

FACES OF **SUCCESS**

**INTERIM FINANCIAL INFORMATION
FOR THE NINE MONTHS ENDED
30 SEPTEMBER 2023**







Table of Contents

Vision & Mission	03
Core Values	06
Company Information	07
Directors' Review to the members on Unconsolidated Condensed Interim Financial Information	09
Directors' Review to the members on Unconsolidated Condensed Interim Financial Information (Urdu)	10
Unconsolidated Condensed Interim Financial Information	12
Directors' Review to the members on Consolidated Condensed Interim Financial Information	35
Consolidated Condensed Interim Financial Information	36
Condensed Interim Financial Information - Window Takaful Operations	62



VISION & MISSION

Our will is to **Explore, Innovate** and **Differentiate**.

Our Passion is to provide **Leadership** to the insurance industry.







CORE VALUES

Integrity - Transparency and honesty without compromise

Humility - Empathy, self-esteem and 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
Khawaja Jalaluddin	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 Airf Hameed	Chairman
Ibrahim Shamsi	Member
Shaikh Muhammad Jawed	Member
Umer Mansha	Member

ETHICS, HUMAN RESOURCE AND REMUNERATION COMMITTEE

Khawaja Jalaluddin	Chairman
Umer Mansha	Member
Ibrahim Shamsi	Member
Muhammad Ali Zeb	Member

INVESTMENT COMMITTEE

Shaikh Muhammad Jawed	Chairman
Umer Mansha	Member
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 Shakra-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 nine months period ended 30 September 2023

On behalf of the Board, we are pleased to present the unaudited unconsolidated condensed interim financial information of the Company for the nine months ended 30 September 2023.

Financial Highlights:

The highlights for the period under review are as follows:

	(Unaudited)	
	30 September 2023	30 September 2022
	Rupees in thousand	
Gross Premium	32,709,852	26,474,151
Net Premium	14,382,719	12,375,408
Underwriting results	(800,843)	248,302
Investment Income	3,088,939	1,796,809
Profit before tax	3,282,162	2,500,462
Profit after tax	1,868,134	1,384,957
	(Unaudited)	
	30 September 2023	30 September 2022
	Rupees	
Earnings (after tax) per share	5.34	3.96

Performance Review:

The gross premium of the Company increased by 24% while the net premium increased by 16%. Overall underwriting result declined by 423% over the corresponding period of last year. Investment income, profit before tax and profit after tax showed increase of 72%, 31% and 35% respectively.

Window Takaful Operations:

The written contribution and surplus of Participants' Takaful Fund are Rs. 2,372,272 thousands (2022: Rs. 2,030,367 thousands) and Rs. 21,007 thousands (2022: deficit of Rs. 29,039 thousands) respectively. The operator has gained 47% and 28% growth in contribution written in Fire and Health lines of businesses resulting in overall growth of 17%. Window Takaful Operations profit before tax amounts to Rs. 335,090 thousands for the period ended 30 September 2023 (2022: Rs. 250,472 thousands).

Future Outlook:

The economy posted meager real GDP growth of 0.29 percent in the fiscal year 2023. This has been mainly due to deceleration of global economic growth and macroeconomic imbalances. The increase in international commodity prices has resulted in inflation in the country which currently stands at 31.4 percent Year-Over-Year for the month of September 2023. The government is maintaining tight monetary policies aimed at improving macroeconomic indicators focusing on addressing high inflation and improving economic growth which includes maintaining the SBP policy rate at 22%.

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.

Lahore: 26 October 2023

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 کوڈائزٹریکٹرز کا جائزہ بابت نو ماہی تختہ 30 ستمبر 2023ء

بورڈ کی جانب سے 30 ستمبر 2023ء کو ختم ہونے والی نو ماہی کیلئے کمپنی کے 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:	
30 ستمبر 2023ء	30 ستمبر 2022ء
(غیر آڈٹ شدہ)	(غیر آڈٹ شدہ)
32,709,852	26,474,151
14,382,719	12,375,408
(800,843)	248,302
3,088,939	1,796,809
3,282,162	2,500,462
1,868,134	1,384,957
30 ستمبر 2023ء	30 ستمبر 2022ء
(غیر آڈٹ شدہ)	(غیر آڈٹ شدہ)
5.34	3.96

آمدنی (بعد از ٹیکس) فی شیئر

کارکردگی کا جائزہ

کمپنی کی مجموعی اقساط میں 24% تک کا اضافہ ہو گیا ہے جبکہ خالص اقساط میں 16% تک کا اضافہ ہوا ہے۔ تمام تر ضمانتوں میں پچھلے سال کے تقابلی عرصے میں 423% تک کمی رہی ہے۔ سرمایہ کاری سے آمدن قبل از ٹیکس منافع اور بعد از ٹیکس منافع جات میں علی الترتیب 72%، 31% اور 35% کا اضافہ دیکھا گیا ہے۔

ونڈ و نکافل آر شیئرز

تحریر شدہ اعانت اور پارٹنرشپس نکافل فنڈ کا سرپلس علی الترتیب 2,372,272 ہزار روپے (سال 2022ء: 2,030,367 ہزار روپے) اور 21,007 ہزار روپے (سال 2022: 29,039 ہزار روپے) کا خسارہ رہا۔ آپریٹرز نے کاروبار کے فائز اینڈ ہیلتھ لائنز میں لکھے گئے تعاون میں 47% اور 28% اضافہ حاصل کیا ہے جس کے نتیجے میں مجموعی طور پر 17% کی ترقی ہوئی ہے۔ 30 ستمبر 2023ء کو ختم شدہ عرصے کیلئے ونڈ و نکافل آر شیئرز کا قبل از ٹیکس منافع 335,090 ہزار روپے (سال 2022ء: 250,472 ہزار روپے) رہا۔

توقعات مستقبل

مالی سال 2023ء میں معیشت نے مجموعی قومی پیداوار کی حقیقی شرح نمو قدرے کمزور 0.29% ظاہر کی ہے۔ اس کی سب سے اہم وجہ عالمی معیشت میں گراؤٹ اور میکرو اکنامک عدم توازن ہے۔ عالمی سطح پر ایشیا کی قیمتوں میں اضافہ ملک میں افراط زر کی صورت میں منج ہوا جو کہ فی الوقت 31.4% کی سطح پر ستمبر 2023ء کیلئے سال بہ سال موجود ہے۔ حکومت نے سخت مانیٹری پالیسی برقرار رکھی ہے تاکہ میکرو اکنامک اشاریوں کو بہتر بنایا جائے اور مہنگائی کی بلند تر سطح پر توجہ مرکوز کرتے ہوئے معاشی شرح نمو میں بہتری لائی جائے جس میں ایس بی پی کی پالیسی کی شرح کو 22% تک برقرار رکھنا بھی شامل ہے۔

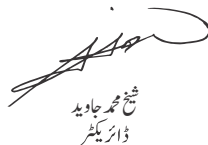
اعتراف

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

مخانب و برائے بورڈ


محمد علی زریب

چیننگ ڈائریکٹر اینڈ چیف ایگزیکٹو آفیسر


شیخ محمد جاوید
ڈائریکٹر

لاہور: 26 اکتوبر 2023ء



UNCONSOLIDATED
CONDENSED INTERIM
FINANCIAL INFORMATION

NINE MONTHS ENDED 30 SEPTEMBER 2023

Adamjee Insurance Company Limited
Unconsolidated Condensed Interim Statement of Financial Position
As at 30 September 2023

	30 September 2023	31 December 2022
	----- (Rupees in thousand) -----	
	(Unaudited)	(Audited)
Assets		
Property and equipment	4,239,913	4,246,725
Intangible assets	103,585	108,977
Investment Property	2,858,853	2,427,337
Investment in Subsidiary	2,396,166	2,396,166
<i>Investments</i>		
Equity securities	21,258,657	17,651,665
Debt securities	1,790,006	382,288
Term deposits	6,561,780	6,644,432
Advance against issue of shares	-	900,000
Loans and other receivable	1,075,883	840,880
Insurance / reinsurance receivables	11,688,044	8,526,017
Reinsurance recoveries against outstanding claims	20,447,441	14,873,098
Salvage recoveries accrued	355,669	360,380
Deferred commission expense / Acquisition cost	1,599,823	1,489,080
Prepayments	11,785,359	6,676,739
Cash and bank	6,212,282	5,192,695
	92,373,461	72,716,479
Total assets of Window Takaful Operations - Operator's Fund	1,412,165	1,049,420
Total Assets	93,785,626	73,765,899
Equity And Liabilities		
Capital and reserves attributable to Company's equity holders		
Ordinary share capital	3,500,000	3,500,000
Reserves	5,790,167	3,527,175
Unappropriated Profit	18,709,898	17,891,764
Total Equity	28,000,065	24,918,939
Surplus on revaluation of fixed assets	31,393	-
Liabilities		
Underwriting provisions		
Outstanding claims including IBNR	26,833,898	20,726,702
Unearned premium reserves	20,510,750	14,996,454
Unearned reinsurance commission	587,545	365,610
Retirement benefit obligation	216,977	201,407
Deferred taxation	2,242,100	805,888
Premium received in advance	532,946	640,259
Insurance / reinsurance payables	9,129,561	6,959,398
Other creditors and accruals	4,345,594	3,196,575
Deposits and other liabilities	502,635	541,199
Taxation - provision less payments	294,395	28,495
	65,196,401	48,461,987
Total liabilities of Window Takaful Operations - Operator's Fund	557,767	384,973
Total Equity and Liabilities	93,785,626	73,765,899
Contingencies and commitments		

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



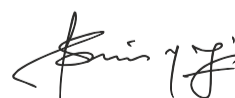
Chairman



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 Nine Months Ended 30 September 2023

	Note	Quarter ended		Nine Months ended	
		30 September 2023	30 September 2022	30 September 2023	30 September 2022
----- (Rupees in thousand) -----					
Net Insurance Premium	23	4,785,795	4,575,776	14,382,719	12,375,408
Net Insurance Claims	24	(3,214,936)	(3,246,632)	(10,048,662)	(7,845,013)
Net Commission and other acquisition costs	25	(570,754)	(545,238)	(1,899,489)	(1,530,044)
Insurance claims and acquisition expenses		(3,785,690)	(3,791,870)	(11,948,151)	(9,375,057)
Management expenses		(1,121,474)	(975,044)	(3,235,411)	(2,752,049)
Underwriting results		(121,369)	(191,138)	(800,843)	248,302
Investment income	26	1,833,051	594,542	3,088,939	1,796,809
Rental income		46,111	41,138	134,509	119,682
Other income	27	164,289	60,018	371,548	175,792
Fair value adjustment to investment property		3,114	-	296,398	-
Other expenses		(27,061)	(26,554)	(73,553)	(56,637)
Workers' Welfare Fund charge		(40,204)	-	(66,983)	-
Results of operating activities		1,857,931	478,006	2,950,015	2,283,948
Finance cost		(1,714)	(2,033)	(2,943)	(33,958)
Profit from window takaful operations		113,780	91,959	335,090	250,472
Profit before tax		1,969,997	567,932	3,282,162	2,500,462
Income tax expense		(778,253)	(192,869)	(1,414,028)	(1,115,505)
Profit after tax		1,191,744	375,063	1,868,134	1,384,957
		----- (Rupees) -----		----- (Rupees) -----	
Earnings (after tax) per share	28	3.41	1.07	5.34	3.96

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 Nine Months Ended 30 September 2023

	Quarter Ended		Nine Months Ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
----- (Rupees in thousand) -----				
Profit after tax for the period	1,191,744	375,063	1,868,134	1,384,957
<u>Other comprehensive income</u>				
Items that will not be subsequently reclassified to profit and loss account				
- Surplus on revaluation of fixed assets - net of tax	191	-	31,393	-
Items that may be reclassified subsequently to profit and loss:				
- Unrealized gain / (loss) on 'available-for-sale' investments - net of tax	488,537	(136,968)	1,604,377	(1,712,953)
- Reclassification adjustment relating to 'available for sale' investments disposed of during the period - net of tax	145	(3,598)	(511)	350,171
- Unrealized loss on 'available for sale' investment from Window Takaful Operations - net of tax	-	-	-	(968)
- Net effect of translation of foreign branch	19,402	289,246	659,126	684,070
Other comprehensive income / (loss) for the period	508,084	148,680	2,262,992	(679,680)
Total comprehensive income for the period	1,700,019	523,743	4,162,519	705,277

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 Nine Months Ended 30 September 2023

	Nine Months Ended 30 September 2023	Nine Months Ended 30 September 2022
------(Rupees in thousand)-----		
<u>Cash flows from operating activities</u>		
Underwriting activities		
Insurance premiums received	31,078,446	24,003,858
Reinsurance premiums paid	(16,924,149)	(8,866,479)
Claims paid	(17,593,137)	(12,629,067)
Surrenders paid	(325,718)	(165,800)
Reinsurance and other recoveries received	6,135,385	4,035,532
Commissions paid	(2,412,393)	(2,349,321)
Commissions received	933,409	822,799
Other underwriting payments	(1,654,286)	(2,296,492)
Net cash (outflow) / inflow from underwriting activities	(762,443)	2,555,030
Other operating activities		
Income tax paid	(743,647)	(395,968)
Other operating payments	(152,824)	(128,811)
Loans advanced	(51,376)	(53,991)
Loans repayments received	61,011	46,094
Other operating receipts	57,596	35,941
Net cash outflow from other operating activities	(829,240)	(496,735)
Total cash (outflow) / inflow from all operating activities	(1,591,683)	2,058,295
<u>Cash flows from investing activities</u>		
Profit / return received on bank deposits	439,493	234,899
Return on Pakistan investment bonds	-	9,000
Income from Treasury Bills	116,511	20,836
Dividends received	2,641,880	1,326,422
Rentals received	136,963	111,504
Payments for investments	(9,548,680)	(10,097,736)
Proceeds from disposal of investments	9,995,559	11,615,644
Fixed capital expenditure - operating assets	(113,345)	(67,223)
Fixed capital expenditure - intangible assets	(33,849)	(12,198)
Proceeds from disposal of operating fixed assets	26,843	16,024
Total cash inflow from investing activities	3,661,374	3,157,172
<u>Cash flows from financing activities</u>		
Payments against lease liability	(15,445)	(29,578)
Dividends paid	(1,034,659)	(1,033,608)
Loan principal payment made	-	(906,978)
Interest expense paid against loan	-	(43,379)
Total cash outflow from financing activities	(1,050,104)	(2,013,543)
Net cash inflow from all activities	1,019,587	3,201,924
Cash and cash equivalent at the beginning of the period	5,192,695	2,174,053
Cash and cash equivalent at the end of the period	6,212,282	5,375,977

Nine Months Ended 30 September 2023	Nine Months Ended 30 September 2022
----------------------------------------	----------------------------------------

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

Reconciliation to profit and loss account

Operating cash flows	(1,591,683)	2,058,295
Depreciation expense	(141,790)	(163,429)
Provision for retirement benefit obligations	(40,621)	(40,961)
Finance cost	(2,943)	(33,958)
Other income - bank and term deposits	542,349	214,497
Gain on disposal of operating fixed assets	17,789	10,945
Rental income	135,414	120,287
Fair value adjustment to investment property	296,398	-
Increase in assets other than cash	13,983,813	10,392,134
Increase in liabilities	(8,284,929)	(6,215,540)
(Loss) / gain on disposal of investments	(38,456)	428,538
Amortization expense	(29,194)	(24,066)
Increase in unearned premium	(5,514,296)	(6,183,297)
(Decrease) / increase in loans	(9,635)	7,897
Income taxes paid	743,647	395,968
Increase in tax liabilities	(1,414,028)	(1,115,505)
Provision for impairment of 'available-for-sale' investments	(26,931)	(179,501)
Dividend and other income	2,749,794	1,412,572
Income from treasury bills	158,346	36,927
Return on Pakistan investment bonds	-	6,353
Income against deferred grant	-	6,329
Profit from Window Takaful Operations	335,090	250,472
Profit after tax	1,868,134	1,384,957

Nine Months Ended 30 September 2023	Nine Months Ended 30 September 2022
----------------------------------------	----------------------------------------

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

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

Cash and cash equivalents	5,821	9,900
Current and other accounts	6,206,461	5,366,077
Total cash and cash equivalents	6,212,282	5,375,977

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 Nine Months Ended 30 September 2023

	Share capital	Capital reserve				Revenue reserves		Total	
	Issued, subscribed and paid up	Reserve for exceptional losses	Investment fluctuation reserve	Exchange translation reserve	Fair Value Reserve	Surplus on revaluation of fixed assets	General reserve		Unappropriated Profit
	Rupees in thousand								
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
Comprehensive income for the period ended 30 September 2022									
Profit for the period 01 January 2022 to 30 September 2022	-	-	-	-	-	-	-	1,384,957	1,384,957
Other comprehensive income for the period 01 January 2022 to 30 September 2022	-	-	-	684,070	(1,363,750)	-	-	-	(679,680)
Total comprehensive income for the period	-	-	-	684,070	(1,363,750)	-	-	1,384,957	705,277
Transactions with owners of the Company									
Final dividend for the year ended 31 December 2021 @ 15% (Rupee 1.50/- per share)	-	-	-	-	-	-	-	(525,000)	(525,000)
Interim dividend for the half year ended 30 June 2022 @ 15% (Rupee 1.50/- per share)	-	-	-	-	-	-	-	(525,000)	(525,000)
Balance as at 30 September 2022 - (Unaudited)	3,500,000	22,859	3,764	1,583,953	2,260,123	-	936,500	16,737,842	25,045,041
Profit for the period 01 October 2022 to 31 December 2022	-	-	-	-	-	-	-	1,200,056	1,200,056
Other comprehensive income for the period 01 October 2022 to 31 December 2022	-	-	-	(51,509)	(1,228,515)	-	-	(46,134)	(1,326,158)
Total comprehensive income for the period	-	-	-	(51,509)	(1,228,515)	-	-	1,153,922	(126,102)
Balance as at 31 December 2022 - (Audited)	3,500,000	22,859	3,764	1,532,444	1,031,608	-	936,500	17,891,764	24,918,939
Profit for the period 01 January 2023 to 30 September 2023	-	-	-	-	-	-	-	1,868,134	1,868,134
Other comprehensive income for the period 01 January 2023 to 30 September 2023	-	-	-	659,126	1,603,866	31,393	-	-	2,294,385
Total comprehensive income for the period	-	-	-	659,126	1,603,866	31,393	-	1,868,134	4,162,519
Transactions with owners of the Company									
Final dividend for the year ended 31 December 2022 @ 15% (Rupees 1.50/- per share)	-	-	-	-	-	-	-	(525,000)	(525,000)
Interim dividend for the half year ended 30 June 2023 @ 15% (Rupees 1.5/- per share)	-	-	-	-	-	-	-	(525,000)	(525,000)
Balance as at 30 September 2023 - (Unaudited)	3,500,000	22,859	3,764	2,191,570	2,635,474	31,393	936,500	18,709,898	28,031,458



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 Nine Months Ended 30 September 2023

1 Legal status and nature of business

Adamjee Insurance Company Limited ('the 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 Company is listed on Pakistan Stock Exchange limited and is principally 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 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 nine months ended 30 September 2023 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
- Provision 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 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 and the General Takaful Accounting Regulations, 2019.

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 2022. Comparative figures for unconsolidated condensed interim statement of financial position are stated from annual audited financial statements of the Company for the year ended 31 December 2022, 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 unconsolidated condensed interim financial information of the Company for the nine months ended 30 September 2022.

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, 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 2022.

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 unconsolidated 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:

- (a) 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
- (b) all other financial assets

	September 30, 2023				
	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*	4,185,597	-	2,026,685	-	-
Investment in subsidiary	4,175,968	-	-	-	-
Investments in equity securities - available-for-sale	21,258,657	2,780,736	-	-	-
Investment in debt securities - held-to-maturity	-	-	1,790,006	-	-
Term deposits*	-	-	6,561,780	-	-
Loans and other receivables*	775,517	-	2,484	-	-
Total	30,395,739	2,780,736	10,380,955	-	-

* 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 2022.

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 2022.

		(Unaudited) 30 September 2023	(Audited) 31 December 2022
	<i>Note</i>	---- (Rupees in thousand) ----	
8 Property and equipment			
Operating assets	8.1	4,156,281	4,161,207
Capital work in progress		49,189	22,837
Right of use asset		34,443	62,681
		4,239,913	4,246,725
8.1 Operating assets			
Opening balance - net book value		4,161,207	4,132,230
Additions during the period / year	8.1.1	108,411	106,815
Transfer to investment property		(102,929)	(467)
Book value of disposals during the period / year	8.1.2	(9,054)	(15,645)
Depreciation charged during the period / year		(127,548)	(178,783)
Exchange differences and other adjustments		126,194	117,057
		(10,408)	(77,371)
		4,156,281	4,161,207
8.1.1 Additions during the period / year			
Land and buildings		52,061	26,463
Furniture and fixtures		4,950	5,179
Motor vehicles		37,431	42,692
Machinery and equipment		3,767	5,942
Computer and related accessories		10,202	26,539
		108,411	106,815
8.1.2 Written down values of property and equipment disposed off during the period / year			
Furniture and fixtures		156	-
Motor vehicles		8,796	14,504
Machinery and equipment		102	1,141
		9,054	15,645
9 Intangible assets			
Opening balance - net book value		108,977	100,379
Additions during the period / year		12,431	29,504
Less:			
Amortization charged during the period / year		(29,194)	(33,282)
Exchange differences and other adjustments		11,371	12,376
		(17,823)	(20,906)
		103,585	108,977
10 Investment Property			
Opening net book value		2,427,337	1,632,498
Transfer from Property and equipment		102,929	467
Unrealized fair value gain		296,398	794,372
Exchange differences and other adjustments		32,189	-
		2,858,853	2,427,337
11 Investment in subsidiary			
Adamjee Life Assurance Company Limited - At cost		2,396,166	2,396,166

12 Investment in equity securities

Available-for-sale

	30 September 2023 (Unaudited)				31 December 2022 (Audited)			
	Cost	Impairment / Provision	Unrealized Gain / (Loss)	Carrying value	Cost	Impairment / Provision	Unrealized Gain / (Loss)	Carrying value
----- Rupees in thousands -----								
Related parties								
Listed shares	10,358,756	(31)	(1,440,818)	8,917,907	9,986,598	(31)	(2,337,869)	7,648,698
Unlisted shares	1,956,956	-	3,191,841	5,148,797	1,056,956	-	1,723,041	2,779,997
	12,315,712	(31)	1,751,023	14,066,704	11,043,554	(31)	(614,828)	10,428,695
Others								
Listed shares	5,635,253	(1,971,864)	1,170,378	4,833,767	6,055,228	(1,944,932)	757,218	4,867,514
Unlisted shares	925,360	-	1,396,718	2,322,078	925,360	-	1,396,718	2,322,078
Mutual Funds	49,984	(16,366)	1,835	35,453	48,979	(16,366)	40	32,653
NIT Units	161	-	494	655	161	-	564	725
	6,610,758	(1,988,230)	2,569,425	7,191,953	7,029,728	(1,961,298)	2,154,540	7,222,970
Total	18,926,470	(1,988,261)	4,320,448	21,258,657	18,073,282	(1,961,329)	1,539,712	17,651,665

12.1 5,700,000 (2022 : 5,286,710) shares of MCB Bank Limited and 4,800,000 (2022 : 4,800,000) shares of Fauji Fertilizer Company 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 Company.

13 Investment in debt securities

Held-to-maturity

	(Unaudited) 30 September 2023	(Audited) 31 December 2022
	---- (Rupees in thousand) ----	
Treasury Bills	1,790,006	382,288
	1,790,006	382,288

Note

14 Investments in Term Deposits

Held to maturity

Deposits maturing within 12 months

Outside Pakistan

- related parties
- others

2,062,661	1,849,572
4,415,120	4,710,861
6,477,781	6,560,433

Deposits maturing after 12 months

Inside Pakistan

- related parties
- others

8,811	8,811
75,188	75,188
83,999	83,999

14.1

6,561,780	6,644,432
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14.1 These include fixed deposits amounting to Rs. 470,033 thousands (AED 6,000 thousands) [2022: Rs. 369,914 thousands (AED 6,000 thousands)] kept in accordance with the requirements of Insurance Regulations applicable to the UAE branches for the purpose of carrying on business in United Arab Emirates. These also include liens against cash deposits of Rs. 83,999 thousands (2022: Rs. 83,999 thousands) with banks in Pakistan essentially in respect of guarantees issued by the banks on behalf of the Company for claims under litigation filed against the Company and bid bond guarantees.

		(Unaudited) 30 September 2023	(Audited) 31 December 2022
		----- (Rupees in thousand) -----	
15	Loans and other receivables		
	Considered good		
	Rent receivable	11,934	13,483
	Receivable from related parties	89,968	74,357
	Accrued income	306,836	96,064
	Security deposits	60,526	54,590
	Advances to employees and suppliers	295,764	373,275
	Advance agent commission	2,118	4,182
	Loans to employees	58,450	65,460
	Other receivables	250,287	159,469
		1,075,883	840,880

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

		(Unaudited) 30 September 2023	(Audited) 31 December 2022
		----- (Rupees in thousand) -----	
16	Insurance / reinsurance receivables - unsecured and considered good		
	Due from insurance contract holders	11,933,130	9,403,294
	Provision for impairment of receivables from insurance contract holders	(1,677,493)	(1,371,044)
		10,255,637	8,032,250
	Due from other insurers / other reinsurers	1,633,709	695,069
	Provision for impairment of due from other insurers / reinsurers	(201,302)	(201,302)
		1,432,407	493,767
		11,688,044	8,526,017

16.1 Due from insurance contact holders include an amount of Rs. 564,586 thousands (2022: Rs. 122,492 thousands) held with related parties.

		(Unaudited) 30 September 2023	(Audited) 31 December 2022
		----- (Rupees in thousand) -----	
17	Prepayments		
	Prepaid reinsurance premium ceded	11,577,483	6,536,997
	Prepaid miscellaneous expenses	207,876	139,742
		11,785,359	6,676,739

18 Cash and Bank

Cash and cash equivalents

Inside Pakistan

Cash in hand
Policy & revenue stamps, bond papers

375	367
3,934	17,299
4,309	17,666

Outside Pakistan

Cash in hand

1,512	-
5,821	17,666

Cash at bank

Inside Pakistan

Current accounts
Saving accounts

977,603	874,810
2,024,289	1,073,025
3,001,892	1,947,835

Outside Pakistan

Current accounts
Savings accounts

3,202,173	3,225,294
2,396	1,900
3,204,569	3,227,194

6,212,282	5,192,695
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18.1 Cash at bank includes an amount of Rs. 3,440,774 thousands (2022: Rs. 1,959,018 thousands) held with MCB Bank Limited, a related party of the Company.

18.2 Lien of Rs. 592,982 thousands (2022: Rs. 633,240 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 and for claims under litigation filed against the Company.

18.3 Lien of Rs. 163,298 thousands (AED 2,084,505) [(2022: Rs. 159,883 thousands (AED 2,593,295))] is marked on current accounts by the banks as per the instructions issued by the Court in lieu of execution of legal orders in different cases pertaining to claims in United Arab Emirates.

	(Unaudited) 30 September 2023	(Audited) 31 December 2022
	----- (Rupees in thousand) -----	
19 Window takaful operations - operator's fund		
Assets		
Cash and bank deposits	15,178	164,215
Qard-e-Hasna to Participant Takaful Fund	221,460	221,460
Investments - Equity securities	281,473	251,052
Investments - Debt securities	125,000	125,000
Investments - Term Deposits	400,000	-
Intangible assets	10,983	6,047
Property and equipment	42,164	46,276
Current assets - others	315,907	235,370
Total Assets	1,412,165	1,049,420
Total liabilities	557,767	384,973
	(Unaudited) 30 September 2023	(Unaudited) 30 September 2022
	----- (Rupees in thousand) -----	
Wakala income	610,558	457,782
Commission expense	(203,878)	(114,201)
Management expenses	(187,269)	(142,330)
Investment income	82,553	14,435
Other income	22,661	29,511
Mudarib's share of PTF investment income	12,974	8,135
Other Expenses	(2,509)	(2,860)
Profit before taxation	335,090	250,472
Taxation	(145,139)	(88,249)
Profit after taxation	189,951	162,223

Details of total assets, total liabilities and segment disclosure of window takaful operations are stated in the annexed condensed interim financial information for the nine months ended 30 September 2023.

	(Unaudited) 30 September 2023	(Audited) 31 December 2022
	----- (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	2,191,570	1,532,444
Fair value reserve	2,635,474	1,031,608
	4,853,667	2,590,675
<u>Revenue reserves</u>		
General reserves	936,500	936,500
	5,790,167	3,527,175
21 Other creditors and accruals		
Agents commission payable	1,139,823	977,109
Federal Excise Duty / Sales tax / VAT	694,680	449,746
Federal Insurance Fee payable	127,170	45,483
Workers' welfare fund payable	291,489	224,506
Tax deducted at source	116,825	61,689
Accrued expenses	147,016	225,382
Unpaid and unclaimed dividend	175,882	160,541
Payable to employees' provident fund	131	211
Sundry creditors	1,652,578	1,051,908
	4,345,594	3,196,575
22 Contingencies and commitments		

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 2022 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. 1,193,900 thousands (2022: Rs. 1,250,357 thousands).
- The Company has issued letter of guarantees amounting to AED 115,000,000 amounting to Rs. 9,008,962 thousands (2022: AED 115,000,000 amounting to Rs. 7,090,026 thousands) relating to UAE branch.

	Quarter Ended		Nine Months Ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
----- (Rupees in thousand) -----				
23 Net Insurance Premium				
Written Gross Premium	15,228,911	11,396,612	32,709,852	26,474,151
Unearned premium reserve - opening	15,352,328	13,173,256	14,996,454	11,010,289
Unearned premium reserve - closing	(20,510,750)	(17,193,586)	(20,510,750)	(17,193,586)
Currency translation effect	85,966	552,437	1,458,451	1,270,940
Premium earned	10,156,455	7,928,719	28,654,007	21,561,794
Reinsurance premium ceded	(9,616,139)	(6,661,143)	(19,094,312)	(12,471,576)
Prepaid reinsurance premium - opening	(7,322,772)	(4,692,620)	(6,536,997)	(4,627,169)
Prepaid reinsurance premium - closing	11,577,483	8,071,639	11,577,483	8,071,639
Currency translation effect	(9,232)	(70,819)	(217,462)	(159,280)
Reinsurance expense	(5,370,660)	(3,352,943)	(14,271,288)	(9,186,386)
	4,785,795	4,575,776	14,382,719	12,375,408

23.1 Net Insurance Premium - Business underwritten inside Pakistan

Written Gross Premium	12,122,336	8,684,846	25,574,545	18,405,918
Unearned premium reserve - opening	10,276,075	7,478,871	9,454,477	7,393,851
Unearned premium reserve - closing	(14,901,048)	(10,935,405)	(14,901,048)	(10,935,405)
Premium earned	7,497,363	5,228,312	20,127,974	14,864,364
Reinsurance premium ceded	(9,161,134)	(6,159,422)	(17,874,271)	(11,091,018)
Prepaid reinsurance premium - opening	(6,535,642)	(3,921,729)	(5,699,784)	(4,302,258)
Prepaid reinsurance premium - closing	10,828,908	7,165,493	10,828,908	7,165,493
Reinsurance expense	(4,867,868)	(2,915,658)	(12,745,147)	(8,227,783)
	2,629,495	2,312,654	7,382,827	6,636,581

23.2 Net Insurance Premium - Business underwritten outside Pakistan

Written Gross Premium	3,106,575	2,711,766	7,135,307	8,068,233
Unearned premium reserve - opening	5,076,253	5,694,385	5,541,977	3,616,438
Unearned premium reserve - closing	(5,609,702)	(6,258,181)	(5,609,702)	(6,258,181)
Currency translation effect	85,966	552,437	1,458,451	1,270,940
Premium earned	2,659,092	2,700,407	8,526,033	6,697,430
Reinsurance premium ceded	(455,005)	(501,721)	(1,220,041)	(1,380,558)
Prepaid reinsurance premium - opening	(787,130)	(770,891)	(837,213)	(324,911)
Prepaid reinsurance premium - closing	748,575	906,146	748,575	906,146
Currency translation effect	(9,232)	(70,819)	(217,462)	(159,280)
Reinsurance expense	(502,792)	(437,285)	(1,526,141)	(958,603)
	2,156,300	2,263,122	6,999,892	5,738,827

Quarter Ended		Nine Months Ended	
30 September 2023	30 September 2022	30 September 2023	30 September 2022

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

24 Net Insurance Claims Expense

Claims Paid	5,788,221	5,354,864	17,593,137	12,629,067
Outstanding claims including IBNR - closing	26,833,898	15,516,140	26,833,898	15,516,140
Outstanding claims including IBNR - opening	(25,086,544)	(14,699,148)	(20,726,702)	(12,686,045)
Currency translation effect	(87,521)	(827,144)	(2,317,032)	(1,741,420)
Claims expense	7,448,054	5,344,712	21,383,301	13,717,742
Reinsurance and other recoveries received	(2,268,993)	(2,191,865)	(7,074,025)	(4,703,959)
Reinsurance and other recoveries in respect of outstanding claims - closing	(20,803,110)	(10,009,154)	(20,803,110)	(10,009,154)
Reinsurance and other recoveries in respect of outstanding claims - opening	18,768,919	9,647,254	15,233,478	7,943,513
Currency translation effect	70,066	455,685	1,309,018	896,871
Reinsurance and other recoveries revenue	(4,233,118)	(2,098,080)	(11,334,639)	(5,872,729)
	3,214,936	3,246,632	10,048,662	7,845,013

24.1 Net Insurance Claims Expense - Business underwritten inside Pakistan

Claims Paid	2,157,950	2,579,381	6,037,072	5,850,555
Outstanding claims including IBNR - closing	16,302,941	7,510,665	16,302,941	7,510,665
Outstanding claims including IBNR - opening	(14,960,418)	(8,006,193)	(12,123,015)	(7,131,251)
Claims expense	3,500,473	2,083,853	10,216,998	6,229,969
Reinsurance and other recoveries received	(888,088)	(1,418,173)	(2,082,991)	(2,381,143)
Reinsurance and other recoveries in respect of outstanding claims - closing	(14,227,829)	(5,506,578)	(14,227,829)	(5,506,578)
Reinsurance and other recoveries in respect of outstanding claims - opening	13,150,941	6,290,271	10,450,405	5,482,393
Reinsurance and other recoveries revenue	(1,964,976)	(634,480)	(5,860,415)	(2,405,328)
	1,535,497	1,449,373	4,356,583	3,824,641

24.2 Net Insurance Claims Expense - Business underwritten outside Pakistan

Claims Paid	3,630,271	2,775,483	11,556,065	6,778,512
Outstanding claims including IBNR - closing	10,530,957	8,005,475	10,530,957	8,005,475
Outstanding claims including IBNR - opening	(10,126,126)	(6,692,955)	(8,603,687)	(5,554,794)
Currency translation effect	(87,521)	(827,144)	(2,317,032)	(1,741,420)
Claims expense	3,947,581	3,260,859	11,166,303	7,487,773
Reinsurance and other recoveries received	(1,380,905)	(773,692)	(4,991,034)	(2,322,816)
Reinsurance and other recoveries in respect of outstanding claims - closing	(6,575,281)	(4,502,576)	(6,575,281)	(4,502,576)
Reinsurance and other recoveries in respect of outstanding claims - opening	5,617,978	3,356,983	4,783,073	2,461,120
Currency translation effect	70,066	455,685	1,309,018	896,871
Reinsurance and other recoveries revenue	(2,268,142)	(1,463,600)	(5,474,224)	(3,467,401)
	1,679,439	1,797,259	5,692,079	4,020,372

Quarter Ended		Nine Months Ended	
30 September 2023	30 September 2022	30 September 2023	30 September 2022

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

25 Net commission and other acquisition costs

Commission Paid or payable	1,127,162	1,023,254	2,459,543	2,797,232
Deferred Commission expense - opening	1,292,025	1,568,054	1,489,080	1,055,480
Deferred Commission expense - closing	(1,599,823)	(1,947,803)	(1,599,823)	(1,947,803)
Currency translation effect	17,470	102,004	273,457	238,993
Net Commission	836,834	745,509	2,622,257	2,143,902
Commission received or recoverable	(548,408)	(380,865)	(933,409)	(822,799)
Unearned reinsurance commission - opening	(304,394)	(273,652)	(365,610)	(241,094)
Unearned reinsurance commission - closing	587,545	457,349	587,545	457,349
Currency translation effect	(823)	(3,103)	(11,294)	(7,314)
Commission from reinsurance	(266,080)	(200,271)	(722,768)	(613,858)
	570,754	545,238	1,899,489	1,530,044

25.1 Net commission and other acquisition costs Business underwritten Inside Pakistan

Commission Paid or payable	551,460	525,455	1,180,637	1,235,126
Deferred Commission expense - opening	382,054	466,365	447,607	393,554
Deferred Commission expense - closing	(567,061)	(753,769)	(567,061)	(753,769)
Net Commission	366,453	238,051	1,061,183	874,911
Commission received or recoverable	(515,931)	(356,601)	(862,911)	(744,002)
Unearned reinsurance commission - opening	(262,786)	(228,811)	(323,930)	(239,650)
Unearned reinsurance commission - closing	534,099	402,931	534,099	402,931
Commission from reinsurance	(244,618)	(182,481)	(652,742)	(580,721)
	121,835	55,570	408,441	294,190

25.2 Net commission and other acquisition costs Business underwritten Outside Pakistan

Commission Paid or payable	575,702	497,799	1,278,906	1,562,106
Deferred Commission expense - opening	909,971	1,101,689	1,041,473	661,926
Deferred Commission expense - closing	(1,032,762)	(1,194,034)	(1,032,762)	(1,194,034)
Currency translation effect	17,470	102,004	273,457	238,993
Net Commission	470,381	507,458	1,561,074	1,268,991
Commission received or recoverable	(32,477)	(24,264)	(70,498)	(78,797)
Unearned reinsurance commission - opening	(41,608)	(44,841)	(41,680)	(1,444)
Unearned reinsurance commission - closing	53,446	54,418	53,446	54,418
Currency translation effect	(823)	(3,103)	(11,294)	(7,314)
Commission from reinsurance	(21,462)	(17,790)	(70,026)	(33,137)
	448,919	489,668	1,491,048	1,235,854

26 Investment Income

Business underwritten Inside Pakistan

Available-for-sale

Income from equity securities

Dividend income

- associated undertakings

- others

Income from debt securities - Held to maturity

Return on Pakistan Investment Bonds

Profit on Treasury Bills

Income from term deposits

Return on term deposits

Net realized gains on investments

Realized gains on

- associated undertakings

- others

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

Business underwritten Outside Pakistan

Available-for-sale

Income from equity securities

Dividend income

- associated undertakings

- others

Income from term deposits

Return on term deposits

Net investment income

27 Other income

Return on bank balance

Gain on sale of fixed assets

Return on loans to employee

Miscellaneous

28 Earnings per share - basic and diluted

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

Net profit after tax for the period

Weighted average number of shares

Earnings (after tax) per share

	Quarter Ended		Nine Months Ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	----- (Rupees in thousand) -----			
Business underwritten Inside Pakistan				
Available-for-sale				
Income from equity securities				
Dividend income				
- associated undertakings	1,434,284	263,241	2,250,950	820,205
- others	227,623	268,789	498,844	592,261
	1,661,907	532,030	2,749,794	1,412,466
Income from debt securities - Held to maturity				
Return on Pakistan Investment Bonds	-	736	-	6,353
Profit on Treasury Bills	67,807	21,376	158,346	36,927
	67,807	22,112	158,346	43,280
Income from term deposits				
Return on term deposits	-	-	-	2,849
	-	-	-	2,849
Net realized gains on investments				
Realized gains on				
- associated undertakings	-	(4,587)	(1,145)	407,500
- others	(12,808)	9,118	(37,311)	21,038
	(12,808)	4,531	(38,456)	428,538
Reversal / (provision) of impairment in value of 'available-for-sale' investments	13,086	-	(26,931)	(179,501)
	1,716,906	558,673	2,869,684	1,887,133
	13,086	-	(26,931)	(179,501)
	1,729,992	558,673	2,842,753	1,707,632
Business underwritten Outside Pakistan				
Available-for-sale				
Income from equity securities				
Dividend income				
- associated undertakings	-	-	-	-
- others	-	-	-	106
	-	-	-	106
Income from term deposits				
Return on term deposits	103,059	35,869	246,186	89,071
	103,059	35,869	246,186	89,071
Net investment income	103,059	35,869	246,186	89,177
	1,833,051	594,542	3,088,939	1,796,809
27 Other income				
Return on bank balance	124,355	43,364	296,163	122,577
Gain on sale of fixed assets	3,594	579	17,789	10,945
Return on loans to employee	32	35	100	121
Miscellaneous	36,308	16,040	57,496	42,149
	164,289	60,018	371,548	175,792
28 Earnings per share - basic and diluted				
There is no dilutive effect on the basic earnings per share which is based on:				
Net profit after tax for the period	1,191,744	375,063	1,868,134	1,384,957
	----- Number of shares -----	----- Number of shares -----		
Weighted average number of shares	350,000,000	350,000,000	350,000,000	350,000,000
	----- (Rupees) -----	----- (Rupees) -----		
Earnings (after tax) per share	3.41	1.07	5.34	3.96

29 Transactions with related parties

The Company has related party relationships with its associates, subsidiary company, entities with common 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) 30 September 2023	(Unaudited) 30 September 2022
	---- (Rupees in thousand) ----	
i) Transactions		
Subsidiary company		
Premiums underwritten	22,098	24,033
Premiums received	23,956	24,753
Investments sold	-	700,000
Dividend received	191,250	-
Claims paid	11,030	10,225
Security deposit received	-	1,105
Premium paid	17,928	20,956
Rent paid	750	2,500
Rent / service charges / expenses received	55,516	56,413
Other related parties		
Premiums underwritten	2,157,050	1,920,562
Premiums received	1,451,453	1,603,795
Claims paid	562,599	496,688
Commission Paid	26,612	30,214
Fee / service charges / expenses received / receivable	20,423	15,375
Rent paid	13,898	8,145
Rent received	79,203	49,540
Loan repaid	-	906,978
Interest on loan paid	-	43,379
Dividends received	1,832,286	700,051
Dividends paid	312,287	216,693
Income on bank deposits	225,434	57,138
Investments made	641	252,615
Fee / service charges paid	11,236	7,641
Charge in respect of gratuity expense	27,262	31,874
Contribution to Employees' Provident Fund	31,852	30,923
Compensation paid to Key management personnel	1,403,987	1,151,695
	(Unaudited) 30 September 2023	(Audited) 31 December 2022
	---- (Rupees in thousand) ----	
ii) Period end balances		
Subsidiary company		
Balances receivable	91,863	80,386
Balances payable	1,638	7,668
Other related parties		
Balances receivable	577,332	134,023
Balances payable	450,513	370,730
Cash and bank balances including term deposits	5,512,245	3,817,401
Payable to Staff Gratuity Fund	62,517	70,255

Nine Months Ended 30 September 2023													
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 thousands													
Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge)	19,742,643	30,510	2,157,416	31,419	3,132,277	5,877,512	2,732,589	1,540,402	1,326,519	12,913	29,091,444	7,492,756	36,584,200
Less: Federal excise duty	(2,429,521)	(1,916)	(243,999)	(1,608)	(382,849)	(279,882)	(76,621)	(73,352)	(133,912)	(615)	(3,266,902)	(357,373)	(3,624,275)
Federal insurance fee	(167,606)	(61)	(17,429)	(15)	(27,501)	-	(25,970)	-	(11,491)	-	(249,997)	(76)	(250,073)
	17,145,516	28,533	1,895,988	29,796	2,721,927	5,597,630	2,629,998	1,467,050	1,181,116	12,298	25,574,545	7,135,307	32,709,852
Gross written premium (inclusive of administrative surcharge)	17,145,516	28,533	1,895,988	29,796	2,721,927	5,597,630	2,629,998	1,467,050	1,181,116	12,298	25,574,545	7,135,307	32,709,852
Gross direct premium	17,130,906	28,435	1,872,521	29,785	2,636,242	5,594,403	2,628,186	1,467,050	1,140,902	12,258	25,408,757	7,131,931	32,540,688
Facultative inward premium	(1,072)	-	-	-	-	-	-	-	29,114	-	28,042	-	28,042
Administrative surcharge	15,682	98	23,467	11	85,685	3,227	1,812	-	11,100	40	137,746	3,376	141,122
	17,145,516	28,533	1,895,988	29,796	2,721,927	5,597,630	2,629,998	1,467,050	1,181,116	12,298	25,574,545	7,135,307	32,709,852
Insurance premium earned	12,057,698	23,988	1,816,094	24,691	2,714,452	6,492,003	2,501,722	1,975,791	1,038,008	9,560	20,127,974	8,526,033	28,654,007
Insurance premium ceded to reinsurers	(11,247,520)	(20,506)	(978,675)	-	(52,908)	(419,064)	-	(1,078,631)	(466,044)	(7,940)	(12,745,147)	(1,526,141)	(14,271,288)
Net insurance premium	810,178	3,482	837,419	24,691	2,661,544	6,072,939	2,501,722	897,160	571,964	1,620	7,382,827	6,999,892	14,382,719
Commission income	581,479	4,290	2,175	-	4,289	63,953	-	-	64,799	1,783	652,742	70,026	722,768
Net underwriting income	1,391,657	7,772	839,594	24,691	2,665,833	6,136,892	2,501,722	897,160	636,763	3,403	8,035,569	7,069,918	15,105,487
Insurance claims	(5,901,420)	(869,767)	(566,869)	4,982	(1,227,240)	(8,677,894)	(2,239,894)	(1,623,740)	(281,575)	116	(10,216,998)	(11,166,303)	(21,383,301)
Insurance claim recoveries from reinsurer	5,512,091	782,806	228,258	(241)	950	3,545,438	-	1,145,759	119,116	462	5,860,415	5,474,224	11,334,639
Net claims	(389,329)	(86,961)	(338,611)	4,741	(1,226,290)	(5,132,456)	(2,239,894)	(477,981)	(162,459)	578	(4,356,583)	(5,692,079)	(10,048,662)
Commission expense	(499,376)	(1,420)	(136,253)	(2,414)	(238,804)	(1,328,267)	(80,353)	(228,844)	(106,397)	(129)	(1,061,183)	(1,561,074)	(2,622,257)
Management expense	(401,061)	(1,398)	(346,194)	(22,431)	(982,322)	(975,753)	(123,767)	(172,287)	(209,440)	(758)	(2,062,784)	(1,172,627)	(3,235,411)
Net insurance claims and expenses	(1,289,766)	(89,779)	(821,058)	(20,104)	(2,447,416)	(7,436,476)	(2,444,014)	(879,112)	(478,296)	(309)	(7,480,550)	(8,425,780)	(15,906,330)
Underwriting result	101,891	(82,007)	18,536	4,587	218,417	(1,299,584)	57,708	18,048	158,467	3,094	555,019	(1,355,862)	(800,843)
Net investment income											2,842,753	246,186	3,088,939
Rental income											131,942	2,567	134,509
Other income											268,766	102,782	371,548
Change in fair value of investment property											151,259	145,139	296,398
Other expenses											(54,831)	(18,722)	(73,553)
Finance cost											(2,943)	-	(2,943)
Workers' Welfare Fund charge											(66,983)	-	(66,983)
Profit from Window Takaful Operations											335,090	-	335,090
Profit before tax											4,160,072	(877,910)	3,282,162
30 September 2023													
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 thousands													
Segment Assets	29,900,141	851,758	1,094,530	11,349	1,384,345	7,824,791	1,051,089	1,453,431	2,068,549	28,477	35,498,654	10,169,806	45,668,460
Unallocated assets											36,786,122	11,331,044	48,117,166
											72,284,776	21,500,850	93,785,626
Segment Liabilities	30,412,443	944,363	1,482,261	41,367	3,116,333	14,183,859	2,819,950	1,801,973	2,760,400	31,752	40,591,387	17,003,314	57,594,701
Unallocated Liabilities											6,202,871	1,956,596	8,159,467
											46,794,258	18,959,910	65,754,168

30.1 Segment Information

Nine Month Ended 30 September 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 thousands													
Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge)	12,460,482	21,825	1,872,099	16,712	3,169,237	6,609,407	2,183,480	1,815,923	1,169,385	8,197	20,854,683	8,472,064	29,326,747
Less: Federal excise duty	(1,535,929)	(1,333)	(207,204)	(854)	(380,292)	(314,734)	(20,675)	(86,473)	(120,608)	(390)	(2,264,708)	(403,784)	(2,668,492)
Federal insurance fee	(107,473)	(39)	(16,591)	(8)	(27,892)	-	(21,414)	-	(10,687)	-	(184,057)	(47)	(184,104)
	10,817,080	20,453	1,648,304	15,850	2,761,053	6,294,673	2,141,391	1,729,450	1,038,090	7,807	18,405,918	8,068,233	26,474,151
Gross written premium (inclusive of administrative surcharge)	10,817,080	20,453	1,648,304	15,850	2,761,053	6,294,673	2,141,391	1,729,450	1,038,090	7,807	18,405,918	8,068,233	26,474,151
Gross direct premium	10,767,650	20,387	1,621,847	15,850	2,663,776	6,273,890	2,139,568	1,729,450	1,000,472	7,785	18,193,313	8,047,362	26,240,675
Facultative inward premium	34,401	-	1,117	-	82	-	-	-	27,172	-	62,772	-	62,772
Administrative surcharge	15,029	66	25,340	-	97,195	20,783	1,823	-	10,446	22	149,833	20,871	170,704
	10,817,080	20,453	1,648,304	15,850	2,761,053	6,294,673	2,141,391	1,729,450	1,038,090	7,807	18,405,918	8,068,233	26,474,151
Insurance premium earned	7,907,014	18,235	1,584,083	26,287	2,569,150	5,424,940	1,872,284	1,221,091	931,833	6,877	14,864,364	6,697,430	21,561,794
Insurance premium ceded to reinsurers	(7,131,003)	(13,470)	(628,287)	(459)	(37,671)	(255,311)	-	(685,504)	(430,822)	(3,859)	(8,227,783)	(958,603)	(9,186,386)
Net insurance premium	776,011	4,765	955,796	25,828	2,531,479	5,169,629	1,872,284	535,587	501,011	3,018	6,636,581	5,738,827	12,375,408
Commission income	494,550	3,001	3,126	-	2,524	27,620	-	-	80,521	2,516	580,721	33,137	613,858
Net underwriting income	1,270,561	7,766	958,922	25,828	2,534,003	5,197,249	1,872,284	535,587	581,532	5,534	7,217,302	5,771,964	12,989,266
Insurance claims	(2,617,835)	(764)	(330,905)	(2,811)	(1,319,857)	(6,465,827)	(1,643,241)	(1,018,693)	(318,131)	322	(6,229,969)	(7,487,773)	(13,717,742)
Insurance claim recoveries from reinsurer	2,198,002	756	(31,098)	166	122,895	2,745,311	-	721,827	115,529	(659)	2,405,328	3,467,401	5,872,729
Net claims	(419,833)	(8)	(362,003)	(2,645)	(1,196,962)	(3,720,516)	(1,643,241)	(296,866)	(202,602)	(337)	(3,824,641)	(4,020,372)	(7,845,013)
Commission expense	(400,780)	(2,458)	(137,088)	(4,546)	(196,366)	(1,125,356)	(48,964)	(136,449)	(91,713)	(182)	(874,911)	(1,268,991)	(2,143,902)
Management expense	(357,824)	(1,718)	(365,898)	(9,421)	(857,410)	(750,929)	(111,149)	(124,967)	(171,341)	(1,392)	(1,863,622)	(888,427)	(2,752,049)
Net insurance claims and expenses	(1,178,437)	(4,184)	(864,989)	(16,612)	(2,250,738)	(5,596,801)	(1,803,354)	(558,282)	(465,656)	(1,911)	(6,563,174)	(6,177,790)	(12,740,964)
Underwriting result	92,124	3,582	93,933	9,216	283,265	(399,552)	68,930	(22,695)	115,876	3,623	654,128	(405,826)	248,302
Net investment income											1,707,632	89,177	1,796,809
Rental income											118,061	1,621	119,682
Other income											113,051	62,741	175,792
Other expenses											(44,049)	(12,588)	(56,637)
Finance cost											(32,476)	(1,482)	(33,958)
Profit from Window Takaful Operations											250,472	-	250,472
Profit before tax											2,766,819	(266,357)	2,500,462

31 December 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 thousands													
Segment Assets	18,159,470	30,234	898,705	4,550	1,545,592	6,549,649	992,218	1,487,171	2,099,230	18,751	23,695,215	8,090,355	31,785,570
Unallocated assets											31,012,953	10,967,376	41,980,329
											54,708,168	19,057,731	73,765,899
Segment Liabilities	18,934,925	35,283	1,305,146	32,906	3,287,709	13,023,403	2,508,776	1,974,799	2,564,035	21,441	28,600,591	15,087,832	43,688,423
Unallocated Liabilities											3,676,928	1,481,609	5,158,537
											32,277,519	16,569,441	48,846,960

31 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.

		30 September 2023									
		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) -----									
<u>Financial assets - measured at fair value</u>											
<i>Investment</i>											
	12	13,787,782	-	-	-	-	13,787,782	13,787,782	-	-	13,787,782
	12	7,470,875	-	-	-	-	7,470,875	-	-	7,470,875	7,470,875
	19	281,473	-	-	-	-	281,473	281,473	-	-	281,473
<u>Financial assets - not measured at fair value</u>											
	13	-	1,790,006	-	-	-	1,790,006	-	1,790,006	-	1,790,006
	19	-	125,000	-	-	-	125,000	-	125,000	-	125,000
	15	-	-	778,001	-	-	778,001	-	-	-	-
	14	-	6,561,780	-	-	-	6,561,780	-	-	-	-
	19	-	400,000	-	-	-	400,000	-	-	-	-
	11	-	-	2,396,166	-	-	2,396,166	4,175,968	-	-	4,175,968
	16	-	-	11,688,044	-	-	11,688,044	-	-	-	-
	18	-	-	20,447,441	-	-	20,447,441	-	-	-	-
	18	-	-	-	6,212,282	-	6,212,282	-	-	-	-
	19	-	-	537,367	15,178	-	552,545	-	-	-	-
		21,540,130	8,876,786	35,847,019	6,227,460	-	72,491,395	18,245,223	1,915,006	7,470,875	27,631,104
<u>Financial liabilities - not measured at fair value</u>											
<i>Underwriting provisions:</i>											
		-	-	-	-	26,833,898	26,833,898	-	-	-	-
		-	-	-	-	9,129,561	9,129,561	-	-	-	-
		-	-	-	-	3,115,430	3,115,430	-	-	-	-
		-	-	-	-	502,635	502,635	-	-	-	-
	19	-	-	-	-	557,767	557,767	-	-	-	-
		-	-	-	-	40,139,291	40,139,291	-	-	-	-

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

31.1 Fair value measurement of financial instruments

		31 December 2022									
		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) -----									
<u>Financial assets - measured at fair value</u>											
<i>Investment</i>											
	Equity securities- quoted	12	12,549,590	-	-	-	12,549,590	12,549,590	-	-	12,549,590
	Equity securities- unquoted	12	5,102,075	-	-	-	5,102,075	-	-	5,102,075	5,102,075
	Investments of Window Takaful Operations - Operator's Fund	19	251,052	-	-	-	251,052	251,052	-	-	251,052
<u>Financial assets - not measured at fair value</u>											
	Debt securities	13	-	382,288	-	-	382,288	-	382,288	-	382,288
	Debt securities of Window Takaful Operations - Operator's Fund	19	-	125,000	-	-	125,000	-	125,000	-	125,000
	Loans and other receivables *	15	-	463,423	-	-	463,423	-	-	-	-
	Investment - Term deposits*	14	-	6,644,432	-	-	6,644,432	-	-	-	-
	Investment in subsidiary*	11	-	2,396,166	-	-	2,396,166	4,385,216	-	-	4,385,216
	Insurance / reinsurance receivables - unsecured and considered good *	16	-	8,526,017	-	-	8,526,017	-	-	-	-
	Reinsurance recoveries against outstanding claims *		-	14,873,098	-	-	14,873,098	-	-	-	-
	Cash and bank *	18	-	-	5,192,695	-	5,192,695	-	-	-	-
	Other Assets of Window Takaful Operations - Operator's Fund*	19	-	456,830	164,215	-	621,045	-	-	-	-
			17,902,717	7,151,720	26,715,534	5,356,910	57,126,881	17,185,858	507,288	5,102,075	22,795,221
<u>Financial liabilities - not measured at fair value</u>											
<i>Underwriting provisions:</i>											
	Borrowings*		-	-	-	-	-	-	-	-	-
	Outstanding claims (including IBNR)*		-	-	-	20,726,702	20,726,702	-	-	-	-
	Insurance / reinsurance payables *		-	-	-	6,959,398	6,959,398	-	-	-	-
	Other creditors and accruals*		-	-	-	2,415,151	2,415,151	-	-	-	-
	Deposits and other liabilities*		-	-	-	541,199	541,199	-	-	-	-
	Total liabilities of Window Takaful Operations- Operator's Fund*	19	-	-	-	384,973	384,973	-	-	-	-
			-	-	-	31,027,423	31,027,423	-	-	-	-

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

32 Date of authorization for issue

This unconsolidated condensed interim financial information was authorized for issue on October 26, 2023 by the Board of Directors of 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

NINE MONTHS ENDED 30 SEPTEMBER 2023

Financial report

Balance sheet

Assets	
Current assets	1,734,828
Non-current assets	186,830
Total assets	1,921,658
Equity	74,393
Liabilities	1,847,265

Income statement

Revenues	12,975,516
Expenses	6,372,535
Net income	6,602,981

Directors' Review

to the Members on Consolidated Condensed Interim Financial Information (Unaudited) For nine months period ended 30 September 2023

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 nine months period ended 30 September 2023.

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

	(Unaudited)	
	30 September 2023	30 September 2022
	————— Rupees in thousand —————	
Profit before tax	3,926,759	2,628,305
Taxation	<u>(1,758,887)</u>	<u>(1,297,950)</u>
Profit after tax	2,167,872	1,330,355
Less: Profit attributable to non-controlling interest	<u>(69,627)</u>	<u>(30,726)</u>
Profit attributable to ordinary shares	2,098,245	1,299,629
Other comprehensive income - Remeasurement of defined benefit obligation	-	(1,739)
Unappropriated profit brought forward	<u>18,214,850</u>	<u>16,638,433</u>
Profit available for appropriation	20,313,095	17,936,323
Final cash dividend at Rs. 1.5 per share - 31 December 2022 [31 December 2021 (Rupee 1.5 per share)]	<u>(525,000)</u>	<u>(525,000)</u>
Interim cash dividend at Rs. 1.5 per share - 30 June 2023 [30 June 2022 (Rupee 1.5 per share)]	<u>(525,000)</u>	<u>(525,000)</u>
Transaction between owners	-	343,713
Profit after appropriation	<u>19,263,095</u>	<u>17,230,036</u>
	(Unaudited)	
	30 September 2023	30 September 2022
	————— Rupees —————	
Earnings per share - Basic and diluted	<u>5.99</u>	<u>3.71</u>

For and on behalf of the Board



Shaikh Muhammad Jawed
Director




Muhammad Ali Zeb
Managing Director &
Chief Executive Officer


Lahore: 26 October 2023

Adamjee Insurance Company Limited
Consolidated Condensed Interim Statement of Financial Position
As at 30 September 2023

	Note	30 September 2023	31 December 2022
------(Rupees in thousand)-----			
		(Unaudited)	(Audited)
ASSETS			
Property and equipment	7	5,419,363	5,460,290
Intangible assets	8	132,923	131,802
Investment properties	9	2,107,971	1,757,365
Investments			
Equity securities	10	33,772,259	33,961,136
Debt securities	11	55,988,389	42,567,371
Term deposits	12	9,511,780	8,920,432
Loan secured against life insurance policies		39,362	42,163
Advance against issue of shares		-	900,000
Loans and other receivables	13	2,158,274	1,540,534
Insurance / reinsurance receivables	14	11,741,785	8,586,697
Reinsurance recoveries against outstanding claims		20,447,441	14,873,098
Salvage recoveries accrued		355,669	360,380
Deferred commission expense / acquisition cost		1,599,823	1,489,080
Taxation - payment less provisions		832,757	815,211
Prepayments	15	11,851,223	6,718,394
Cash and bank	16	11,548,425	10,509,692
		<u>167,507,444</u>	<u>138,633,645</u>
Total assets of Window Takaful Operations			
- Operator's Fund (Parent Company)	17	1,412,165	1,049,420
TOTAL ASSETS		<u><u>168,919,609</u></u>	<u><u>139,683,065</u></u>
EQUITY AND LIABILITIES			
Capital and reserves attributable to the Company's equity holders			
Ordinary share capital		3,500,000	3,500,000
Reserves	18	5,790,007	3,522,068
Unappropriated Profit		19,263,095	18,214,850
Equity attributable to equity holders of the parent		<u>28,553,102</u>	<u>25,236,918</u>
Non-controlling interest		420,004	374,828
Total Equity		<u>28,973,106</u>	<u>25,611,746</u>
Surplus on revaluation of fixed assets		31,393	-
Liabilities			
Insurance liabilities		72,255,097	63,334,304
Underwriting provisions:			
Outstanding claims including IBNR		26,833,898	20,726,702
Unearned premium reserve		20,510,750	14,996,454
Unearned reinsurance commission		587,545	365,610
Retirement benefits obligations		227,857	206,273
Deferred taxation		2,852,833	1,182,532
Premium received in advance		820,612	1,007,365
Insurance / reinsurance payables		9,305,623	7,134,481
Other creditors and accruals	19	5,082,786	4,105,611
Deposits and other liabilities		585,947	627,014
Taxation - provision less payments		294,395	-
		<u>67,102,246</u>	<u>50,352,042</u>
Total liabilities of Window Takaful Operations			
- Operator's Fund (Parent Company)	17	557,767	384,973
TOTAL EQUITY AND LIABILITIES		<u><u>168,919,609</u></u>	<u><u>139,683,065</u></u>
Contingencies and commitments			
20			
The annexed notes from 1 to 30 form an integral part of this consolidated condensed interim financial information.			


Chairman


Director


Director


Chief Financial
Officer


Managing Director &
Chief Executive
Officer

Adamjee Insurance Company Limited
Consolidated Condensed Interim Profit and Loss Account (Un-audited)
For the Nine Months Ended 30 September 2023

	Note	For three month period ended		For nine month period ended	
		30 September 2023	30 September 2022	30 September 2023	30 September 2022
------(Rupees in thousand)-----					
Net insurance premium	21	10,686,498	9,408,569	31,207,110	26,802,182
Net insurance claims	22	(8,264,846)	(6,784,008)	(23,663,295)	(17,215,779)
Net commission and other acquisition costs	23	(1,287,331)	(1,206,207)	(3,901,546)	(3,656,153)
Insurance claims and acquisition expenses		(9,552,177)	(7,990,215)	(27,564,841)	(20,871,932)
Management expenses		(1,544,306)	(1,286,369)	(4,341,888)	(3,563,768)
Net change in insurance liabilities (other than outstanding claims)		(3,547,507)	(1,882,826)	(8,688,601)	(4,261,595)
Underwriting results		(3,957,492)	(1,750,841)	(9,388,220)	(1,895,113)
Investment income	24	5,072,138	2,259,404	11,557,281	5,593,745
Net fair value gain / (loss) on financial assets at fair value through profit and loss - unrealised		597,978	8,894	253,542	(2,039,025)
Rental income		30,309	25,119	87,140	77,518
Other income		364,186	227,378	1,028,687	733,252
Fair value adjustment to investment property		3,114	4,275	215,488	4,275
Other expenses		(36,834)	(27,194)	(90,126)	(60,578)
Workers' Welfare Fund charge		(40,204)	-	(66,983)	-
Results of operating activities		2,033,195	747,035	3,596,809	2,414,074
Finance cost		(2,386)	(2,319)	(5,140)	(36,241)
Profit from Window Takaful Operations - Operator's Fund (Parent Company)	17	113,780	91,959	335,090	250,472
Profit before tax		2,144,589	836,675	3,926,759	2,628,305
Income tax expense		(907,994)	(269,881)	(1,758,887)	(1,297,950)
Profit after tax for the period		1,236,595	566,794	2,167,872	1,330,355
Profit attributable to:					
Equity holders of the parent		1,209,152	548,045	2,098,245	1,299,629
Non-controlling interest		27,443	18,749	69,627	30,726
		1,236,595	566,794	2,167,872	1,330,355
------(Rupees) -----					
Earnings after tax per share	25	3.45	1.56	5.99	3.71

The annexed notes from 1 to 30 form an integral part of this consolidated condensed interim financial information.



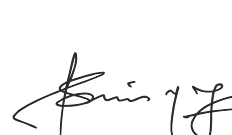
Chairman



Director



Director



Chief Financial
Officer



Managing Director &
Chief Executive
Officer

Adamjee Insurance Company Limited

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

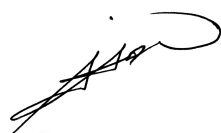
For the Nine Months Ended 30 September 2023

	For three month period ended		For nine month period ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	------(Rupees in thousand)-----			
Profit after tax	1,236,595	566,794	2,167,872	1,330,355
Other comprehensive income				
Items that will not be reclassified subsequently to profit and loss:				
Re-measurement of retirement benefit obligations	-	-	-	(1,932)
Surplus on revaluation of fixed assets - net of tax	191	-	31,393	-
Items that may be reclassified subsequently to profit and loss:				
Unrealized gain / (loss) on 'available-for-sale' investments - net of tax	487,780	(132,994)	1,604,377	(1,712,646)
Reclassification adjustment relating to 'available for sale' investments disposed off during the period - net of tax	5,641	(3,598)	4,985	350,171
Unrealized loss on 'available for sale' investment from Window Takaful Operations - net of tax	-	-	-	(968)
Effect of translation of investment in foreign branches - net	19,402	289,246	659,126	684,070
Total comprehensive income for the period	1,749,609	719,448	4,467,753	649,050
Total comprehensive income attributable to:				
Equity holders of the parent	1,721,693	700,302	4,397,577	618,429
Non-controlling interest	27,916	19,146	70,176	30,621
	1,749,609	719,448	4,467,753	649,050

The annexed notes from 1 to 30 form an integral part of this consolidated condensed interim financial information.



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 Nine Months Ended 30 September 2023

	Nine months ended 30 September 2023	Nine months ended 30 September 2022
	------(Rupees in thousand)-----	
Cash flows from operating activities:		
Underwriting activities		
Insurance premium received	48,115,601	38,621,593
Reinsurance premiums paid	(17,160,466)	(8,909,666)
Claims paid	(31,304,688)	(21,905,320)
Reinsurance and other recoveries received	6,135,385	4,035,532
Commissions paid	(3,944,171)	(3,906,837)
Commissions received	933,409	822,799
Other underwriting payments	(3,288,636)	(3,830,965)
Net cash (outflow) / inflow from underwriting activities	(513,566)	4,927,136
Other operating activities		
Income tax paid	(845,936)	(679,553)
Other operating payments	(152,824)	(128,811)
Loans advanced	(51,376)	(53,991)
Loans instalments received	61,011	46,094
Other operating receipts	57,596	35,941
Net cash outflow for other operating activities	(931,529)	(780,320)
Total cash (outflow) / inflow from all operating activities	(1,445,095)	4,146,816
Cash flows from investing activities:		
Profit / return received	8,173,741	3,935,025
Dividends received	3,365,433	1,668,185
Rentals received	139,201	113,754
Payment for investments/ investment properties	(215,671,714)	(462,721,560)
Proceeds from disposal of investments/ investment properties	209,616,975	450,650,768
Loan to / from policy holder	6,514	2,690
Fixed capital expenditure	(206,129)	(193,227)
Proceeds from disposal of operating fixed assets	34,911	16,024
Total cash inflow / (outflow) for investing activities	5,458,932	(6,528,341)
Cash flows from financing activities:		
Payments against lease liabilities	(15,445)	(29,578)
Dividends paid	(1,284,659)	(1,033,609)
Loan principal and interest expense paid against loan	-	(995,174)
Total cash outflow for financing activities	(1,300,104)	(2,058,361)
Net cash inflow / (outflow) from all activities	2,713,733	(4,439,886)
Cash and cash equivalents at beginning of period	11,784,692	19,480,126
Cash and cash equivalents at end of period	14,498,425	15,040,240

Nine months ended 30 September 2023	Nine months ended 30 September 2022
----- (Rupees in thousand) -----	

Reconciliation to profit and loss account:

Operating cash flows	(1,445,095)	4,146,816
Depreciation and amortization expense	(243,304)	(279,988)
Provision for retirement benefit obligations	(40,621)	(40,961)
Finance cost	(9,023)	(53,883)
Other income - bank balances and term deposits	542,349	214,497
Gain on disposal of fixed assets	12,497	8,904
Rental income	88,045	122,537
Change in assets other than cash	14,123,665	10,665,055
Change in liabilities other than running finance	(17,982,610)	(11,545,605)
Gain on disposal of investments	363,746	236,428
Change in unearned premium	(5,514,296)	(6,183,297)
Provision for impairment in value of 'available-for-sale' investments	(26,931)	(179,501)
Dividend and other investment income	11,710,818	6,007,906
Capital contribution to SHF	-	-
Surplus on revaluation of investment	253,542	(2,039,025)
Profit from Window Takaful Operations	335,090	250,472
Profit after tax	2,167,872	1,330,355

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

Cash and cash equivalents	14,779	37,615
Current and saving accounts	11,533,646	9,577,625
Term deposits	2,950,000	5,425,000
Total cash and cash equivalents	14,498,425	15,040,240

The annexed notes from 1 to 30 form an integral part of this consolidated condensed interim financial information.



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 Nine Months Ended 30 September 2023

	Share capital	Capital reserves				Revenue reserves		Equity attributable to equity holders of the parent	Non-controlling interest	Total	
	Issued, subscribed and paid up	Reserve for exceptional losses	Investment fluctuation reserve	Exchange translation reserve	Fair Value Reserve	Surplus on revaluation of fixed assets	General reserve				Retained earnings
	Rupees in thousand										
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
Transaction between owners	-	-	-	-	532	-	-	343,713	344,245	329,495	673,740
	-	-	-	-	532	-	-	343,713	344,245	329,495	673,740
Profit for the period 01 January 2022 to 30 September 2022	-	-	-	-	-	-	-	1,299,629	1,299,629	30,726	1,330,355
Other comprehensive income for the period 01 January 2022 to 30 September 2022	-	-	-	684,070	(1,363,531)	-	-	(1,739)	(681,200)	(105)	(681,305)
Total comprehensive income for the period	-	-	-	684,070	(1,363,531)	-	-	1,297,890	618,429	30,621	649,050
	3,500,000	22,859	3,764	1,583,953	2,256,131	-	936,500	18,280,036	26,583,243	360,116	26,943,359
Transactions with owners of the Group											
Final cash dividend at Rs. 1.5 per share - 31 December 2021	-	-	-	-	-	-	-	(525,000)	(525,000)	-	(525,000)
Interim cash dividend at Rs. 1.5 per share - 30 June 2022	-	-	-	-	-	-	-	(525,000)	(525,000)	-	(525,000)
Balance as at 30 September 2022 - (Unaudited)	3,500,000	22,859	3,764	1,583,953	2,256,131	-	936,500	17,230,036	25,533,243	360,116	25,893,359
Profit for the period 01 October 2022 to 31 December 2022	-	-	-	-	-	-	-	1,027,596	1,027,596	14,464	1,042,060
Other comprehensive income for the period 01 October 2022 to 31 December 2022	-	-	-	(51,509)	(1,229,630)	-	-	(42,782)	(1,323,921)	248	(1,323,673)
Total comprehensive income for the period	-	-	-	(51,509)	(1,229,630)	-	-	984,814	(296,325)	14,712	(281,613)
Balance as at 31 December 2022 - (Audited)	3,500,000	22,859	3,764	1,532,444	1,026,501	-	936,500	18,214,850	25,236,918	374,828	25,611,746
Profit for the period 01 January 2023 to 30 September 2023	-	-	-	-	-	-	-	2,098,245	2,098,245	69,627	2,167,872
Other comprehensive income for the period 01 January 2023 to 30 September 2023	-	-	-	659,126	1,608,813	31,393	-	-	2,299,332	549	2,299,881
Total comprehensive income for the period	-	-	-	659,126	1,608,813	31,393	-	2,098,245	4,397,577	70,176	4,467,753
	3,500,000	22,859	3,764	2,191,570	2,635,314	31,393	936,500	20,313,095	29,634,495	445,004	30,079,499
Transactions with owners of the Group											
Final cash dividend at Rs. 1.5 per share - 31 December 2022 - Parent	-	-	-	-	-	-	-	(525,000)	(525,000)	-	(525,000)
Interim cash dividend at Rs. 1.5 per share - 30 June 2023 - Parent	-	-	-	-	-	-	-	(525,000)	(525,000)	-	(525,000)
Interim cash dividend at Rs. 1 per share - 30 June 2023 - Subsidiary	-	-	-	-	-	-	-	-	-	(25,000)	(25,000)
Balance as at 30 September 2023 - (Unaudited)	3,500,000	22,859	3,764	2,191,570	2,635,314	31,393	936,500	19,263,095	28,584,495	420,004	29,004,499

The annexed notes from 1 to 30 form an integral part of this consolidated condensed interim financial information.



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 Nine Months Ended 30 September 2023

1 The group and its operations:

1.1 The group comprises of:

	2023 (Holding percentage)	2022
Parent Company		
Adamjee Insurance Company Limited	100%	100%
Subsidiary Company		
Adamjee Life Assurance Company Limited	90%	90%

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 (Previously Companies Ordinance, 1984). The Subsidiary Company was converted to a public limited company on March 4, 2022 and registered itself on Pakistan Stock Exchange. 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 authorization 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 utilized 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.

2 Basis of preparation and statement of compliance

This consolidated condensed interim financial information of the Group for the nine months period ended 30 September 2023 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 this consolidated financial information 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 2022. Comparative condensed interim statement of financial position is stated from annual audited financial statements as of 31 December 2022, 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 nine months period ended 30 September 2022.

Items included in the consolidated financial information are measured using the currency of the primary economic environment in which the Group operates ('the functional currency'). The financial information is 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

This consolidated financial information has 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 2022.

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

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:

(a) 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

(b) all other financial assets

	September 30, 2023				
	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*	4,300,620	-	7,247,805	-	-
Investments in equity securities - available-for-sale	21,258,657	2,788,939	-	-	-
Investment in debt securities	-	-	55,988,389	-	-
Term deposits*	-	-	9,511,780	-	-
Loan secured against life insurance policies	-	-	39,362	-	-
Loans and other receivables*	2,155,790	-	2,484	-	-
Total	27,715,067	2,788,939	72,789,820	-	-

* 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 2022.

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 2022.

		(Unaudited) 30 September 2023	(Audited) 31 December 2022
	Note	Rupees in thousand	
7 Property and equipment			
Operating assets	7.1	5,285,236	5,309,131
Capital work in progress		53,670	29,760
Right of use asset		80,457	121,399
		<u>5,419,363</u>	<u>5,460,290</u>
7.1 Operating assets			
Opening balance - net book value		5,309,131	5,190,298
Additions during the period / year	7.2	151,448	255,232
Less:			
Book value of disposals during the period / year	7.3	(21,824)	(20,533)
Depreciation charged during the period / year		(176,784)	(232,923)
Transfer to investment property		(102,929)	-
Exchange differences and other adjustments		126,194	117,057
		<u>(175,343)</u>	<u>(136,399)</u>
		<u>5,285,236</u>	<u>5,309,131</u>
7.2 Additions during the period / year - cost			
Land and buildings		52,061	26,463
Furniture and fixtures		6,560	13,643
Motor vehicles		54,980	119,731
Machinery and equipment		6,895	11,733
Computer and related accessories		26,296	63,988
Leasehold Improvements		4,656	19,674
		<u>151,448</u>	<u>255,232</u>
7.3 Written down values of property and equipment disposed off during the period / year			
Furniture and fixtures		3,358	169
Motor vehicles		14,250	15,121
Machinery and equipment		471	1,352
Computer and related accessories		584	397
Leasehold Improvements		3,161	3,494
		<u>21,824</u>	<u>20,533</u>
8 Intangible assets			
Opening balance - net book value		131,802	123,465
Additions during the period / year		25,569	33,035
Amortization charged during the period / year		(39,574)	(46,432)
Exchange differences and other adjustments		15,126	21,734
		<u>(24,448)</u>	<u>(24,698)</u>
		<u>132,923</u>	<u>131,802</u>
9 Investment Properties			
Opening balance - net book value		1,757,365	1,259,667
Transfer from property and equipment		102,929	-
Unrealized fair value gain		215,488	497,698
Exchange differences and other adjustments		32,189	-
		<u>2,107,971</u>	<u>1,757,365</u>

10 Investments in equity securities

	30 September 2023 (Unaudited)				31 December 2022 (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	10,358,756	(31)	(1,440,818)	8,917,907	10,029,959	(25,215)	(2,338,500)	7,666,244
Unlisted shares	1,956,956	-	3,191,841	5,148,797	1,056,956	-	1,723,041	2,779,997
	12,315,712	(31)	1,751,023	14,066,704	11,086,915	(25,215)	(615,459)	10,446,241
Others								
Listed shares	5,635,253	(1,971,864)	1,170,378	4,833,767	6,032,460	(1,919,748)	749,646	4,862,358
Unlisted shared	925,360	-	1,396,718	2,322,078	925,360	-	1,396,718	2,322,078
Mutual Funds	49,984	(16,366)	1,835	35,453	161	-	564	725
NIT Units	161	-	494	655	48,979	(16,366)	40	32,653
	6,610,758	(1,988,230)	2,569,425	7,191,953	7,006,960	(1,936,114)	2,146,968	7,217,814
Total - available for sale	18,926,470	(1,988,261)	4,320,448	21,258,657	18,093,875	(1,961,329)	1,531,509	17,664,055
Fair value through profit or loss								
Related parties								
Listed shares	1,668,313	-	172,367	1,840,680	1,297,356	-	(354,418)	942,938
Mutual Funds	4,307,893	-	438,048	4,745,941	6,099,261	-	(695,661)	5,403,600
	5,976,206	-	610,415	6,586,621	7,396,617	-	(1,050,079)	6,346,538
Others								
Listed shares	5,233,416	-	81,662	5,315,078	8,001,073	-	(664,232)	7,336,841
Mutual Funds	747,243	-	(135,340)	611,903	1,612,973	-	1,000,729	2,613,702
	5,980,659	-	(53,678)	5,926,981	9,614,046	-	336,497	9,950,543
Total - fair value through profit or loss	11,956,865	-	556,737	12,513,602	17,010,663	-	(713,582)	16,297,081
Grand Total	30,883,335	(1,988,261)	4,877,185	33,772,259	35,104,538	(1,961,329)	817,927	33,961,136

10.1 5,700,000 (2022 : 5,286,710) shares of MCB Bank Limited and 4,800,000 (2022 : 4,800,000) shares of Fauji Fertilizer Company Limited have been pledged 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)	(Audited)
	30 September	31 December
	2023	2022
Note	Rupees in thousand	
11 Investments in debt securities		
Held to maturity		
Treasury Bills	1,790,006	382,288
	1,790,006	382,288
Fair value through profit or loss		
Term Finance Certificates	1,993,734	2,416,091
Advance against purchase of term finance certificate	100,000	472,000
Corporate Sukuks	1,539,322	1,366,754
Ijarah Sukuks	4,955,174	1,707,959
Treasury Bills	33,599,189	25,456,108
Pakistan Investment Bonds	12,010,964	10,766,171
	54,198,383	42,185,083
	55,988,389	42,567,371
12 Investments in Term Deposits		
Held to maturity		
Deposits maturing within 12 months		
Inside Pakistan		
- related parties	-	1,001,000
- others	2,950,000	1,275,000
	2,950,000	2,276,000
Outside Pakistan		
- related parties	2,062,661	1,849,572
- others	4,415,120	4,710,861
	6,477,781	6,560,433
Deposits maturing after 12 months	9,427,781	8,836,433
Inside Pakistan		
- related parties	8,811	8,811
- others	75,188	75,188
	83,999	83,999
12.1	9,511,780	8,920,432

12.1 These include fixed deposits amounting to Rs. 470,033 thousands (AED 6,000 thousands) [2022: Rs. 369,914 thousands (AED 6,000 thousands)] kept in accordance with the requirements of Insurance Regulations applicable to the UAE branches for the purpose of carrying on business in United Arab Emirates. These also include liens against cash deposits of Rs. 83,999 thousands (2022: Rs. 83,999 thousands) with banks in Pakistan essentially in respect of guarantees issued by the banks on behalf of the Company for claims under litigation filed against the Company and bid bond guarantees.

	(Unaudited) 30 September 2023	(Audited) 31 December 2022
	Rupees in thousand	
13 Loans and other receivables - considered good		
Rent receivable	11,934	13,483
Receivable from related parties	1,250	6
Accrued income	1,280,369	523,857
Security deposits	114,625	111,707
Advances to employees and suppliers	317,444	417,255
Advance agent commission	2,118	4,182
Loans to employees	77,196	87,333
Other receivables	350,181	249,799
Receivable against the sale of investment	3,157	132,912
	2,158,274	1,540,534

14 Insurance / reinsurance receivables - unsecured and considered good		
Due from insurance contract holders	11,971,903	9,437,616
Provision for impairment of receivables from insurance contract holders	(1,677,493)	(1,371,044)
	10,294,410	8,066,572
Due from other insurers / other reinsurers	1,648,677	721,427
Provision for impairment of due from other insurers / reinsurers	(201,302)	(201,302)
	1,447,375	520,125
	11,741,785	8,586,697

14.1 Due from insurance contact holders include an amount of Rs. 576,951 thousands (2022: Rs. 122,492 thousands) held with related parties.

	(Unaudited) 30 September 2023	(Audited) 31 December 2022
	Rupees in thousand	
15 Prepayments		
Prepaid reinsurance premium ceded	11,577,483	6,536,997
Prepaid miscellaneous expenses	273,740	181,397
	11,851,223	6,718,394

16 Cash and bank		
Cash and cash equivalents		
Inside Pakistan		
Cash in hand	1,209	438
Policy stamps, revenue stamps and bond papers	12,058	27,169
	13,267	27,607
Outside Pakistan		
Cash in hand	1,512	-
	14,779	27,607
Cash at bank		
Inside Pakistan		
Current accounts	1,083,668	1,035,834
Savings accounts	7,245,409	6,219,057
	8,329,077	7,254,891
Outside Pakistan		
Current accounts	3,202,173	3,225,294
Savings accounts	2,396	1,900
	3,204,569	3,227,194
	11,533,646	10,482,085
	11,548,425	10,509,692

16.1 Cash at bank includes an amount of Rs. 6,852,456 thousands (2022: Rs. 3,810,174 thousands) held with MCB Bank Limited and MCB Islamic Bank Limited, related parties of the Group.

16.2 Lien of Rs. 592,982 thousands (2022: Rs. 633,240 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 and for claims under litigation filed against the Parent Company.

16.3 Lien of Rs. 163,298 thousands (AED 2,084,505) [(2022: Rs. 159,883 thousands (AED 2,593,295))] is marked on current accounts by the banks as per the instructions issued by the Court in lieu of execution of legal orders in different cases pertaining to claims in United Arab Emirates of the Parent Company.

	(Unaudited)	(Audited)
	30 September	31 December
	2023	2022
	Rupees in thousand	
17 Window Takaful Operations - Parent Company		
Operator's Fund		
Assets		
Cash and bank deposits	15,178	164,215
Qard-e-Hasna to Participant Takaful Fund	221,460	221,460
Investments - Equity securities	281,473	251,052
Investments - Debt securities	125,000	125,000
Investments - Term Deposits	400,000	-
Intangible assets	10,983	6,047
Property and equipment	42,164	46,276
Current assets - others	315,907	235,370
Total Assets	1,412,165	1,049,420
Total Liabilities	557,767	384,973
	For nine month period ended	
	30 September	30 September
	2023	2022
	Rupees in thousand	
Wakala income	610,558	457,782
Commission expense	(203,878)	(114,201)
Management expenses	(187,269)	(142,330)
Investment income	82,553	14,435
Other income	22,661	29,511
Mudarib's share of PTF investment income	12,974	8,135
Other Expenses	(2,509)	(2,860)
Profit before tax	335,090	250,472
Provision for tax	(145,139)	(88,249)
Profit after taxation	189,951	162,223

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.

	(Unaudited)	(Audited)
	30 September	31 December
	2023	2022
	Rupees in thousand	
18 Reserves		
Capital reserves		
Reserves for exceptional losses	22,859	22,859
Investment fluctuation reserves	3,764	3,764
Exchange translation reserves	2,191,570	1,532,444
Fair value reserve	2,635,314	1,026,501
	4,853,507	2,585,568
Revenue reserves		
General reserves	936,500	936,500
	5,790,007	3,522,068
19 Other creditors and accruals		
Agents commission payable	1,451,943	1,394,483
Federal Excise Duty / Sales Tax / VAT	694,680	449,746
Federal Insurance Fee payable	127,170	45,483
Workers' welfare fund	291,489	224,506
Tax deducted at source	148,231	100,398
Accrued expenses	543,522	534,225
Unpaid and unclaimed dividend	175,882	160,541
Payable to employees' provident fund	131	211
Sundry creditors	1,641,889	1,036,967
Payable against the purchase of investment	-	152,701
Payable to related parties	7,849	6,350
	5,082,786	4,105,611

20 Contingencies and commitments

Parent Company

Contingencies and commitments

There has been no significant change in the status of contingencies as reported in the preceding published consolidated annual financial statements of the Parent Company for the year ended 31 December 2022 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. 1,193,900 thousands (2022: Rs. 1,250,357 thousands).
- The Company has issued letter of guarantees amounting to AED 115,000,000 amounting to Rs. 9,008,962 thousands (2022: AED 115,000,000 amounting to Rs. 7,090,026 thousands) relating to UAE branch.

Subsidiary Company

Contingencies

Sales tax on life insurance premium

During the period, there has been no major change in the status of contingencies relating to Punjab Sales Tax ("PST") and Sindh Sales Tax ("SST") on life insurance as disclosed in annual financial statements for the year ended December 31, 2022.

In view of the opinion of the legal advisors, and pending the adjudication of the petitions filed, the Company has neither billed its customers, nor recognised the contingent liability for PST & SST which, calculated on the basis of risk premium and excluding the investment amount allocated to unit linked policies as per the opinion of the legal advisors, aggregated to Rs. 993.15 million (December 31, 2022: Rs. 775.53 million).

The management contends that should the administrative efforts fail, the amount will be charged to the policyholders.

Commitments

Commitments represent ljarah rentals for vehicles payable in future period.

Not later than one year
Later than one year and not later than five years

	(Unaudited)	(Audited)
	30 September	31 December
	2023	2022
	Rupees in thousand	
	76,115	80,066
	123,340	176,989
	199,455	257,055

Commitments represent ljarah rentals for vehicles payable in future period.

Note	For three month period ended		For nine month period ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
	Rupees in thousand			
21 Net insurance premium				
Parent Company				
Written gross premium	15,228,948	11,394,906	32,687,754	26,450,118
Unearned premium reserve opening	15,352,328	13,173,256	14,996,454	11,010,289
Unearned premium reserve closing	(20,510,750)	(17,193,586)	(20,510,750)	(17,193,586)
Currency translation effect	85,966	552,437	1,458,451	1,270,940
Premium earned	10,156,492	7,927,013	28,631,909	21,537,761
Reinsurance premium ceded	(9,616,139)	(6,661,143)	(19,094,312)	(12,471,576)
Prepaid reinsurance premium opening	(7,322,772)	(4,692,620)	(6,536,997)	(4,627,169)
Prepaid reinsurance premium closing	11,577,483	8,071,639	11,577,483	8,071,639
Currency translation effect	(9,232)	(70,819)	(217,462)	(159,280)
Reinsurance expense	(5,370,660)	(3,352,943)	(14,271,288)	(9,186,386)
21.1 & 21.2	4,785,832	4,574,070	14,360,621	12,351,375
Subsidiary Company				
Regular premium / contributions individual policies				
- first year	750,846	678,649	2,094,305	2,294,532
- second year renewal	541,255	697,414	1,787,979	2,013,991
- subsequent years renewal	1,996,308	1,739,498	5,485,562	4,922,460
Single premium / contributions individual policies	2,499,070	1,647,807	7,377,430	5,176,785
Group policies without cash values	409,776	330,624	734,718	588,333
Less: Experience refund	(1,849)	-	(40,098)	(10,194)
	6,195,406	5,093,992	17,439,896	14,985,907
Less: reinsurance premiums / retakaful contributions ceded				
On individual life first year business	(11,938)	(12,996)	(35,423)	(43,267)
On individual life second year business	(8,678)	(10,064)	(27,018)	(28,642)
On individual life subsequent renewal business	(39,152)	(44,818)	(119,238)	(134,350)
On individual life single premium business	(1,491)	(1,698)	(5,074)	(4,993)
On group policies	(233,481)	(189,917)	(409,924)	(323,848)
Profit commission on reinsurance	-	-	3,270	-
	(294,740)	(259,493)	(593,407)	(535,100)
	5,900,666	4,834,499	16,846,489	14,450,807
	10,686,498	9,408,569	31,207,110	26,802,182
21.1 Net insurance premium - Business underwritten inside Pakistan				
Written gross premium	12,122,373	8,683,140	25,552,447	18,381,885
Unearned premium reserve opening	10,276,075	7,478,871	9,454,477	7,393,851
Unearned premium reserve closing	(14,901,048)	(10,935,405)	(14,901,048)	(10,935,405)
Premium earned	7,497,400	5,226,606	20,105,876	14,840,331
Reinsurance premium ceded	(9,161,134)	(6,159,422)	(17,874,271)	(11,091,018)
Prepaid reinsurance premium opening	(6,535,642)	(3,921,729)	(5,699,784)	(4,302,258)
Prepaid reinsurance premium closing	10,828,908	7,165,493	10,828,908	7,165,493
Reinsurance expense	(4,867,868)	(2,915,658)	(12,745,147)	(8,227,783)
	2,629,532	2,310,948	7,360,729	6,612,548
21.2 Net insurance premium - Business underwritten outside Pakistan				
Written gross premium	3,106,575	2,711,766	7,135,307	8,068,233
Unearned premium reserve opening	5,076,253	5,694,385	5,541,977	3,616,438
Unearned premium reserve closing	(5,609,702)	(6,258,181)	(5,609,702)	(6,258,181)
Currency translation effect	85,966	552,437	1,458,451	1,270,940
Premium earned	2,659,092	2,700,407	8,526,033	6,697,430
Reinsurance premium ceded	(455,005)	(501,721)	(1,220,041)	(1,380,558)
Prepaid reinsurance premium opening	(787,130)	(770,891)	(837,213)	(324,911)
Prepaid reinsurance premium closing	748,575	906,146	748,575	906,146
Currency translation effect	(9,232)	(70,819)	(217,462)	(159,280)
Reinsurance expense	(502,792)	(437,285)	(1,526,141)	(958,603)
	2,156,300	2,263,122	6,999,892	5,738,827

	Note	For three month period ended		For nine month period ended	
		30 September 2023	30 September 2022	30 September 2023	30 September 2022
		Rupees in thousand			
22 Net insurance claims expense					
Parent Company					
Claims paid		5,788,221	5,354,864	17,593,137	12,629,067
Outstanding claims including IBNR closing		26,833,898	15,516,140	26,833,898	15,516,140
Outstanding claims including IBNR opening		(25,086,544)	(14,699,148)	(20,726,702)	(12,686,045)
Currency translation effect		(87,521)	(827,144)	(2,317,032)	(1,741,420)
Claims expense		7,448,054	5,344,712	21,383,301	13,717,742
Reinsurance and other recoveries received		(2,268,993)	(2,191,865)	(7,074,025)	(4,703,959)
Reinsurance and other recoveries in respect of outstanding claims closing		(20,803,110)	(10,009,154)	(20,803,110)	(10,009,154)
Reinsurance and other recoveries in respect of outstanding claims opening		18,768,919	9,647,254	15,233,478	7,943,513
Currency translation effect		70,066	455,685	1,309,018	896,871
Reinsurance and other recoveries revenue		(4,233,118)	(2,098,080)	(11,334,639)	(5,872,729)
	22.1 & 22.2	3,214,936	3,246,632	10,048,662	7,845,013
Subsidiary Company					
Gross claims					
Claims under individual policies					
- by death		228,512	140,536	590,973	494,926
- by insured event other than death		1,087	(1,634)	3,216	2,571
- by maturity		1,976,647	1,005,585	5,328,435	2,726,851
- by surrender		2,830,846	2,382,226	7,660,914	6,147,390
Total gross individual policy claims		5,037,092	3,526,713	13,583,538	9,371,738
Claims under group policies					
- by death		51,828	77,215	362,632	268,573
- by insured event other than death		2,475	(2,792)	7,524	3,908
Total gross group policy claims		54,303	74,423	370,156	272,481
Claim related expenses		1,838	1,625	5,660	5,732
Total gross claims		5,093,233	3,602,761	13,959,354	9,649,951
Less: Reinsurance recoveries					
- on individual claims		35,039	24,753	123,581	135,500
- on group claims		8,284	40,632	221,140	143,685
		43,323	65,385	344,721	279,185
		5,049,910	3,537,376	13,614,633	9,370,766
		8,264,846	6,784,008	23,663,295	17,215,779
22.1 Net insurance claims expense - Business underwritten inside Pakistan					
Claim paid		2,157,950	2,579,381	6,037,072	5,850,555
Outstanding claims including IBNR closing		16,302,941	7,510,665	16,302,941	7,510,665
Outstanding claims including IBNR opening		(14,960,418)	(8,006,193)	(12,123,015)	(7,131,251)
Claim expense		3,500,473	2,083,853	10,216,998	6,229,969
Reinsurance and other recoveries received		(888,088)	(1,418,173)	(2,082,991)	(2,381,143)
Reinsurance and other recoveries in respect of outstanding claims closing		(14,227,829)	(5,506,578)	(14,227,829)	(5,506,578)
Reinsurance and other recoveries in respect of outstanding claims opening		13,150,941	6,290,271	10,450,405	5,482,393
Reinsurance and other recoveries revenue		(1,964,976)	(634,480)	(5,860,415)	(2,405,328)
		1,535,497	1,449,373	4,356,583	3,824,641
22.2 Net insurance claims expense - Business underwritten outside Pakistan					
Claim Paid		3,630,271	2,775,483	11,556,065	6,778,512
Outstanding claims including IBNR closing		10,530,957	8,005,475	10,530,957	8,005,475
Outstanding claims including IBNR opening		(10,126,126)	(6,692,955)	(8,603,687)	(5,554,794)
Currency translation effect		(87,521)	(827,144)	(2,317,032)	(1,741,420)
Claim expense		3,947,581	3,260,859	11,166,303	7,487,773
Reinsurance and other recoveries received		(1,380,905)	(773,692)	(4,991,034)	(2,322,816)
Reinsurance and other recoveries in respect of outstanding claims closing		(6,575,281)	(4,502,576)	(6,575,281)	(4,502,576)
Reinsurance and other recoveries in respect of outstanding claims opening		5,617,978	3,356,983	4,783,073	2,461,120
Currency translation effect		70,066	455,685	1,309,018	896,871
Reinsurance and other recoveries revenue		(2,268,142)	(1,463,600)	(5,474,224)	(3,467,401)
		1,679,439	1,797,259	5,692,079	4,020,372

Note	For three month period ended		For nine month period ended	
	30 September	30 September	30 September	30 September
	2023	2022	2023	2022
Rupees in thousand				
23 Net commission and other acquisition costs				
Parent Company				
Commission paid or payable	1,127,162	1,023,254	2,459,543	2,797,232
Deferred commission expense opening	1,292,025	1,568,054	1,489,080	1,055,480
Deferred commission expense closing	(1,599,823)	(1,947,803)	(1,599,823)	(1,947,803)
Currency translation effect	17,470	102,004	273,457	238,993
Net commission	836,834	745,509	2,622,257	2,143,902
Commission received or recoverable	(548,408)	(380,865)	(933,409)	(822,799)
Unearned reinsurance commission opening	(304,394)	(273,652)	(365,610)	(241,094)
Unearned reinsurance commission closing	587,545	457,349	587,545	457,349
Currency translation effect	(823)	(3,103)	(11,294)	(7,314)
Commission from reinsurance	(266,080)	(200,271)	(722,768)	(613,858)
	570,754	545,238	1,899,489	1,530,044
	23.1 & 23.2			
Subsidiary Company				
Remuneration to insurance / takaful intermediaries on individual policies:				
- Commission on first year contribution / premium	244,665	253,116	720,655	897,495
- Commission on second year contribution / premium	30,972	40,617	105,426	110,209
- Commission on subsequent years renewal contribution / premium	43,071	39,647	119,736	108,125
- Commission on single contribution / premium	83,085	47,856	221,925	148,072
- Other benefits to insurance intermediaries	97,304	78,102	241,597	270,977
	499,097	459,338	1,409,339	1,534,878
Remuneration to insurance intermediaries on group policies:				
- Commission	6,177	2,932	14,855	12,058
- Other benefits to insurance intermediaries	264	419	2,330	2,400
	6,441	3,351	17,185	14,458
Other acquisition costs	211,039	198,280	575,533	576,773
	716,577	660,969	2,002,057	2,126,109
	1,287,331	1,206,207	3,901,546	3,656,153
23.1 Net commission and other acquisition costs - Business underwritten inside Pakistan				
Commission paid or payable	551,460	525,455	1,180,637	1,235,126
Deferred commission expense opening	382,054	466,365	447,607	393,554
Deferred commission expense closing	(567,061)	(753,769)	(567,061)	(753,769)
Net commission	366,453	238,051	1,061,183	874,911
Commission received or recoverable	(515,931)	(356,601)	(862,911)	(744,002)
Unearned reinsurance commission opening	(262,786)	(228,811)	(323,930)	(239,650)
Unearned reinsurance commission closing	534,099	402,931	534,099	402,931
Commission from reinsurance	(244,618)	(182,481)	(652,742)	(580,721)
	121,835	55,570	408,441	294,190
23.2 Net commission and other acquisition costs - Business underwritten outside Pakistan				
Commission paid or payable	575,702	497,799	1,278,906	1,562,106
Deferred commission expense opening	909,971	1,101,689	1,041,473	661,926
Deferred commission expense closing	(1,032,762)	(1,194,034)	(1,032,762)	(1,194,034)
Currency translation effect	17,470	102,004	273,457	238,993
Net commission	470,381	507,458	1,561,074	1,268,991
Commission received or recoverable	(32,477)	(24,264)	(70,498)	(78,797)
Unearned reinsurance commission opening	(41,608)	(44,841)	(41,680)	(1,444)
Unearned reinsurance commission closing	53,446	54,418	53,446	54,418
Currency translation effect	(823)	(3,103)	(11,294)	(7,314)
Commission from reinsurance	(21,462)	(17,790)	(70,026)	(33,137)
	448,919	489,668	1,491,048	1,235,854

	<u>For three month period ended</u>		<u>For nine month period ended</u>	
	<u>30 September</u>	<u>30 September</u>	<u>30 September</u>	<u>30 September</u>
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	Rupees in thousand			
24 Investment income				
<u>Business underwritten Inside Pakistan</u>				
Income from equity securities				
Dividend Income				
- Available for sale	1,436,907	532,069	2,525,595	1,413,189
- Fair value through profit or loss	194,388	157,639	706,764	447,900
	1,631,295	689,708	3,232,359	1,861,089
Income from debt securities				
Return on debt securities				
- Fair value through profit or loss	209,590	169,420	578,857	428,315
- Held to maturity	67,807	22,112	158,346	43,280
	277,397	191,532	737,203	471,595
Return on government securities				
- Available for Sale	9,099	5,692	15,837	14,671
- Fair value through profit or loss	2,718,030	1,114,566	6,583,721	2,503,806
	2,727,129	1,120,258	6,599,558	2,518,477
Income from term deposit receipts				
- Held to maturity	170,266	198,515	405,160	596,480
	170,266	198,515	405,160	596,480
Net realized fair value gains on investments				
Available for sale				
- Equity securities	(4,843)	9,118	(30,491)	21,038
- Government securities	-	(5,941)	-	(5,950)
	(4,843)	3,177	(30,491)	15,088
Fair value through profit or loss				
- Equity securities	214,917	7,173	558,473	245,930
- Debt securities	(330)	-	(15,272)	-
- Government securities	(59,838)	13,172	(148,964)	(24,590)
	154,749	20,345	394,237	221,340
Reversal / (provision) of impairment in value of 'available-for-sale' investments	13,086	-	(26,931)	(179,501)
	4,969,079	2,223,535	11,311,095	5,504,568
<u>Business underwritten Outside Pakistan</u>				
Income from equity securities				
Dividend income				
- Available for Sale	-	-	-	106
	-	-	-	106
Return on term deposits				
- Held to maturity	103,059	35,869	246,186	89,071
	103,059	35,869	246,186	89,071
	103,059	35,869	246,186	89,177
Total investment income	5,072,138	2,259,404	11,557,281	5,593,745

For three month period ended		For nine month period ended	
30 September	30 September	30 September	30 September
2023	2022	2023	2022

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

	1,209,152	548,045	2,098,245	1,299,629
	Number of shares		Number of shares	
Weighted average number of ordinary shares	350,000,000	350,000,000	350,000,000	350,000,000
	Rupees		Rupees	
Earnings per share - basic and diluted	3.45	1.56	5.99	3.71

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 these 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.

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

	For nine month period ended	
	30 September	30 September
	2023	2022
Rupees in thousand		
Parent Company		
i) Transactions		
Premiums underwritten	2,157,050	1,920,562
Premiums received	1,451,453	1,603,795
Claims paid	562,599	496,688
Commission Paid	26,612	30,214
Fee / service charges / expenses received / receivable	20,423	15,375
Rent paid	13,898	8,145
Rent received	79,203	49,540
Loan repaid	-	906,978
Interest on loan paid	-	43,379
Dividends received	1,832,286	700,051
Dividends paid	312,287	216,693
Income on bank deposits	225,434	57,138
Investments made	641	252,615
Fee / service charges paid	11,236	7,641
Security deposit received	-	-
Charge in respect of gratuity expense	27,262	31,874
Contribution to Employees' Provident Fund	31,852	30,923
Compensation paid to Key management personnel	1,403,987	1,151,695
	(Unaudited)	(Audited)
	30 September	31 December
	2023	2022
Rupees in thousand		
ii) Period end balances		
Balances receivable	577,332	134,023
Balances payable	450,513	370,730
Cash and bank balances including term deposits	5,512,246	3,817,401
Payable to Staff Gratuity Fund	62,517	70,255

Subsidiary Company	For nine month period ended	
	30 September	30 September
	2023	2022
	Rupees in thousand	
i) Transactions		
Associated undertakings		
Premium written	64,768	292,557
Claims expense	50,176	133,509
Commission and other incentives in respect of bancassurance	965,976	963,897
Profit on bank deposits	342,536	145,050
Bank charges	7,983	2,862
Investments purchased	4,160,148	24,086,906
Investments sold	5,764,972	23,016,502
Dividend income	207,844	136,345
Borrowings repaid	-	44,817
Others	8,157	-
Other related parties		
Premium written	304,443	8,506
Claims expense	119,365	-
Investment advisor fee	28,403	28,594
Trustee fee	7,033	6,883
Key management personnel		
Board meeting fee	761	305
Remuneration	151,073	129,476
Advances given to key management personnel's	7,750	1,093
Recoveries against advances to key management personnel's	3,420	-
Staff retirement benefit plan (gratuity fund)		
Charge for the period	34,274	32,118
	(Unaudited)	(Audited)
	30 September	31 December
	2023	2022
	Rupees in thousand	
ii) Period end balances		
Associated undertakings		
Premium due but unpaid	9,271	14,106
Bank deposits	3,411,682	1,851,156
Investments held	6,586,621	7,348,266
Dividend receivables	-	26,788
Accrued Income	-	41,548
Commission payable	263,111	334,192
Claims payable	5,024	-
Other related parties		
Premium due but unpaid	3,514	5,278
investment portfolio	8,562	6,934
Remuneration payable to trustee	1,183	1,192
Key management personnel		
Short term loans	6,427	3,732
Staff Retirement Benefit Plan (Gratuity Fund)		
(Payable) / receivable to gratuity fund	(10,880)	(4,866)

27 Segment Information

For general insurance, each class of business has been identified as reportable segment whereas, for life insurance the statutory funds are treated as reportable segments. The Group conducts general insurance business both inside and outside Pakistan while life assurance is conducted only in Pakistan.

Nine Months Ended 30 September 2023															
General Insurance													Life Insurance	Aggregate	
Fire and property damage		Marine, aviation and transport		Motor		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)	19,741,203	30,510	2,157,416	31,419	3,132,277	5,877,512	2,712,637	1,540,402	1,325,813	12,913	29,069,346	7,492,756	36,562,102	17,439,896	54,001,998
Less: Federal excise duty / VAT	(2,429,521)	(1,916)	(243,999)	(1,608)	(382,849)	(279,882)	(76,621)	(73,352)	(133,912)	(615)	(3,266,902)	(357,373)	(3,624,275)	-	(3,624,275)
Federal insurance fee	(167,606)	(61)	(17,429)	(15)	(27,501)	-	(25,970)	-	(11,491)	-	(249,997)	(76)	(250,073)	-	(250,073)
	17,144,076	28,533	1,895,988	29,796	2,721,927	5,597,630	2,610,046	1,467,050	1,180,410	12,298	25,552,447	7,135,307	32,687,754	17,439,896	50,127,650
Gross written premium (inclusive of administrative surcharge)	17,144,076	28,533	1,895,988	29,796	2,721,927	5,597,630	2,610,046	1,467,050	1,180,410	12,298	25,552,447	7,135,307	32,687,754	17,439,896	50,127,650
Gross direct premium	17,129,466	28,435	1,872,521	29,785	2,636,242	5,594,403	2,608,234	1,467,050	1,140,196	12,258	25,386,659	7,131,931	32,518,590	17,439,896	49,958,486
Facultative inward premium	(1,072)	-	-	-	-	-	-	-	29,114	-	28,042	-	28,042	-	28,042
Administrative surcharge	15,682	98	23,467	11	85,685	3,227	1,812	-	11,100	40	137,746	3,376	141,122	-	141,122
	17,144,076	28,533	1,895,988	29,796	2,721,927	5,597,630	2,610,046	1,467,050	1,180,410	12,298	25,552,447	7,135,307	32,687,754	17,439,896	50,127,650
Insurance premium earned	12,056,258	23,988	1,816,094	24,691	2,714,452	6,492,003	2,481,770	1,975,791	1,037,302	9,560	20,105,876	8,526,033	28,631,909	17,439,896	46,071,805
Insurance premium ceded to reinsurers	(11,247,520)	(20,506)	(978,675)	-	(52,908)	(419,064)	-	(1,078,631)	(466,044)	(7,940)	(12,745,147)	(1,526,141)	(14,271,288)	(593,407)	(14,864,695)
Net insurance premium	808,738	3,482	837,419	24,691	2,661,544	6,072,939	2,481,770	897,160	571,258	1,620	7,360,729	6,999,892	14,360,621	16,846,489	31,207,110
Commission income	581,479	4,290	2,175	-	4,289	63,953	-	64,799	1,783	652,742	70,026	722,768	-	722,768	-
Net underwriting income	1,390,217	7,772	839,594	24,691	2,665,833	6,136,892	2,481,770	897,160	636,057	3,403	8,013,471	7,069,918	15,083,389	16,846,489	31,929,878
Insurance claims	(5,901,420)	(869,767)	(566,869)	4,982	(1,227,240)	(8,677,894)	(2,239,894)	(1,623,740)	(281,575)	116	(10,216,998)	(11,166,303)	(21,383,301)	(13,959,354)	(35,342,655)
Insurance claim recoveries from reinsurer	5,512,091	782,806	228,258	(241)	950	3,545,438	-	1,145,759	119,116	462	5,860,415	5,474,224	11,334,639	344,721	11,679,360
Net claims	(389,329)	(86,961)	(338,611)	4,741	(1,226,290)	(5,132,456)	(2,239,894)	(477,981)	(162,459)	578	(4,356,583)	(5,692,079)	(10,048,662)	(13,614,633)	(23,663,295)
Commission expense	(499,376)	(1,420)	(136,253)	(2,414)	(238,804)	(1,328,267)	(80,353)	(228,844)	(106,397)	(129)	(1,061,183)	(1,561,074)	(2,622,257)	(2,002,057)	(4,624,314)
Management expense	(401,061)	(1,398)	(346,194)	(22,431)	(982,322)	(975,753)	(123,767)	(172,287)	(203,054)	(758)	(2,056,398)	(1,172,627)	(3,229,025)	(1,112,863)	(4,341,888)
Net insurance claims and expenses	(1,289,766)	(89,779)	(821,058)	(20,104)	(2,447,416)	(7,436,476)	(2,444,014)	(879,112)	(471,910)	(309)	(7,474,164)	(8,425,780)	(15,899,944)	(16,729,553)	(32,629,497)
Net change in insurance liabilities (other than outstanding claims)	-	-	-	-	-	-	-	-	-	-	-	-	-	(8,688,601)	(8,688,601)
Underwriting result	100,451	(82,007)	18,536	4,587	218,417	(1,299,584)	37,756	18,048	164,147	3,094	539,307	(1,355,862)	(816,555)	(8,571,665)	(9,388,220)
Net investment income											2,617,753	246,186	2,863,939	8,693,342	11,557,281
Net fair value loss on financial assets at fair value through profit or loss											-	-	-	253,542	253,542
Rental income											84,573	2,567	87,140	-	87,140
Other income											268,545	102,782	371,327	657,360	1,028,687
Fair value adjustment to investment property											70,349	145,139	215,488	-	215,488
Other expenses											(54,831)	(18,722)	(73,553)	(16,573)	(90,126)
Finance Cost											(2,938)	-	(2,938)	(2,202)	(5,140)
Workers' Welfare Fund charge											(66,983)	-	(66,983)	-	(66,983)
Profit from Window Takaful Operations											335,090	-	335,090	-	335,090
Profit before tax											3,790,865	(877,910)	2,912,955	1,013,804	3,926,759

30 September 2023															
General Insurance													Life Insurance	Aggregate	
Fire and property damage		Marine, aviation and transport		Motor		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	29,900,141	851,758	1,094,530	11,349	1,384,345	7,824,791	1,051,089	1,453,431	2,068,549	28,477	35,498,654	10,169,806	45,668,460	75,541,463	121,209,923
Unallocated assets											33,712,840	11,331,044	45,043,884	2,665,802	47,709,686
											69,211,494	21,500,850	90,712,344	78,207,265	168,919,609
Segment Liabilities	30,412,443	944,363	1,482,261	41,367	3,116,333	14,183,859	2,819,950	1,801,973	2,760,400	31,752	40,591,387	17,003,314	57,594,701	73,915,554	131,510,255
Unallocated Liabilities											6,190,364	1,956,596	8,146,960	257,895	8,404,855
											46,781,751	18,959,910	65,741,661	74,173,449	139,915,110

27.1 Segment Information

For general insurance, each class of business has been identified as reportable segment whereas, for life insurance the statutory funds are treated as reportable segments. The Group conducts general insurance business both inside and outside Pakistan while life assurance is conducted only in Pakistan.

Nine Months Ended 30 September 2022															
General Insurance													Life Insurance	Aggregate	
Fire and property damage		Marine, aviation and transport		Motor		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)	12,459,210	21,825	1,872,099	16,712	3,168,529	6,609,407	2,162,324	1,815,923	1,168,488	8,197	20,830,650	8,472,064	29,302,714	14,985,907	44,288,621
Less: Federal excise duty / VAT	(1,535,929)	(1,333)	(207,204)	(854)	(380,292)	(314,734)	(20,675)	(86,473)	(120,608)	(390)	(2,264,708)	(403,784)	(2,668,492)	-	(2,668,492)
Federal insurance fee	(107,473)	(39)	(16,591)	(8)	(27,892)	-	(21,414)	-	(10,687)	-	(184,057)	(47)	(184,104)	-	(184,104)
	10,815,808	20,453	1,648,304	15,850	2,760,345	6,294,673	2,120,235	1,729,450	1,037,193	7,807	18,381,885	8,068,233	26,450,118	14,985,907	41,436,025
Gross written premium (inclusive of administrative surcharge)	10,815,808	20,453	1,648,304	15,850	2,760,345	6,294,673	2,120,235	1,729,450	1,037,193	7,807	18,381,885	8,068,233	26,450,118	14,985,907	41,436,025
Gross direct premium	10,766,378	20,387	1,621,847	15,850	2,663,068	6,273,890	2,118,412	1,729,450	999,575	7,785	18,169,280	8,047,362	26,216,642	14,985,907	41,202,549
Facultative inward premium	34,401	-	1,117	-	82	-	-	-	27,172	-	62,772	-	62,772	-	62,772
Administrative surcharge	15,029	66	25,340	-	97,195	20,783	1,823	-	10,446	22	149,833	20,871	170,704	-	170,704
	10,815,808	20,453	1,648,304	15,850	2,760,345	6,294,673	2,120,235	1,729,450	1,037,193	7,807	18,381,885	8,068,233	26,450,118	14,985,907	41,436,025
Insurance premium earned	7,905,742	18,235	1,584,083	26,287	2,568,442	5,424,940	1,851,128	1,221,091	930,936	6,877	14,840,331	6,697,430	21,537,761	14,985,907	36,523,668
Insurance premium ceded to reinsurers	(7,131,003)	(13,470)	(628,287)	(459)	(37,671)	(255,311)	-	(685,504)	(430,822)	(3,859)	(8,227,783)	(958,603)	(9,186,386)	(535,100)	(9,721,486)
Net insurance premium	774,739	4,765	955,796	25,828	2,530,771	5,169,629	1,851,128	535,587	500,114	3,018	6,612,548	5,738,827	12,351,375	14,450,807	26,802,182
Commission income	494,550	3,001	3,126	-	2,524	27,620	-	-	80,521	2,516	580,721	33,137	613,858	-	613,858
Net underwriting income	1,269,289	7,766	958,922	25,828	2,533,295	5,197,249	1,851,128	535,587	580,635	5,534	7,193,269	5,771,964	12,965,233	14,450,807	27,416,040
Insurance claims	(2,617,835)	(764)	(330,905)	(2,811)	(1,319,857)	(6,465,827)	(1,643,241)	(1,018,693)	(318,131)	322	(6,229,969)	(7,487,773)	(13,717,742)	(9,649,951)	(23,367,693)
Insurance claim recoveries from reinsurer	2,198,002	756	(31,098)	166	122,895	2,745,311	-	721,827	115,529	(659)	2,405,328	3,467,401	5,872,729	279,185	6,151,914
Net claims	(419,833)	(8)	(362,003)	(2,645)	(1,196,962)	(3,720,516)	(1,643,241)	(296,866)	(202,602)	(337)	(3,824,641)	(4,020,372)	(7,845,013)	(9,370,766)	(17,215,779)
Commission expense	(400,780)	(2,458)	(137,088)	(4,546)	(196,366)	(1,125,356)	(48,964)	(136,449)	(91,713)	(182)	(874,911)	(1,268,991)	(2,143,902)	(2,126,109)	(4,270,011)
Management expense	(357,824)	(1,718)	(365,898)	(9,421)	(857,410)	(750,929)	(111,149)	(124,967)	(163,125)	(1,392)	(1,855,406)	(888,427)	(2,743,833)	(819,935)	(3,563,768)
Net insurance claims and expenses	(1,178,437)	(4,184)	(864,989)	(16,612)	(2,250,738)	(5,596,801)	(1,803,354)	(558,282)	(457,440)	(1,911)	(6,554,958)	(6,177,790)	(12,732,748)	(12,316,810)	(25,049,558)
Net change in insurance liabilities (other than outstanding claims)	-	-	-	-	-	-	-	-	-	-	-	-	-	(4,261,595)	(4,261,595)
Underwriting result	90,852	3,582	93,933	9,216	282,557	(399,552)	47,774	(22,695)	123,195	3,623	638,311	(405,826)	232,485	(2,127,598)	(1,895,113)
Net investment income											1,300,132	89,177	1,389,309	4,204,436	5,593,745
Net fair value loss on financial assets at fair value through profit or loss											-	-	-	(2,039,025)	(2,039,025)
Fair value adjustment to investment property											-	-	-	4,275	4,275
Rental income											75,897	1,621	77,518	-	77,518
Other income											111,780	62,741	174,521	558,731	733,252
Other expenses											(44,049)	(12,588)	(56,637)	(3,941)	(60,578)
Finance Cost											(32,332)	(1,482)	(33,814)	(2,427)	(36,241)
Profit from Window Takaful Operations											250,472	-	250,472	-	250,472
Profit before tax											2,300,211	(266,357)	2,033,854	594,451	2,628,305

31 December 2022															
General Insurance													Life Insurance	Aggregate	
Fire and property damage		Marine, aviation and transport		Motor		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	18,159,470	30,234	898,705	4,550	1,545,592	6,549,649	992,218	1,487,171	2,099,230	18,751	23,695,215	8,090,355	31,785,570	66,115,952	97,901,522
Unallocated assets											28,031,246	10,967,376	38,998,622	2,782,921	41,781,543
											51,726,461	19,057,731	70,784,192	68,898,873	139,683,065
Segment Liabilities	18,934,925	35,283	1,305,146	32,906	3,287,709	13,023,403	2,508,776	1,974,799	2,564,035	21,441	28,600,591	15,087,832	43,688,423	64,974,743	108,663,166
Unallocated Liabilities											3,666,489	1,481,609	5,148,098	260,055	5,408,153
											32,267,080	16,569,441	48,836,521	65,234,798	114,071,319

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 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.

		30 September 2023										
		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	13,787,782	-	12,513,602	-	-	26,301,384	26,301,384	-	-	26,301,384
	Equity securities- unquoted	10	7,470,875	-	-	-	-	7,470,875	-	-	7,470,875	7,470,875
	Debt securities	11	-	-	54,198,383	-	-	54,198,383	-	54,198,383	-	54,198,383
	Investments of Window Takaful Operations - Operator's Fund	17	281,473	-	-	-	-	281,473	281,473	-	-	281,473
Financial assets - not measured at fair value												
	Debt securities	11	-	1,790,006	-	-	-	1,790,006	-	1,790,006	-	1,790,006
	Debt securities of Window Takaful Operations - Operator's Fund	17	-	125,000	-	-	-	125,000	-	125,000	-	125,000
	Loans and other receivables *	13	-	-	1,838,712	-	-	1,838,712	-	-	-	1,838,712
	Loan secured against life insurance policies*		-	-	39,362	-	-	39,362	-	-	-	39,362
	Investment - Term deposits*	12	-	9,511,780	-	-	-	9,511,780	-	-	-	9,511,780
	Investment - Term deposits of Window Takaful Operations - Operator's Fund*	17	-	400,000	-	-	-	400,000	-	-	-	400,000
	Insurance / reinsurance receivables - unsecured and considered good *	14	-	-	11,741,785	-	-	11,741,785	-	-	-	11,741,785
	Reinsurance recoveries against outstanding claims *		-	-	20,447,441	-	-	20,447,441	-	-	-	20,447,441
	Cash and bank *	16	-	-	-	11,548,425	-	11,548,425	-	-	-	11,548,425
	Other Assets of Window Takaful Operations - Operator's Fund*	17	-	-	537,367	15,178	-	552,545	-	-	-	552,545
			21,540,130	11,826,786	66,711,985	34,604,667	11,563,603	146,247,171	26,582,857	56,113,389	7,470,875	90,167,121
Financial liabilities - not measured at fair value												
Underwriting provisions:												
	Outstanding claims (including IBNR)*	22	-	-	-	-	26,833,898	26,833,898	-	-	-	26,833,898
	Insurance / reinsurance payables *		-	-	-	-	9,305,623	9,305,623	-	-	-	9,305,623
	Other creditors and accruals and other liabilities*	19	-	-	-	-	3,821,216	3,821,216	-	-	-	3,821,216
	Deposits and other liabilities*		-	-	-	-	585,947	585,947	-	-	-	585,947
	Total liabilities of Window Takaful Operations- Operator's Fund*	17	-	-	-	-	557,767	557,767	-	-	-	557,767
			-	-	-	-	41,104,451	41,104,451	-	-	-	41,104,451

* 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

		31 December 2022														
Note	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					
Rupees in thousand																
Financial assets - measured at fair value																
Investment																
	Equity securities- quoted	10	12,561,980	-	16,297,081	-	-	-	-	-	28,859,061	28,859,061	-	-	-	28,859,061
	Equity securities- unquoted	10	5,102,075	-	-	-	-	-	-	-	5,102,075	-	-	5,102,075	-	5,102,075
	Debt securities	11	-	-	42,185,083	-	-	-	-	-	42,185,083	-	42,185,083	-	-	42,185,083
	Investments of Window Takaful Operations - Operator's Fund	17	251,052	-	-	-	-	-	-	-	251,052	251,052	-	-	-	251,052
Financial assets - not measured at fair value																
	Debt securities	11	-	382,288	-	-	-	-	-	-	382,288	-	382,288	-	-	382,288
	Debt securities of Window Takaful Operations - Operator's Fund	17	-	125,000	-	-	-	-	-	-	125,000	-	125,000	-	-	125,000
	Loans and other receivables*	13	-	-	-	1,119,097	-	-	-	-	1,119,097	-	-	-	-	-
	Loan secured against life insurance policies*		-	-	-	42,163	-	-	-	-	42,163	-	-	-	-	-
	Investment - Term deposits*	12	-	8,920,432	-	-	-	-	-	-	8,920,432	-	-	-	-	-
	Insurance / reinsurance receivables															
	- unsecured and considered good *	14	-	-	-	8,586,697	-	-	-	-	8,586,697	-	-	-	-	-
	Reinsurance recoveries against outstanding claims *		-	-	-	14,873,098	-	-	-	-	14,873,098	-	-	-	-	-
	Cash and bank *	16	-	-	-	-	10,509,692	-	-	-	10,509,692	-	-	-	-	-
	Other Assets of Window Takaful Operations - Operator's Fund*	17	-	-	-	456,830	164,215	-	-	-	621,045	-	-	-	-	-
			17,915,107	9,427,720	58,482,164	25,077,885	10,673,907	-	-	-	121,576,783	29,110,113	42,692,371	5,102,075	-	76,904,559
Financial liabilities - not measured at fair value																
Underwriting provisions:																
	Outstanding claims (including IBNR)*	22	-	-	-	-	-	20,726,702	-	-	20,726,702	-	-	-	-	-
	Insurance / reinsurance payables *		-	-	-	-	-	7,134,481	-	-	7,134,481	-	-	-	-	-
	Other creditors and accruals and other liabilities*	19	-	-	-	-	-	3,285,478	-	-	3,285,478	-	-	-	-	-
	Deposits and other liabilities*		-	-	-	-	-	627,014	-	-	627,014	-	-	-	-	-
	Total liabilities of Window Takaful Operations- Operator's Fund*	17	-	-	-	-	-	384,973	-	-	384,973	-	-	-	-	-
			-	-	-	-	-	32,158,648	-	-	32,158,648	-	-	-	-	-

* 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 October 26, 2023 by the Board of Directors of the Parent Company.

30 General

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

30.2 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

NINE MONTHS ENDED
30 SEPTEMBER 2023

Adamjee Insurance Company Limited
Window Takaful Operations
Condensed Interim Statement of Financial Position (Unaudited)
As at September 30, 2023

	Note	Operator's Takaful Fund		Participants' Takaful Fund	
		September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
		Rupees in thousand		Rupees in thousand	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
ASSETS					
Qard-e-Hasna to Participants' Takaful Fund					
		221,460	221,460	-	-
Property and equipment	7	42,164	46,276	-	-
Intangible assets	8	10,983	6,047	-	-
Investments					
Equity securities	9	281,473	251,052	377,943	147,762
Debt securities	10	125,000	125,000	-	37,500
Term Deposits	11	400,000	-	600,000	150,000
Loans and other receivables	12	12,383	14,617	203,598	161,165
Takaful / re - takaful receivables	13	-	-	750,830	653,424
Re - takaful recoveries against outstanding claims		-	-	142,570	147,898
Salvage recoveries accrued		-	-	81,244	78,872
Wakala and mudarib fee receivable		227,779	146,414	-	-
Deferred wakala fee	24	-	-	-	-
Deferred commission expense	23	75,745	74,339	-	-
Prepayments	14	-	-	245,377	144,099
Cash and bank	15	15,178	164,215	273,402	619,465
		1,190,705	827,960	2,674,964	2,140,185
TOTAL ASSETS		1,412,165	1,049,420	2,674,964	2,140,185
FUNDS AND LIABILITIES					
Funds attributable to Operator's and Participants'					
Operator's Takaful Fund					
Statutory fund		50,000	50,000	-	-
Unappropriated profit		804,398	614,447	-	-
		854,398	664,447	-	-
Waqf / Participants' Takaful Fund					
Ceded money		-	-	500	500
Reserves		-	-	7,515	-
Accumulated surplus		-	-	220,484	199,477
		-	-	228,499	199,977
Qard-e-Hasna from Operator's Takaful Fund		-	-	221,460	221,460
Liabilities					
Underwriting provisions					
Outstanding claims including IBNR	21	-	-	627,294	524,563
Unearned contribution reserve	19	-	-	817,801	663,817
Unearned retakaful rebate	20	-	-	44,679	25,251
Contribution deficiency reserve		-	-	14,488	14,488
Retirement benefit obligations		3,878	3,878	-	-
Deferred taxation		1,009	1,431	4,805	-
Contribution received in advance		-	-	60,798	72,759
Takaful / re - takaful payables	16	-	-	352,724	186,586
Wakala and mudarib fee payable		-	-	227,775	146,414
Unearned wakala fee	24	332,698	274,883	-	-
Other creditors and accruals	17	162,041	93,443	40,847	76,028
Taxation - provision less payments		58,141	11,338	33,794	8,842
Total Liabilities		557,767	384,973	2,225,005	1,718,748
TOTAL FUNDS AND LIABILITIES		1,412,165	1,049,420	2,674,964	2,140,185
Contingencies and commitments	18				

The annexed notes from 1 to 34 form an integral part of these condensed interim financial statements.

Chairman

Director

Director

Chief Financial
Officer

Managing Director &
Chief Executive
Officer

Adamjee Insurance Company Limited
Window Takaful Operations
Condensed Interim Statement of Profit and Loss Account (Unaudited)
For the nine months period ended September 30, 2023

Note	For three months period ended		For nine months period ended	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	Rupees in thousand		Rupees in thousand	
PARTICIPANTS' TAKAFUL FUND - REVENUE ACCOUNT				
Contributions earned	543,136	397,822	1,549,915	1,112,465
Contributions ceded to retakaful	(128,288)	(98,943)	(342,058)	(299,551)
Net contribution revenue	414,848	298,879	1,207,857	812,914
Retakaful rebate earned	25,275	18,053	61,552	52,951
Net underwriting income	440,123	316,932	1,269,409	865,865
Net takaful claims - reported / settled	(483,126)	(326,778)	(1,273,656)	(901,920)
Other direct expenses	(10,688)	(12,923)	(36,448)	(35,789)
Surplus / (deficit) before investment income	(53,691)	(22,769)	(40,695)	(71,844)
Investment income	26,001	21,379	64,868	40,673
Other income	18,960	11,323	56,073	33,658
Mudarib's share of investment income	(5,201)	(4,276)	(12,974)	(8,135)
Surplus / (deficit) before taxation	(13,931)	5,657	67,272	(5,648)
Taxation expense	(27,744)	(9,381)	(46,265)	(23,391)
Surplus / (deficit) after taxation	(41,675)	(3,724)	21,007	(29,039)
OPERATOR'S TAKAFUL FUND - REVENUE ACCOUNT				
Wakala fee	212,810	165,293	610,558	457,782
Commission expense	(80,610)	(45,981)	(203,878)	(114,201)
General, administrative and management expenses	(63,005)	(50,241)	(187,269)	(142,330)
	69,195	69,071	219,411	201,251
Other income	2,745	12,204	22,661	29,511
Mudarib's share of PTF investment income	5,201	4,276	12,974	8,135
Investment income	37,601	7,178	82,553	14,435
Direct expenses	(962)	(770)	(2,509)	(2,860)
Profit before taxation	113,780	91,959	335,090	250,472
Taxation expense	(38,601)	(30,347)	(145,139)	(88,249)
Profit after taxation	75,179	61,612	189,951	162,223

The annexed notes from 1 to 34 form an integral part of these 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 nine months period ended September 30, 2023

	For three months period ended		For nine months period ended	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	Rupees in thousand		Rupees in thousand	
PARTICIPANTS' TAKAFUL FUND				
Surplus / (deficit) after taxation	(41,675)	(3,724)	21,007	(29,039)
Other comprehensive income:				
Unrealized gain / (loss) on available-for-sale investment- net of tax	5,132	-	7,515	(11)
Total comprehensive surplus / (deficit) for the period	(36,543)	(3,724)	28,522	(29,050)
OPERATOR'S TAKAFUL FUND				
Profit after taxation	75,179	61,612	189,951	162,223
Other comprehensive income:				
Unrealized losses on available-for-sale investment- net of tax	-	-	-	(968)
Total comprehensive income for the period	75,179	61,612	189,951	161,255

The annexed notes from 1 to 34 form an integral part of these 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 Shareholders Equity and Participants' Takaful Funds (Unaudited)
As at September 30, 2023

	Operator's Takaful Fund			Total
	Statutory fund	Unappropriated profit	Fair value reserves	
Rupees in thousand				
Balance as at December 31, 2021 - (Audited)	50,000	394,351	968	445,319
Profit after tax for the period January 01, 2022 to September 30, 2022	-	162,223	-	162,223
Other comprehensive income for the period January 01, 2022 to September 30, 2022	-	-	(968)	(968)
Total comprehensive income / (loss) for the period	-	162,223	(968)	161,255
Balance as at September 30, 2022 - (Unaudited)	50,000	556,574	-	606,574
Profit after tax for the period October 01, 2022 to December 31, 2022	-	57,873	-	57,873
Other comprehensive income for the period October 01, 2022 to December 31, 2022	-	-	-	-
Total comprehensive income for the period	-	57,873	-	57,873
Balance as at December 31, 2022 - (Audited)	50,000	614,447	-	664,447
Profit after tax for the period January 01, 2023 to September 30, 2023	-	189,951	-	189,951
Other comprehensive income for the period January 01, 2023 to September 30, 2023	-	-	-	-
Total comprehensive income / (loss) for the period	-	189,951	-	189,951
Balance as at September 30, 2023 - (Unaudited)	50,000	804,398	-	854,398

	Participants' Takaful Fund			Total
	Ceded money	Accumulated surplus / (deficit)	Fair value reserves	
Rupees in thousand				
Balance as at December 31, 2021 - (Audited)	500	239,134	11	239,645
Surplus after tax for the period January 01, 2022 to September 30, 2022	-	(25,315)	-	(25,315)
Other comprehensive loss for the period January 01, 2022 to September 30, 2022	-	-	(11)	(11)
Total comprehensive deficit for the period	-	(25,315)	(11)	(25,326)
Balance as at September 30, 2022 - (Unaudited)	500	213,819	-	214,319
Deficit after tax for the period October 01, 2022 to December 31, 2022	-	(14,342)	-	(14,342)
Other comprehensive loss for the period October 01, 2022 to December 31, 2022	-	-	(425)	(425)
Total comprehensive deficit for the period	-	(14,342)	(425)	(14,767)
Balance as at December 31, 2022 - (Audited)	500	199,477	-	199,977
Surplus after tax for the period January 01, 2023 to September 30, 2023	-	21,007	-	21,007
Other comprehensive surplus for the period January 01, 2023 to September 30, 2023	-	-	7,515	7,515
Total comprehensive deficit for the period	-	21,007	7,515	28,522
Balance as at September 30, 2023 - (Unaudited)	500	220,484	7,515	228,499

The annexed notes from 1 to 34 form an integral part of these 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 nine months period ended September 30, 2023

	Operator's Takaful Fund		Participants' Takaful Fund	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	Rupees in thousand		Rupees in thousand	
Operating cash flows				
(a) Takaful activities				
Contributions received	-	-	2,321,518	1,634,692
Wakala fee received / (paid)	599,982	475,794	(599,986)	(475,794)
Retakaful / co-takaful paid	-	-	(274,390)	(307,504)
Claims paid	-	-	(1,232,693)	(745,182)
Retakaful and other recoveries received	-	-	-	-
Commissions paid	(187,048)	(124,296)	-	-
Commissions received	-	-	80,980	61,266
Management expenses paid	(128,980)	(140,584)	-	-
Other underwriting payments	-	-	(83,341)	(37,725)
Net cash inflows from takaful activities	283,954	210,914	212,088	129,753
(b) Other operating activities				
Income tax paid	(98,758)	(79,796)	(21,314)	(23,047)
Other payments / (receipts)	-	-	(24,006)	(17,289)
Expenses paid	-	-	-	-
Net cash outflows from other operating activities	(98,758)	(79,796)	(45,320)	(40,336)
Total cash inflows / (outflows) from operating activities	185,196	131,118	166,768	89,417
(c) Investment activities				
Profit received on bank deposits and investments	70,364	39,040	117,531	71,550
Payment for investments	(470,319)	(100,000)	(799,112)	(416,864)
Proceeds from disposal of investments	75,000	39,387	168,750	-
Fixed capital expenditure	(9,278)	(11,353)	-	-
Total cash outflows from investing activities	(334,233)	(32,926)	(512,831)	(345,314)
Net Cash outflows from all activities	(149,037)	98,192	(346,063)	(255,897)
Cash and cash equivalent at the beginning of the period	164,215	264,235	619,465	522,515
Cash and cash equivalent at the end of the period	15,178	362,427	273,402	266,618
Reconciliation to profit and loss account				
Operating cash flows	185,196	131,118	166,768	89,417
Depreciation	(4,608)	(2,718)	-	-
Amortization	(3,846)	(4,096)	-	-
(Decrease) / Increase in assets other than cash	80,789	148,825	246,708	474,624
(Increase) / Decrease in liabilities other than cash	(172,794)	(154,852)	(513,410)	(667,411)
Investment income	82,553	14,435	64,868	40,673
Return on bank deposits	22,661	29511	56,073	33,658
Net profit / (loss) for the period	189,951	162,223	21,007	(29,039)
Attributed to				
Operator's Takaful Fund	189,951	162,223	-	-
Participants' Takaful Fund	-	-	21,007	(29,039)
	189,951	162,223	21,007	(29,039)

The annexed notes from 1 to 34 form an integral part of these 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 nine months period ended September 30, 2023

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 six months period ended June 30, 2023 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, 2022. Comparative condensed interim statement of financial position is stated from annual audited financial statements as of December 31, 2022, 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 June 30, 2023.

The condensed interim financial information reflect the financial position and result of operations of both Operator's Fund ('OPF') and Participant's Fund ('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, 2022.

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, 2022. Furthermore, the Company has adopted the temporary exemption which allows the Company to defer the application of both IFRS 9 and IFRS 17.

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, 2022.

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, 2022.

	Note	Operator's Takaful Fund	
		September 30, 2023	December 31, 2022
		Rupees in thousand	
		(Unaudited)	(Audited)
7 Property and equipment			
Opening balance - net book value		36,645	18,903
Additions during the period	7.1	5,370	23,170
Book value of disposals during the period		(892)	(1,436)
Depreciation charged during the period		(4,608)	(3,992)
		(5,500)	(5,428)
Closing balance - net book value		36,515	36,645
Capital work - in - progress	7.2	5,649	9,631
		42,164	46,276
7.1 Additions during the period			
Motor vehicles		4,909	22,305
Office equipment		-	182
Computer and related accessories		-	683
		4,909	23,170
7.2 Capital work in progress			
Opening balance		9,631	3,980
Additions during the year		4,650	5,651
Transfer to intangibles		(8,632)	-
Closing balance		5,649	9,631

This represent amount advanced to Ozoned Digital (Private) Limited for digital plat'form of motor Takaful.

8 Intangible assets			
Opening balance - net book value		6,047	10,409
Additions during the period		8,782	1,124
Book value of disposal during the period		-	-
Amortization charged during the period		(3,846)	(5,486)
		(3,846)	(5,486)
Closing balance		10,983	6,047

No of Units		Face Value	Value of Units	
September 30, 2023	December 31, 2022		September 30, 2023	December 31, 2022

9 Investments in equity securities

Operator's Takaful Fund

Available for sale - Mutual fund

HBL Islamic Money Market Fund

NBP Islamicdaily Dividend Fund

ABL Islamic Cash Fund

Al Ameen Islamic Cash Fund Plan 1

	September 30, 2023	December 31, 2022	Face Value	September 30, 2023	December 31, 2022
HBL Islamic Money Market Fund	837,150	746,052	101.17	84,694	75,481
NBP Islamicdaily Dividend Fund	8,451,156	7,457,521	10.00	84,512	75,413
ABL Islamic Cash Fund	5,614,597	5,010,464	10.00	56,146	50,105
Al Ameen Islamic Cash Fund Plan 1	561,206	500,532	100.00	56,121	50,053
				281,473	251,052

These represent investment in Mutual Funds which carries profit ranging from 18.5% to 19% per annum.

Participants' Takaful Fund

Available for sale - Mutual fund

Al Hamra Islamic Income Fund

Al Hamra Daily Dividend Fund

Al-Habib Islamic Munafa Fund

	September 30, 2023	December 31, 2022	Face Value	September 30, 2023	December 31, 2022
Al Hamra Islamic Income Fund	1,664,219.67	1,484,733	99.51	165,606	147,746
Al Hamra Daily Dividend Fund	172.80	155	100	17	16
Al-Habib Islamic Munafa Fund	2,021,732.180	-	105.0190	212,320	-
				377,943	147,762

These represent investment in Mutual Funds which carries profit ranging from 18.5% to 20.05% per annum.

No. of Certificates		Face Value	Value of Certificates	
September 30, 2023	December 31, 2022		September 30, 2023	December 31, 2022

10 Investments in debt securities

Participants' Takaful Fund

Held - to - maturity

Sukuk certificates

The Hub Power Company Limited (HUBCO) *

	September 30, 2023	December 31, 2022	Face Value	September 30, 2023	December 31, 2022
The Hub Power Company Limited (HUBCO) *	-	375	100,000	-	37,500
				-	37,500

* These represent placement in Sukuks with HUBCO having tenure of four years with return 3 M KIBOR+1.9% and will be mature at August 22,2023.

Operator's Takaful Fund	No. of Certificates			Value of Certificates	
	September 30, 2023	December 31, 2022	Face Value	September 30, 2023	December 31, 2022
Held - to - maturity				Rupees in thousand	
Sukuk certificates					
Pak Electron Limited (PEL)	-	75	1,000,000	-	75,000
The Hub Power Company Limited (HUBCO) *	750	-	100,000	75,000	-
K-Electric **	500	500	100,000	50,000	50,000
				125,000	125,000

* These represent placement in Sukuks with HUBCO having tenure of six months with return of 3M KIBOR+ 0.3% and will be mature at November 18,2023.

** These represent placement in Sukuks with K-Electric having tenure of five years with return of 3M KIBOR+ 1.7% and will be mature at November 01,2027.

11 Investments in Term Deposits	Operator's Takaful Fund		Participants' Takaful Fund	
	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
Held - to - maturity				
Deposit maturing within one month				
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	400,000	-	600,000	150,000
	400,000	-	600,000	150,000

These represent placement in Term Deposit Receipts with financial institutions having tenure of one month with returns ranging from 18.50% to 19.50% per annum (2022: 14.15% to 15% per annum).

12 Loans and other receivables - Considered good	Operator's Takaful Fund		Participants' Takaful Fund	
	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
Federal excise duty	-	-	120,745	94,097
Accrued income	7,578	7,830	10,971	7,561
Loan to employees	3,626	3,356	-	-
Security deposits	310	310	-	-
Bid money for tenders	-	-	71,882	59,507
Advances	869	3,121	-	-
	12,383	14,617	203,598	161,165

13 Takaful / Re - takaful receivables - Unsecured and considered good	Participants' Takaful Fund	
	September 30, 2023	December 31, 2022
Due from takaful participants' holders	587,541	548,748
Less: provision for impairment of takaful participants' holder	-	-
	587,541	548,748
Due from other takaful / re - takaful operator's	163,289	104,676
Less: provision for impairment of due from other takaful / re - takaful operator's	-	-
	163,289	104,676
	750,830	653,424

14 Prepayments	Participants' Takaful Fund	
	September 30, 2023	December 31, 2022
Prepaid re - takaful contribution ceded	236,074	131,491
Prepaid monitoring charges (Tracking device)	9,303	12,608
	245,377	144,099

15 Cash and bank	Operator's Takaful Fund		Participants' Takaful Fund	
	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
Cash and cash equivalents:				
Cash in hand	189	175	-	-
Current and other accounts:				
Profit or loss accounts	15.1	14,989	164,040	273,402
	15,178	164,215	273,402	619,465

15.1 Saving accounts carry expected profit rates ranging from 7% to 18.5% (2022: 7% to 14%).

	Participants' Takaful Fund	
	September 30, 2023	December 31, 2022
	Rupees in thousand	
	(Unaudited)	(Audited)
16 Takaful / re - takaful payables		
Due to takaful participants' holders	86,336	21,899
Due to other takaful / re - takaful operator's	266,388	164,687
	352,724	186,586

	Operator's Takaful Fund		Participants' Takaful Fund	
	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
	Rupees in thousand		Rupees in thousand	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
17 Other creditors and accruals				
Agents commission payable	85,614	67,378	-	-
Federal insurance fee	-	-	7,860	4,927
Sales tax payable	3,405	3,017	-	-
Income tax deducted at source	5,317	3,162	51,851	39,767
Accrued expenses	1,803	8,761	-	-
Others	65,902	11,125	(18,864)	31,334
	162,041	93,443	40,847	76,028

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		For nine months period ended	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	Rupees in thousand		Rupees in thousand	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
19 Net contribution revenue				
Gross contribution written	775,736	763,078	2,372,272	2,030,367
Wakala fee	(222,578)	(217,073)	(668,373)	(580,826)
Contribution net of wakala fee	553,158	546,005	1,703,899	1,449,541
Unearned contribution reserve - opening	807,779	630,412	663,817	441,519
Unearned contribution reserve - closing	(817,801)	(778,595)	(817,801)	(778,595)
Contribution earned	543,136	397,822	1,549,915	1,112,465

Less:

Re - takaful contribution ceded	293,004	198,002	446,639	350,269
Prepaid re - takaful contribution ceded - opening	71,357	61,363	131,492	109,704
Prepaid re - takaful contribution ceded - closing	(236,073)	(160,422)	(236,073)	(160,422)
Re - takaful expense	128,288	98,943	342,058	299,551
Net contribution	414,848	298,879	1,207,857	812,914

20 Re - takaful rebate

Re - takaful rebate received	55,458	10,594	80,980	61,266
Unearned re - takaful rebate - opening	14,496	20,725	25,251	22,466
Unearned re - takaful rebate - closing	(44,679)	(12,803)	(44,679)	(30,781)
Net re-takaful rebate	25,275	18,516	61,552	52,951

21 Net Takaful Claims

Claims Paid	420,922	245,194	1,232,693	745,182
Outstanding claims including IBNR - closing	627,294	535,186	627,294	535,186
Outstanding claims including IBNR - opening	(509,611)	(468,949)	(524,563)	(354,540)
Claims expense	538,605	311,431	1,335,424	925,828

Less:

Re - takaful and other recoveries received	10,530	(49,258)	64,724	(24,599)
Re - takaful and other recoveries in respect of outstanding claims net of impairment (if any) closing	223,814	239,443	223,814	239,443
Re - takaful and other recoveries in respect of outstanding claims net of impairment (if any) opening	(178,865)	(205,532)	(226,770)	(190,936)
Re-takaful and other recoveries revenue	55,479	(15,347)	61,768	23,908
Net claims expense	483,126	326,778	1,273,656	901,920

	For nine months period ended			
	Participants' Takaful Fund			
	September 30, 2023		September 30, 2022	
	Rupees in thousand			
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
22 Other Direct Expenses				
Monitoring charges	22,498		17,481	
Other taxes	779		27	
Inspection charges	8,510		3,245	
Bank charges	272		103	
Others	4,389		2,010	
	36,448		22,866	

	For three months period ended		For nine months period ended	
	Operator's Fund		Operator's Fund	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	Rupees in thousand		Rupees in thousand	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
23 Commission Expense				
Commission paid or payable	90,272	71,546	205,284	145,190
Deferred commission - opening	66,083	50,771	74,339	45,347
Deferred commission - closing	(75,745)	(76,336)	(75,745)	(76,336)
Net commission expense	80,610	45,981	203,878	114,201

	For three months period ended		For nine months period ended	
	Operator's Fund		Operator's Fund	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	Rupees in thousand		Rupees in thousand	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
24 Wakala Fee				
Gross Wakala fee	222,578	217,073	668,373	580,826
Unearned Wakala fee - Opening	322,930	262,724	274,883	191,460
Unearned Wakala fee - Closing	(332,698)	(314,504)	(332,698)	(314,504)
Net wakala fee	212,810	165,293	610,558	457,782

The Operator manages the general takaful operations for the participants' and charges 28 % (2022: 28 %) for Fire & Property, 35 % (2022: 35 %) for Marine, Aviation & Transport, 32.5 % (2022: 27.5 %) for Motor, 25 % (2022: 25%) for Health and 25 % (2022: 25 %) for Miscellaneous classes, of gross contribution written including administrative surcharge as wakala fee against the services.

	For three months period ended		For nine months period ended	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	Rupees in thousand		Rupees in thousand	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
25 Management Expenses				
Employee benefit cost	45,084	34,784	130,219	94,287
Depreciation	1,595	1,038	4,608	2,717
Amortization	355	1,369	3,846	4,096
Advertisement and sales promotion	1,076	(1,009)	2,682	1,851
Rent, rates and taxes	1,075	1,007	3,377	2,867
Communication	305	328	762	995
Legal and professional charges - business related	-	71	-	469
Travelling and conveyance expenses	379	350	1,245	1,344
Shared expenses	6,712	6,566	19,628	19,064
Entertainment	875	822	2,524	1,935
Printing, stationery and postage	88	141	790	703
Annual supervision fee SECP	582	607	1,746	1,822
Bank charges	9	21	26	89
Repair and maintenance	464	445	1,627	1,509
Others	4,406	3,701	14,189	8,582
	63,005	50,241	187,269	142,330

	For three months period ended		For nine months period ended	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	Rupees in thousand		Rupees in thousand	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
26 Investment Income				
Operator's Takaful Fund				
Profit on				
Mutual funds - Dividend Income	13,138	924	35,102	1,997
Mutual funds - Capital Gain	-	-	-	1,620
Term Deposits	19,973	3,197	34,578	3,731
Sukuks	4,490	3,057	12,873	7,087
	37,601	7,178	82,553	14,435
Participants' Takaful Fund				
Profit on				
Mutual funds - Dividend Income	7,690	3,805	20,604	5,391
Sukuks	652	4,397	3,007	11,210
Term Deposits	17,659	13,177	41,257	24,072
	26,001	21,379	64,868	40,673

	For three months period ended		For nine months period ended	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	Rupees in thousand		Rupees in thousand	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
27 Other Income				
Operator's Takaful Fund				
Profit on bank deposits	2,745	12,204	21,311	29,511
Other Income	-	-	1,350	-
	<u>2,745</u>	<u>12,204</u>	<u>22,661</u>	<u>29,511</u>
Participants' Takaful Fund				
Profit on bank deposits	18,960	8,579	50,559	30,914
Other Income	-	-	5,514	2,744
	<u>18,960</u>	<u>8,579</u>	<u>56,073</u>	<u>33,658</u>

28 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 these financial statements.

	September 30, 2023	September 30, 2022
	Rupees in thousand	
	(Unaudited)	(Unaudited)
i) Transactions		
Subsidiary Company		
Contribution underwritten	6,291	5,041
Contribution received	7,117	5,022
Claims paid	2,603	1,554
Other related parties		
Contribution underwritten	131,607	131,310
Contribution received	133,483	160,323
Claims paid	81,236	79,908
Income on bank deposits	523	8,952
ii) Period end balances		
Subsidiary Company		
Balances payable	518	653
Balances receivable	175	737
Contribution received in advance	2	-
Other related parties		
Balances receivable	22,450	11,828
Balances payable	28,985	34,048
Cash and bank balances	5,212	21,731
Contribution received in advance	399	559

29 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.

29.1

	Participants' Takaful Fund					Total
	September 30, 2023 (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)	362,152	67,860	775,026	1,109,464	70,478	2,384,980
Less : Federal excise duty	(11)	(7)	(74)	(1)	(6)	(99)
Federal insurance fee	(718)	(465)	(5,356)	(5,682)	(388)	(12,609)
Gross direct written contribution (inclusive of administrative surcharge) facultative inward contribution	361,423	67,388	769,596	1,103,781	70,084	2,372,272
Gross Contribution Written	361,423	67,388	769,596	1,103,781	70,084	2,372,272
Wakala fee	(101,202)	(23,586)	(250,119)	(275,945)	(17,521)	(668,373)
Contribution net of wakala fee	260,221	43,802	519,477	827,836	52,563	1,703,899
Contribution earned	184,993	42,945	505,084	775,071	41,822	1,549,915
Takaful contribution ceded to retakaful	(221,166)	(54,123)	(25,917)	-	(40,852)	(342,058)
Net takaful contribution	(36,173)	(11,178)	479,167	775,071	970	1,207,857
Re-takaful rebate	52,475	11,355	-	-	(2,278)	61,552
Net underwriting income	16,302	177	479,167	775,071	(1,308)	1,269,409
Takaful claims	(44,278)	(8,146)	(294,068)	(966,213)	(22,719)	(1,335,424)
Re - takaful and other recoveries	40,212	6,542	(5,519)	-	20,533	61,768
Net claims	(4,066)	(1,604)	(299,587)	(966,213)	(2,186)	(1,273,656)
Contribution deficiency reserve						
Direct expenses	(1,707)	(109)	(32,374)	(1,959)	(299)	(36,448)
Net takaful claims and expenses	(5,773)	(1,713)	(331,961)	(968,172)	(2,485)	(1,310,104)
(Deficit) / surplus before investment income	10,529	(1,536)	147,206	(193,101)	(3,793)	(40,695)
Other income						64,868
Investment income						56,073
Mudarib fee						(12,974)
Surplus transferred to Balance of PTF						67,272
Corporate segment assets	402,585	32,326	331,460	349,361	94,986	1,210,718
Corporate unallocated assets	-	-	-	-	-	1,464,246
Total assets	402,585	32,326	331,460	349,361	94,986	2,674,964
Corporate segment liabilities	401,760	31,324	695,803	918,509	98,163	2,145,559
Corporate unallocated liabilities	-	-	-	-	-	300,906
Total liabilities	401,760	31,324	695,803	918,509	98,163	2,446,465

29.1.1

	September 30, 2022 (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)	256,155	79,058	861,755	870,210	64,998	2,132,176
Less : Federal excise duty	(10,829)	(6,693)	(74,139)	(1,013)	(5,615)	(98,289)
Federal insurance fee	(718)	(465)	(5,356)	(5,682)	(388)	(12,609)
Gross direct written contribution (inclusive of administrative surcharge)	244,608	71,900	782,260	863,515	58,995	2,021,278
facultative inward contribution	1,006	85	-	-	7,998	9,089
Gross Contribution Written	245,614	71,985	782,260	863,515	66,993	2,030,367
Wakala fee	(68,770)	(25,196)	(254,233)	(215,879)	(16,748)	(580,826)
Contribution net of wakala fee	176,844	46,789	528,027	647,636	50,245	1,449,541
Contribution earned	139,422	46,445	470,426	408,763	47,409	1,112,465
Takaful contribution ceded to retakaful	(152,237)	(69,100)	(27,313)	-	(50,901)	(299,551)
Net takaful contribution	(12,815)	(22,655)	443,113	408,763	(3,492)	812,914
Re-takaful rebate	31,583	12,738	(797)	-	9,427	52,951
Net underwriting income	18,768	(9,917)	442,316	408,763	5,935	865,865
Takaful claims	(3,315)	(21,018)	(401,820)	(486,282)	(13,393)	(925,828)
Re - takaful and other recoveries	(34,073)	15,849	30,254	-	11,878	23,908
Net claims	(37,388)	(5,169)	(371,566)	(486,282)	(1,515)	(901,920)
Contribution deficiency reserve				1,319	(1,319)	-
Direct expenses	(2,062)	(13)	(31,896)	(1,886)	68	(35,789)
Net takaful claims and expenses	(39,450)	(5,182)	(403,462)	(486,849)	(2,766)	(937,709)
(Deficit) / surplus before investment income	(20,682)	(15,099)	38,854	(78,086)	3,169	(71,844)
Other income						40,673
Investment income						33,658
Mudarib fee						(8,135)
Surplus transferred to Balance of PTF						<u>(5,648)</u>

	December 31, 2022 (Audited)					
	Fire & Property Damage	Marine, Aviation & Transport	Motor	Accident & Health	Miscellaneous	Total
	Rupees in thousand					
Corporate segment assets	285,726	36,804	362,252	261,566	65,340	1,011,688
Corporate unallocated assets	-	-	-	-	-	1,128,497
Total assets	<u>285,726</u>	<u>36,804</u>	<u>362,252</u>	<u>261,566</u>	<u>65,340</u>	<u>2,140,185</u>
Corporate segment liabilities	272,026	28,925	679,036	591,197	62,695	1,633,879
Corporate unallocated liabilities	-	-	-	-	-	306,329
Total liabilities	<u>272,026</u>	<u>28,925</u>	<u>679,036</u>	<u>591,197</u>	<u>62,695</u>	<u>1,940,208</u>

29.1.2

Operator's Takaful Fund						
September 30, 2023 (Unaudited)						
Fire & Property Damage	Marine, Aviation & Transport	Motor	Accident & Health	Miscellaneous	Total	
Rupees in thousand						
Wakala fee income	71,946	23,125	243,189	258,357	13,941	610,558
Less : Commission expense	(44,065)	(11,129)	(68,762)	(74,508)	(5,414)	(203,878)
Management expenses	(40,477)	(10,222)	(63,160)	(68,437)	(4,973)	(187,269)
	(12,596)	1,774	111,267	115,412	3,554	219,411
Mudarib's share of PTF investment income						12,974
Investment income						82,553
Direct expenses						(2,509)
Other income						22,661
Profit before tax						335,090
Corporate segment assets	69,028	10,854	96,722	117,239	9,681	303,524
Corporate unallocated assets	-	-	-	-	-	1,108,641
Total assets	69,028	10,854	96,722	117,239	9,681	1,412,165
Corporate segment liabilities	67,214	941	162,948	94,198	7,397	332,698
Corporate unallocated liabilities	-	-	-	-	-	225,069
Total liabilities	67,214	941	162,948	94,198	7,397	557,767

29.1.3

September 30, 2022 (Unaudited)						
Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Total	
Rupees in thousand						
Wakala fee income	54,216	25,010	226,499	136,255	15,802	457,782
Less : Commission expense	(29,433)	(7,976)	(47,188)	(23,401)	(6,203)	(114,201)
Management expenses	(36,682)	(9,940)	(58,812)	(29,165)	(7,731)	(142,330)
	(11,899)	7,094	120,499	83,689	1,868	201,251
Mudarib's share of PTF investment income						8,135
Investment income						14,435
Direct expenses						(2,860)
Other income						29,511
Profit before tax						250,472
December 31, 2022 (Audited)						
Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Total	
Rupees in thousand						
Corporate segment assets	38,813	10,631	87,839	77,207	6,263	220,753
Corporate unallocated assets	-	-	-	-	-	828,667
Total assets	38,813	10,631	87,839	77,207	6,263	1,049,420
Corporate segment liabilities	37,958	480	156,018	76,610	3,817	274,883
Corporate unallocated liabilities	-	-	-	-	-	110,090
Total liabilities	37,958	480	156,018	76,610	3,817	384,973

30 **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								
		September 30, 2023 (Unaudited)								
		Carrying amount				Fair value				
		Available-for-sale	Held to maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
Note		Rupees in thousand								
Financial assets measured at fair value										
	Investments - Equity securities	9	377,943	-	-	-	377,943	-	-	377,943
Financial assets not measured at fair value										
	Investments - Debt securities	10	-	-	-	-	-	-	-	-
	Investments - Term Deposits	11	-	600,000	-	600,000	-	-	-	-
	Loan and other receivables	12	-	-	82,853	82,853	-	-	-	-
	Takaful / re - takaful receivables	13	-	-	750,830	750,830	-	-	-	-
	Re - takaful recoveries against outstanding claims		-	-	142,570	142,570	-	-	-	-
	Salvage recoveries accrued		-	-	81,244	81,244	-	-	-	-
			377,943	600,000	1,057,497	2,035,440	377,943	-	-	377,943
Financial liabilities not measured at fair value										
	Outstanding claims including IBNR	21	-	-	-	627,294	627,294	-	-	-
	Takaful / re - takaful payables		-	-	-	352,724	352,724	-	-	-
	Wakala and mudarib fee payable		-	-	-	227,775	227,775	-	-	-
	Other creditors and accruals	17	-	-	-	(18,864)	(18,864)	-	-	-
			-	-	-	1,188,929	-	-	-	-
Participants' Takaful Fund										
December 31, 2022 (Audited)										
		Carrying amount				Fair value				
		Available-for-sale	Held to maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
Note		Rupees in thousand								
Financial assets measured at fair value										
	Investments - Equity securities	9	147,762	-	-	-	147,762	-	-	147,762
Financial assets not measured at fair value										
	Investments - Debt securities	10	-	37,500	-	37,500	-	-	-	-
	Investments - Term Deposits	11	-	150,000	-	150,000	-	-	-	-
	Loan and other receivables	12	-	-	67,068	67,068	-	-	-	-
	Takaful / re - takaful receivables	13	-	-	653,424	653,424	-	-	-	-
	Retakaful recoveries against outstanding claims		-	-	147,898	147,898	-	-	-	-
	Salvage recoveries accrued		-	-	78,872	78,872	-	-	-	-
			147,762	187,500	947,262	1,282,524	147,762	-	-	147,762
Financial liabilities not measured at fair value										
	Outstanding claims including IBNR	21	-	-	-	524,563	524,563	-	-	-
	Takaful / retakaful payables		-	-	-	186,586	186,586	-	-	-
	Wakala and mudarib fee payable		-	-	-	146,414	146,414	-	-	-
	Other creditors and accruals	17	-	-	-	31,334	31,334	-	-	-
			-	-	-	888,897	888,897	-	-	-

Operator's Takaful Fund									
September 30, 2023 (Unaudited)									
	Carrying amount					Fair value			
Note	Available-for-sale	Held to maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
Rupees in thousand									
Financial assets measured at fair value									
Investments - Equity securities	9	281,473	-	-	-	281,473	-	-	281,473
Financial assets not measured at fair value									
Investments - Debt securities	10	-	125,000	-	-	-	125,000	-	125,000
Investments - Term Deposits	11	-	400,000	-	-	-	-	-	400,000
Loan and other receivables	12	-	-	12,383	-	-	-	-	12,383
Wakala and mudarib fee receivable		-	-	227,779	-	-	-	-	227,779
Cash and bank deposits	15	-	-	-	-	-	-	-	-
		281,473	525,000	240,162	-	1,046,635	281,473	125,000	406,473
Financial liabilities not measured at fair value									
Other creditors and accruals	17	-	-	-	153,319	-	-	-	153,319
		-	-	-	113,824	-	-	-	113,824

Operator's Takaful Fund									
December 31, 2022 (Audited)									
	Carrying amount					Fair value			
Note	Available-for-sale	Held to maturity	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
Rupees in thousand									
Financial assets measured at fair value									
Investments - Equity securities	9	251,052	-	-	-	251,052	-	-	251,052
Financial assets not measured at fair value									
Investments - Debt securities	10	-	125,000	-	-	-	125,000	-	125,000
Loan and other receivables	12	-	-	14,617	-	-	-	-	14,617
Wakala and mudarib fee receivable		-	-	146,414	-	-	-	-	146,414
Cash and bank deposits	15	-	-	-	-	-	-	-	-
		251,052	125,000	161,031	-	537,083	251,052	125,000	376,052
Financial liabilities not measured at fair value									
Other creditors and accruals	17	-	-	-	87,264	-	-	-	87,264
		-	-	-	87,264	-	-	-	87,264

	Operator's Takaful Fund		Participants' Takaful Fund	
	Available for sale	Held to Maturity	Available for sale	Held to Maturity
	Rupees in thousand			
31 Movement in Investment - Available for sale				
At the beginning of previous year	38,326	75,000	53,900	175,000
Additions	251,052	50,000	147,762	100,000
Disposals	(38,326)	-	(53,900)	(87,500)
Fair value gain (excluding net realized gain)	-	-	-	-
At the beginning of current period	251,052	125,000	147,762	187,500
Additions	30,421	400,000	230,181	450,000
Disposals	-	-	-	(37,500)
Fair value gain (excluding net realized gain)	-	-	-	-
At the end of current period	281,473	525,000	377,943	600,000

32 Subsequent events - non adjusting event

There are no significant events that need to be disclosed for the nine months period ended September 30, 2023.

33 Date of authorization for issue

This condensed financial information was authorized for issue on October 26, 2023 by the Board of Directors of the Operator.

34 General

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



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