,331	288,158	305,085	90,573	862,227
Corporate unallocated assets	-	-	-	-	-	1,078,490
Total assets	153,080	25,331	288,158	305,085	90,573	1,940,717
Corporate segment liabilities	156,451	19,651	628,797	586,988	88,360	1,480,247
Corporate unallocated liabilities	-	-	-	-	-	229,999
Total liabilities	156,451	19,651	628,797	586,988	88,360	1,710,246

	March 31, 2021 (Unaudited)					
	Fire & Property Damage	Marine, Aviation & Transport	Motor	Accident & Health	Miscellaneous	Total
	Rupees in thousand					
Contribution receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	40,517	16,286	314,171	42,684	39,491	453,149
Less : Federal Excise Duty	(5,302)	(2,101)	(37,989)	(3)	(4,986)	(50,381)
Federal Insurance Fee	(358)	(141)	(2,742)	(423)	(341)	(4,005)
Gross Direct Written Contribution (inclusive of Administrative Surcharge)	34,857	14,044	273,440	42,258	34,164	398,763
Facultative inward contribution	350	-	-	-	-	350
Gross Contribution Written	35,207	14,044	273,440	42,258	34,164	399,113
Wakala fee	(9,890)	(4,924)	(88,868)	(10,531)	(8,541)	(122,754)
Contribution net of wakala fee	25,317	9,120	184,572	31,727	25,623	276,359
Contribution earned	35,074	9,247	132,463	54,187	14,442	245,413
Retakaful expense	(39,957)	(11,291)	(13,698)	-	(17,247)	(82,193)
Net contribution revenue	(4,883)	(2,044)	118,765	54,187	(2,805)	163,220
Net rebate on re - takaful	8,107	2,427	-	-	3,780	14,314
Net underwriting income	3,224	383	118,765	54,187	975	177,534
Takaful claims	(6,183)	(2,442)	(92,312)	(78,655)	(3,977)	(183,569)
Re - takaful and other recoveries	(9,767)	(1,434)	15,723	-	3,579	8,101
Net claims	(15,950)	(3,876)	(76,589)	(78,655)	(398)	(175,468)
Contribution deficiency reserve	-	-	-	-	-	-
Direct expense	(857)	(135)	(15,815)	(394)	(330)	(17,531)
Net takaful claims and expenses	(16,807)	(4,011)	(92,404)	(79,049)	(728)	(192,999)
Surplus / (deficit) before investment income	(13,583)	(3,628)	26,361	(24,862)	247	(15,465)
Other income						6,529
Investment income						2,745
Mudarib fee						(549)
Surplus transferred to Balance of PTF						(6,740)

	December 31, 2021 (Audited)					
	Fire & Property Damage	Marine, Aviation & Transport	Motor	Accident & Health	Miscellaneous	Total
	Rupees in thousand					
Corporate segment assets	236,130	45,641	296,000	65,998	80,385	724,154
Corporate unallocated assets	-	-	-	-	-	839,398
Total assets	236,130	45,641	296,000	65,998	80,385	1,563,552
Corporate segment liabilities	233,409	43,224	568,284	182,390	76,047	1,103,354
Corporate unallocated liabilities	-	-	-	-	-	220,553
Total liabilities	233,409	43,224	568,284	182,390	76,047	1,323,907

Operator's Takaful Fund						
March 31, 2022 (Unaudited)						
Fire & Property Damage	Marine, Aviation & Transport	Motor	Accident & Health	Miscellaneous	Total	
Rupees in thousand						
Wakala fee income	17,799	8,205	70,009	38,914	5,325	140,252
Less : Commission expense	(9,291)	(2,297)	(15,817)	(3,474)	(2,895)	(33,774)
Management expenses	(11,855)	(2,931)	(20,179)	(4,432)	(3,693)	(43,090)
	(3,347)	2,977	34,013	31,008	(1,263)	63,388
Mudarib's share of PTF investment income						1,056
Investment income						2,831
Direct expenses						(769)
Other income						7,017
Profit before tax						73,523
Corporate segment assets	24,430	9,904	110,804	130,728	14,099	289,965
Corporate unallocated assets	-	-	-	-	-	608,083
Total assets	24,430	9,904	110,804	130,728	14,099	898,048
Corporate segment liabilities	24,314	600	158,063	95,039	9,333	287,349
Corporate unallocated liabilities	-	-	-	-	-	112,687
Total liabilities	24,314	600	158,063	95,039	9,333	400,036
March 31, 2021 (Unaudited)						
Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Total	
Rupees in thousand						
Wakala fee income	13,686	4,993	59,318	18,017	4,814	100,828
Less : Commission expense	(8,651)	(2,140)	(14,799)	(2,384)	(4,112)	(32,086)
Management expenses	(10,393)	(2,570)	(17,778)	(2,864)	(4,940)	(38,545)
	(5,358)	283	26,741	12,769	(4,238)	30,197
Mudarib's share of PTF investment income						549
Investment income						-
Other expenses						(770)
Other income						3,774
Profit before tax						33,750
December 31, 2021 (Audited)						
Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Total	
Rupees in thousand						
Corporate segment assets	33,973	6,715	85,031	19,039	8,770	153,528
Corporate unallocated assets	-	-	-	-	-	570,322
Total assets	33,973	6,715	85,031	19,039	8,770	723,850
Corporate segment liabilities	30,574	336	129,324	26,076	5,150	191,460
Corporate unallocated liabilities	-	-	-	-	-	87,071
Total liabilities	30,574	336	129,324	26,076	5,150	278,531

Adamjee Insurance Company Limited
Window Takaful Operations

Notes to the Condensed Interim Financial Statements (Unaudited)

For the Three Months Period Ended March 31, 2022

29 Fair values of financial instruments

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

Underlying the definition of fair value is the presumption that the company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices) (Level 2)
- Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3)

Transfer between levels of the fair value hierarchy are recognised at the end of the reporting period during which the changes have occurred.

Participants' Takaful Fund										
March 31, 2022 (Unaudited)										
Carrying amount						Fair value				
Available-for-sale	Held to maturity	Loans and receivables	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	
Rupees in thousand										
Note										
Financial assets measured at fair value										
Investments - Equity securities	9	55,071	-	-	-	55,071	55,071	-	-	55,071
Investments - Debt securities	10	-	125,000	-	-	125,000	-	125,000	-	125,000
Financial assets not measured at fair value										
Investments - Term Deposits	11	-	105,000	-	-	105,000	-	-	-	-
Loan and other receivables	12	-	-	76,533	-	76,533	-	-	-	-
Takaful / re - takaful receivables	13	-	-	593,089	-	593,089	-	-	-	-
Re - takaful recoveries against outstanding claims		-	-	104,218	-	104,218	-	-	-	-
Salvage recoveries accrued		-	-	62,890	-	62,890	-	-	-	-
Cash and bank deposits	15	-	-	701,277	-	701,277	-	-	-	-
		55,071	230,000	836,730	701,277	1,823,078	55,071	125,000	-	125,000
Financial liabilities not measured at fair value										
Outstanding claims including IBNR	21	-	-	-	395,749	395,749	-	-	-	-
Takaful / re - takaful payables		-	-	-	43,473	43,473	-	-	-	-
Wakala and mudarib fee payable		-	-	-	237,197	237,197	-	-	-	-
Other creditors and accruals	17	-	-	-	33,089	33,089	-	-	-	-
		-	-	-	709,508	709,508	-	-	-	-
Participants' Takaful Fund										
December 31, 2021 (Audited)										
Carrying amount						Fair value				
Available-for-sale	Held to maturity	Loans and receivables	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	
Rupees in thousand										
Financial assets measured at fair value										
Investments - Equity securities	9	53,885	-	-	-	53,885	53,900	-	-	53,900
Investments - Debt securities	10	125,000	-	-	-	125,000	125,000	-	-	125,000
Financial assets not measured at fair value										
Investments - Term Deposits		-	50,000	-	-	50,000	-	-	-	-
Loan and other receivables	12	-	-	72,157	-	72,157	-	-	-	-
Takaful / re - takaful receivables	13	-	-	423,514	-	423,514	-	-	-	-
Retakaful recoveries against outstanding claims		-	-	144,551	-	144,551	-	-	-	-
Salvage recoveries accrued		-	-	46,385	-	46,385	-	-	-	-
Cash and bank deposits	15	-	-	-	522,515	522,515	-	-	-	-
		178,885	50,000	686,607	522,515	1,438,007	178,900	-	-	178,900

Participants' Takaful Fund										
December 31, 2021 (Audited)										
Carrying amount						Fair value				
Available-for-sale	Held to maturity	Loans and receivables	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	
Rupees in thousand										
Financial liabilities not measured at fair value										
Outstanding claims including IBNR	21	-	-	-	354,540	354,540	-	-	-	-
Takaful / retakaful payables		-	-	-	96,834	96,834	-	-	-	-
Wakala and mudarib fee payable		-	-	-	108,181	108,181	-	-	-	-
Other creditors and accruals	17	-	-	-	33,146	33,146	-	-	-	-
		-	-	-	592,701	592,701	-	-	-	-
Operator's Takaful Fund										
March 31, 2022 (Unaudited)										
Carrying amount						Fair value				
Available-for-sale	Held to maturity	Loans and receivables	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	
Rupees in thousand										
Financial assets measured at fair value										
Investments - Equity securities	9	39,132	-	-	-	39,132	39,132	-	-	39,132
Investments - Debt securities	10	-	75,000	-	-	75,000	75,000	-	-	75,000
Financial assets not measured at fair value										
Loan and other receivables	12	-	-	6,558	-	6,558	-	-	-	-
Wakala and mudarib fee receivable		-	-	237,197	-	237,197	-	-	-	-
Cash and bank deposits	15	-	-	-	298,836	298,836	-	-	-	-
		39,132	75,000	243,755	298,836	-	-	-	-	114,132
Financial liabilities not measured at fair value										
Other creditors and accruals	17	-	-	-	-	66,609	-	-	-	-
		-	-	-	-	66,609	-	-	-	-
Operator's Takaful Fund										
December 31, 2021 (Audited)										
Carrying amount						Fair value				
Available-for-sale	Held to maturity	Loans and receivables	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	
Rupees in thousand										
Financial assets measured at fair value										
Investments - Equity securities	9	38,326	-	-	-	38,326	38,326	-	-	38,326
Investments - Debt securities	10	-	75,000	-	-	75,000	75,000	-	-	75,000
Financial assets not measured at fair value										
Loan and other receivables	12	-	-	6,547	-	6,547	-	-	-	-
Wakala and mudarib fee receivable		-	-	108,181	-	108,181	-	-	-	-
Cash and bank deposits	15	-	-	-	264,235	264,235	-	-	-	-
		38,326	75,000	114,728	264,235	-	-	-	-	113,326
Financial liabilities not measured at fair value										
Other creditors and accruals	17	-	-	-	-	62,797	-	-	-	-
		-	-	-	-	62,797	-	-	-	-

Adamjee Insurance Company Limited
Window Takaful Operations

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	Operator's Takaful Fund		Participants' Takaful Fund	
	Available for sale	Held to Maturity	Available for sale	Held to Maturity
	Rupees in thousand			
30 Movement in Investment - Available for sale				
At the beginning of previous year	35,872	-	50,614	125,000
Additions	-	75,000	-	50,000
Disposals	-	-	-	-
Fair value on gains (excluding net realized gain)	2,454	-	3,286	-
At the beginning of current year	38,326	75,000	53,900	175,000
Additions	-	-	-	105,000
Disposals	-	-	-	(50,000)
Fair value on gains (excluding net realized gain)	806	-	1,171	-
At the end of current year	39,132	75,000	55,071	230,000

31 Subsequent events - non adjusting event

There are no significant events that need to be disclosed for the three months period ended March 31, 2022.

32 Date of authorization for issue

This condensed financial information was authorized for issue on April 28, 2022 by the Board of Directors of the Operator.

33 General

33.1 Corresponding figures have been rearranged and reclassified for better presentation, where considered necessary.

33.2 Figures have been rounded off to the nearest thousand rupees unless other wise stated.



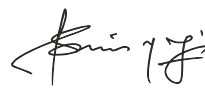
Chairman



Director



Director



Chief Financial Officer



Managing Director &
Chief Executive Officer