



Directors' Review, 30 September 2021

The Directors of your Company are pleased to present the Condensed Interim Financial Statements (Un-audited) for the nine months ended 30 September 2021.

During the third quarter of this year, the impact of COVID-19 has eased primarily due to increased vaccination. The economy has opened up and general and business-related restrictions have been relaxed. Your Company continues to be vigilant and is closely monitoring the impact on various business parameters, such as premium, persistency, claims and profitability. Overall, the nine months of 2021 has shown a recovery in all business parameters and a positive trend is observed in the topline of the Company, however the bottom line is under stress compared to the similar period last year primarily due to higher than expected death claims.

Your Company's gross premium income was Rs. 25.58 billion during the nine months of 2021 (2020: Rs 21.83 billion), an increase of 17%. New individual life regular premium income was Rs. 5.05 billion (2020: Rs.3.63 billion), an increase of 39%, recording a recovery trend from 2020. Renewal premium was Rs. 17.03 billion (2020: Rs.15.32 billion) a growth of 11%. Inclusive of renewal premium, the total individual life regular premium was Rs. 22.09 billion (2020: 18.95 billion), a growth of 17%. Single premium business was Rs.752 million (2020: Rs. 372 million). Group Benefits witnessed a growth of 14% and was Rs.2.83 billion (2020: Rs. 2.47 billion).

Your Company's takaful business continues to show high growth and contribution to the top line. The total family takaful contribution was Rs. 4.95 billion (2020: 3.4 billion), a growth of 46%. Out of this, Rs. 4.6 billion (2020: Rs. 3.17 billion) was from Individual family takaful business (a growth of 45%) while Rs. 346 million (2020: Rs. 238 million) was from Group Family Takaful (a growth of 45%). The Company expects the Takaful line of business to continue its contribution to the overall topline during 2021.

COVID-19 claims have continued to be reported, although at a slower pace, during the nine months of 2021. The reporting of claims has largely followed the emergence pattern of COVID-19 deaths reported at the general population level.

Your Company had a Profit after Tax of Rs. 924 million (2020: Rs. 1.14 billion), a reduction of 19%. The Earnings per Share is Rs. 9.24 (2020: Rs.11.44). The main reason for reduction in profitability is the impact on the overall portfolio due to COVID-19, which also adversely impacted the claims ratio on some large schemes of group life.

Interim Dividend:

The Directors have pleasure in declaring an Interim Dividend of Rs.1.5 per share. i.e. 15%.

We would like to thank our valued customers for their continued patronage and to the Securities and Exchange Commission of Pakistan for their guidance, and our main reinsurer Munich Re for its support. It is a matter of deep gratification for your Directors to place on record their appreciation for the efforts made by the officers, all distribution channels and staff who have contributed to the development, growth and continued success of the Company.


Managing Director &
Chief Executive Officer


Director


Director


Chairman

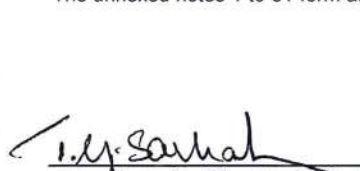



FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2021

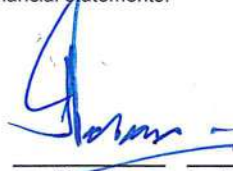
EFU LIFE ASSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021 (Unaudited)


	Note	30 September 2021 Unaudited	31 December 2020 Audited
----- (Rupees in '000) -----			
Assets			
Properties and equipments	5	2,519,777	2,443,398
Right of use asset	5	514,489	440,811
Intangible assets	5	24,347	38,700
Investments			
Equity securities	6	36,281,700	39,239,825
Government securities	7	83,122,881	74,461,100
Debt securities	8	6,049,308	7,983,738
Term deposits	9	19,251,429	19,062,000
Open-ended mutual funds	10	1,358,851	1,685,371
Insurance / reinsurance receivables		444,296	200,586
Other loans and receivables		2,287,660	2,652,996
Taxation - payments less provision		977,787	854,654
Prepayments		122,467	81,666
Cash and bank	11	6,548,008	5,335,091
Total Assets		159,503,000	154,479,936
Equity and Liabilities			
Authorised share capital [150,000,000 ordinary shares (2020: 150,000,000) of Rs.10 each]		1,500,000	1,500,000
Ordinary share capital [100,000,000 ordinary shares (2020:100,000,000) of Rs.10 each]		1,000,000	1,000,000
Retained earnings arising from business other than participating business attributable to shareholders (Ledger account D)	12	2,118,125	1,973,336
General Reserves		2,100,000	2,000,000
Surplus on revaluation of available for sale investment-net of tax		29,951	38,311
Unappropriated profit		472,651	1,163,442
Total Equity		5,720,727	6,175,089
Liabilities			
Insurance Liabilities	13	149,289,575	143,513,015
Deferred taxation		807,106	804,232
Premium received in advance		1,363,219	1,220,106
Insurance / reinsurance payables		52,369	183,440
Lease liabilities	14	594,225	503,513
Other creditors and accruals		1,675,779	2,080,541
		4,492,698	4,791,832
Total Liabilities		153,782,273	148,304,847
Total Equity and Liabilities		159,503,000	154,479,936
Contingency(ies) and commitment(s)	15		

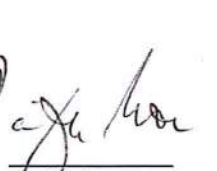
The annexed notes 1 to 31 form an integral part of these condensed interim financial statements.


**Managing Director &
Chief Executive Officer**
Taher G. Sachak


Chief Financial Officer
Syed Shahid Abbas


Director
Hasanali Abdullah


Director
Saifuddin N.
Zoomkawala


Chairman
Rajendra R. Bhimjee

EFU LIFE ASSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2021 (Unaudited)

Note	Aggregate		Aggregate	
	Nine months period ended 30 September		Three months period ended 30 September	
	2021	2020	2021	2020
----- (Rupees in '000) -----				
Premium / contribution revenue	25,577,691	21,831,444	8,196,433	8,019,521
Premium / retakaful ceded to reinsurers	(894,811)	(691,840)	(209,852)	(198,747)
Net premium / contribution revenue	24,682,880	21,139,604	7,986,581	7,820,774
Investment income	8,665,882	8,542,924	3,006,864	2,346,426
Net realised fair value gains on financial assets	3,068,536	3,418,818	897,823	2,195,998
Net fair value (losses) / gains on financial assets at fair value through profit or loss	(4,903,580)	3,354,357	(3,635,582)	1,308,381
Other income	69,992	39,668	26,300	18,538
	6,900,830	15,355,767	295,405	5,869,343
Net income	31,583,710	36,495,371	8,281,986	13,690,117
Insurance benefits	18,085,455	12,966,138	6,078,520	5,515,594
Recoveries from reinsurers	(680,036)	(520,215)	(177,764)	(174,430)
Claims related expenses	10,222	6,810	2,724	1,307
Net insurance benefits	17,415,641	12,452,733	5,903,480	5,342,471
Net change in insurance liabilities (other than outstanding claims)	5,775,079	16,602,496	(228,276)	5,583,609
Acquisition expenses	5,510,710	4,430,223	1,818,071	1,623,312
Marketing and administration expenses	1,567,017	1,365,962	558,797	480,912
Other expenses	27,163	22,248	4,696	2,161
Total expenses	12,879,969	22,420,929	2,153,288	7,689,994
Profit before tax (Refer note below)	1,288,100	1,621,709	225,218	657,652
Income tax expense	(364,289)	(477,758)	(59,904)	(196,868)
Profit after tax for the period	923,811	1,143,951	165,314	460,784
Earnings per share - Rupees	9.24	11.44	1.65	4.61

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

Note:

Profit before tax is inclusive of the amount of the profit before tax of the Shareholders' Fund, the Surplus transfer from the Revenue Account of the Statutory Funds to the Shareholders' Fund based on the advice of the Appointed Actuary, and the undistributed surplus in the Revenue Account of the Statutory Funds which also includes the solvency margins maintained in accordance with the Insurance Rules, 2017. For details of the Surplus transfer from the Revenue Account of the Statutory Funds to the Shareholders' Fund aggregating to Rs. 1,193 million (2020: Rs. 1,443 million), please refer to note 27, relating to segmental information - Revenue Account by Statutory Fund.


**Managing Director &
Chief Executive Officer**
Taher G. Sachak


Chief Financial Officer
Syed Shahid Abbas


Director
Hasan Ali Abdullah

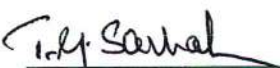

Director
Saifuddin N.
Zoomkawala


Chairman
Rafique R.
Bhimjee

EFU LIFE ASSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2021 (Unaudited)


	Nine months period ended 30 September		Three months period ended 30 September	
	2021	2020	2021	2020
	(Rupees in '000)			
Profit after tax for the period -as per profit and loss account	923,811	1,143,951	165,314	460,784
Other Comprehensive Income:				
<i>Items that may be reclassified to profit and loss in subsequent periods:</i>				
Change in unrealised (losses) / gain on available-for-sale financial assets	(11,775)	(34,604)	(18,080)	32,694
Reclassification adjustment relating to available-for-sale investments sold during the period	-	-	-	-
	(11,775)	(34,604)	(18,080)	32,694
Related deferred tax	3,415	11,327	5,243	(9,506)
Other comprehensive (loss) / income for the period-net of tax	(8,360)	(23,277)	(12,837)	23,188
Total comprehensive income for the period	915,451	1,120,674	152,477	483,972

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


**Managing Director &
Chief Executive Officer**
Taher G. Sachak


**Chief Financial
Officer**
Syed Shahid Abbas


Director
Hasanali Abdullah

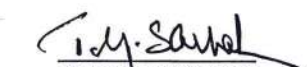

Director
Saifuddin N.
Zoomkawala



Chairman
Rafique R. Bhimjee

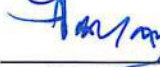
EFU LIFE ASSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOW
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2021 (Unaudited)

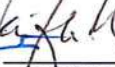
	Nine months period ended 30 September	
Note	2021	2020
	Rupees in '000	
Operating cash flows		
a) Underwriting activities		
Insurance premium / contribution received	25,756,374	21,996,937
Reinsurance premium / retakaful contribution paid	(1,215,979)	(743,374)
Claims paid	(18,192,968)	(12,473,856)
Reinsurance and other recoveries received	680,036	520,215
Commission paid	(3,787,527)	(2,985,401)
Marketing and administrative expenses paid	(1,567,017)	(1,365,962)
Other acquisition cost paid	(2,197,020)	(1,645,718)
Net cash flow from underwriting activities	(524,101)	3,302,841
b) Other operating activities		
Income tax paid	(481,136)	(463,551)
Other operating payments	(31,542)	(32,158)
Loans advanced	(61,175)	(89,938)
Loans repayments received	32,951	57,721
Net cash flow from other operating activities	(540,902)	(527,926)
Total cash flow from all operating activities	(1,065,003)	2,774,915
Investment activities		
Profit / return received	7,422,930	9,839,979
Dividends received	1,584,510	521,725
Payments for investments	(74,017,639)	(141,977,548)
Proceed from disposal of investments	69,228,416	127,741,089
Fixed capital expenditure	(360,690)	(292,568)
Proceeds from sale of property and equipment	72,648	30,211
Total cash flow from investing activities	3,930,175	(4,137,112)
Financing activities		
Dividends paid	(1,350,000)	(1,350,000)
Payment against lease liability	(112,826)	(123,989)
Total cash flow from financing activities	(1,462,826)	(1,473,989)
Net cash flow from all activities	1,402,346	(2,836,186)
Cash and cash equivalents at beginning of the period	24,397,091	25,372,547
Cash and cash equivalents at end of the period	25,799,437	22,536,361
Reconciliation to profit and loss account		
Operating cash flows	(1,065,003)	2,774,915
Depreciation expense	(244,555)	(253,132)
Depreciation on Right-of-use-assets	(100,702)	(120,614)
Amortization expense	(14,895)	(17,004)
Profit on disposal of property and equipment	33,434	14,754
Other revenue	16,324	12,935
Profit on lease termination	7,642	3,678
Finance cost on lease liabilities	(36,796)	(40,648)
Profit on disposal of investments	3,068,536	3,418,818
Dividend income	1,572,692	514,088
Other investment income	7,092,944	7,953,184
(Depreciation) / appreciation in market value of investments	(4,399,429)	3,740,810
(Provision) / Reversal of impairment in the value of available for sale equity investments	(3,848)	25,943
Increase in assets other than cash	515,408	(594,212)
Increase in liabilities	(5,517,941)	(16,289,564)
Profit after tax for the period	923,811	1,143,951

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


**Managing Director &
Chief Executive Officer**
Taher G. Sachak


Chief Financial Officer
Syed Shahid Abbas


Director
Hasanali Abdullah


Director
Saifuddin N.
Zoomkawala

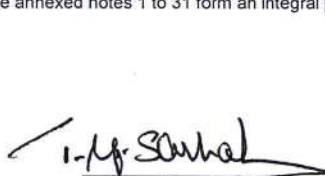

Chairman
Rafique R.
Bhimjee


EFU LIFE ASSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2021 (Unaudited)

	Attributable to the equity holders' of the Company					Total
	Share capital	General reserve	Retained earnings arising from business other than participating business attributable to shareholders (ledger account D) - net of tax *	Surplus / deficit on revaluation of available for sale investments - net of tax*	Unappropriated profit	
	(Rupees in '000)					
Balance as at 1 January 2020	1,000,000	2,000,000	1,730,534	50,986	1,126,420	5,907,940
Comprehensive Income for the period ended 30 September 2020						
Income for the period ended 30 September 2020	-	-	40,428	-	1,103,521	1,143,949
Other Comprehensive loss	-	-	-	(23,277)	-	(23,277)
Total income for the period ended 30 September 2020	-	-	40,428	(23,277)	1,103,521	1,120,672
Contribution to increase solvency margin	-	-	133,546	-	(133,546)	-
Transactions with shareholders						
Dividend for the year ended 31 December 2019	-	-	-	-	(1,050,000)	(1,050,000)
Interim Dividend - 1st Quarter 2020	-	-	-	-	(150,000)	(150,000)
Interim Dividend - 2nd Quarter 2020	-	-	-	-	(150,000)	(150,000)
	-	-	-	-	(1,350,000)	(1,350,000)
Balance as at 30 September 2020	<u>1,000,000</u>	<u>2,000,000</u>	<u>1,904,508</u>	<u>27,709</u>	<u>746,395</u>	<u>5,678,612</u>
Balance as at 1 January 2021	1,000,000	2,000,000	1,973,336	38,311	1,163,442	6,175,089
Comprehensive Income for the period ended 30 September 2021						
Income for the period ended 30 September 2021	-	-	7,331	-	916,480	923,811
Capital contribution transferred to policyholder liability	-	-	(19,813)	-	-	(19,813)
Other Comprehensive loss	-	-	-	(8,360)	-	(8,360)
Total income for the period ended 30 September 2021	-	-	(12,482)	(8,360)	916,480	895,638
Contribution to increase solvency margin	-	-	157,271	-	(157,271)	-
Transfer to General Reserve	-	100,000	-	-	(100,000)	-
Transactions with shareholders						
Dividend for the year ended 31 December 2020	-	-	-	-	(1,050,000)	(1,050,000)
Interim Dividend - 1st Quarter 2021	-	-	-	-	(150,000)	(150,000)
Interim Dividend - 2nd Quarter 2021	-	-	-	-	(150,000)	(150,000)
	-	-	-	-	(1,350,000)	(1,350,000)
Balance as at 30 September 2021	<u>1,000,000</u>	<u>2,100,000</u>	<u>2,118,125</u>	<u>29,951</u>	<u>472,651</u>	<u>5,720,727</u>

*This include balances maintained in accordance with the requirements of section 35 of the Insurance Ordinance, 2000 read with rule 14 of the Insurance Rules, 2017 to meet solvency margins, which are mandatorily maintained for the carrying on of the life insurance business.

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


Managing Director &
Chief Executive Officer
Taher G. Sachak


Chief Financial Officer
Syed Shahid Abbas


Director
Hasanali Abdullah


Director
Saifuddin N. Zoomkawala


Chairman
Rafique R. Bhimjee

EFU LIFE ASSURANCE LIMITED
NOTES TO AND FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021 (Unaudited)

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** EFU Life Assurance Limited (the Company) was incorporated in Pakistan on 09 August 1992 as a public limited company under the Repealed Companies Ordinance, 1984 (now Companies Act, 2017) and started its operation from 18 November 1992. The shares of the Company are quoted on Pakistan Stock Exchange. The registered office of the Company is located at Al-Malik Centre, 70W, F-7/ G-7 Jinnah Avenue, Islamabad while principal place of business is located at EFU Life House Plot No.112, 8th East street, Phase 1, DHA, Karachi.
- 1.2** The Company is a subsidiary of EFU General Insurance Limited on the basis of its ability to control the composition of the Board of Directors of EFU Life Assurance Limited effective 31 March 2018.
- 1.3** The Company is engaged in life insurance business including ordinary life business, pension fund business and accident and health business and has established following statutory funds, as required by the Insurance Ordinance, 2000:

- Investment Linked Business (includes individual life business)
- Conventional Business (includes group life and individual life businesses)
- Pension Business (unit linked)*
- Accident and Health Business
- Family Takaful Investment Linked Business (Refer note 1.4)
- Family Takaful Protection Business (Refer note 1.4)

* The Company had discontinued pension business and accordingly no new business has been written under this fund.

- 1.4** The Company was granted authorisation on 19 January 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Takaful Window Operation in respect of family takaful products by Securities and Exchange Commission of Pakistan (SECP) and subsequently the Company commenced Window Takaful Operations on 6 February 2015 under the brand name "Hemayah". For the purpose of carrying on takaful business, the Company has formed a Waqf namely EFU Life - Window Family Takaful Limited Waqf (here-in-after referred to as the Participant Takaful Fund (PTF)) on 6 February 2015 under a Waqf deed executed by the Company with a cede amount of Rs. 2 million. 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 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 Company.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

- 2.1** These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards comprise of:
- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules 2017, Insurance Accounting Regulations, 2017 and Takaful Rules, 2012; and
 - Islamic Financial Accounting Standards (IFAS) (as a lease) issued by the Institute of Chartered Accountants of Pakistan, as are notified under the Companies Act, 2017.

Incase requirements differ, the provisions or directives of the Companies Act, 2017, the Insurance Ordinance,

2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and Takaful Rules, 2012 have been followed. The condensed interim financial information does not include all the information required in the annual financial statements. Accordingly, the condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2020.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, except for the available for sale investments which are stated at their fair values.

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees, which is the Company's functional and presentation currency. All financial information presented in Pakistani Rupees has been rounded to the nearest thousands.

2.4 Standards, Interpretations and Amendments effective in 2021

There are certain new and amended standards, interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after 01 January 2021 but are considered not to be relevant or do not have any significant effect on the Company's operations and therefore not detailed in these condensed interim financial statements.

2.5 Application of IFRS 9 and IFRS 17

IFRS 9 'Financial Instruments' is effective for reporting year ended 31 December 2019. It replaces the existing guidance in IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets, and new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS- 39.

Amendment to IFRS 4 'Insurance Contracts' - Applying IFRS 9 'Financial Instruments' with IFRS 4 addresses issue arising from the different effective dates of IFRS 9 and the forthcoming new standard IFRS 17 'Insurance Contracts'. The amendments introduce two alternative options for entities issuing contracts within the scope of IFRS 4, notably a temporary exemption and an overlay approach. The temporary exemption enables eligible entities to defer the implementation date of IFRS 9. The overlay approach allows an entity applying IFRS 9 from 1 July 2018 onwards to remove from profit or loss the effects of some of the accounting mismatches that may occur from applying IFRS 9 before IFRS 17 is applied.

The Company has determined that it is eligible for the temporary exemption option since the Company has not previously applied any version of IFRS 9, its activities are predominantly connected with insurance as the percentage of the total carrying amount of its liabilities connected with insurance relative to the total carrying amount of all its liabilities is greater than 90 percent and the company doesn't engage in significant activities unconnected with insurance based on historical available information. Under the temporary exemption option, the Company can defer the application of IFRS 9 until the application of IFRS 17.

To determine the appropriate classification of financial assets under IFRS 9, an entity would need to assess the contractual cash flows characteristics of any financial asset. Indeed, the contractual terms of the financial asset give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding ("SPPI") i.e. cash flows that are consistent with a basic lending arrangement. In a basic lending arrangement, consideration for the time value of money and credit risk are typically the most significant elements of interest.

IFRS 9 defines the terms "principal" as being the fair value of the financial asset at initial recognition, and the "interest" as being compensation for (i) the time value of money, and (ii) the credit risk associated with the principal amount outstanding during a particular period of time.

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.

Financial assets

30 September 2021 (Unaudited)			
Fail the SPPI test	Pass the SPPI test		
		Change in unrealized gain or loss during the period	Change in unrealized gain or loss during the period
Fair value	Fair value		
		(Rupees in '000)	
-	-	6,548,009	-
36,281,699	(3,975,489)	-	-
	-	89,172,190	(933,677)
-	-	19,251,429	-
1,358,851	-	-	-
37,640,550	(3,975,489)	114,971,628	(933,677)

Cash and bank *

30 September 2021 (Unaudited)												
Gross carrying amounts of debt instruments that pass the SPPI test												
	AA+	A+	A	AA	AA-	AAA	A-1	A-	BBB+	A-1+	A-2	Unrated
	(Rupees in '000)											
Cash and bank *	-	-	-	-	-	-	3,595,839	-	-	2,925,383	7,622	19,165
Investments in equity securities	-	-	-	-	-	-	-	-	-	-	-	-
Investments in debt securities	767,087	380,643		2,729,400	100,800	1,661,378	-	-	-	-	-	83,122,881
Term Deposits / Certificate of investment	-	1,800,000	-	-	-	-	-	3,867,000	-	13,584,429	-	410,000
Total gross carrying amounts of financial assets that pass the SPPI test												
	767,087	2,180,643	-	2,729,400	100,800	1,661,378	3,595,839	3,867,000	-	16,509,812	7,622	83,552,046

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

2.6 Standards, Interpretations and amendments not effective at period end

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 July 2021, these amendments are not likely to affect the condensed interim financial statements of the Company:

- Interest Rate Benchmark Reform - Phase 2 which amended IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 is applicable for annual financial periods beginning on or after 1 January 2021, with earlier application permitted. The amendments introduce a practical expedient to account for modifications of financial assets or financial liabilities if a change results directly from IBOR reform and occurs on an 'economically equivalent' basis. In these cases, changes will be accounted for by updating the effective interest rate. A similar practical expedient will apply under IFRS 16 for lessees when accounting for lease modifications required by IBOR reform. The amendments also allow a series of exemptions from the regular, strict rules around hedge accounting for hedging relationships directly affected by the interest rate benchmark reforms. The amendments apply retrospectively with earlier application permitted. Hedging relationships previously discontinued solely because of changes resulting from the reform will be reinstated if certain conditions are met.
- COVID-19-Related Rent Concessions (Amendment to IFRS 16) – the International Accounting Standards Board (the Board) has issued amendments to IFRS 16 (the amendments) to provide practical relief for lessees in accounting for rent concessions. The amendments are effective for periods beginning on or after 1 June 2020, with earlier application permitted. Under the standard's previous requirements, lessees assess whether rent concessions are lease modifications and, if so, apply the specific guidance on accounting for lease modifications. This generally involves remeasuring the lease liability using the revised lease payments and a revised discount rate. In light of the effects of the COVID-19 pandemic, and the fact that many lessees are applying the standard for the first time in their financial statements, the Board has provided an optional practical expedient for lessees. Under the practical expedient, lessees are not required to assess whether eligible rent concessions are lease modifications, and instead are permitted to account for them as if they were not lease modifications.

The practical expedient introduced in the 2020 amendments only applied to rent concessions for which any reduction in lease payments affected payments originally due on or before 30 June 2021. In light of persistence of economic challenges posed by the COVID-19 pandemic, the Board has extended the practical expedient for COVID-19 related rent concessions by one year i.e. permitting lessees to apply it to rent concessions for which any reduction in lease payments affects only payments originally due on or before 30 June 2022.

Rent concessions are eligible for the practical expedient if they occur as a direct consequence of the COVID-19 pandemic and if all the following criteria are met:

- the change in lease payments results in revised consideration for the lease that is substantially the same as, or less than, the consideration for the lease immediately preceding the change;
- any reduction in lease payments affects only payments originally due on or before 30 June 2022; and
- there is no substantive change to the other terms and conditions of the lease.
- Onerous Contracts – Cost of Fulfilling a Contract (Amendments to IAS 37) effective for the annual periods beginning on or after 1 January 2022 amends IAS 1 by mainly adding paragraphs which clarify what comprises the cost of fulfilling a contract. Cost of fulfilling a contract is relevant when determining whether a contract is onerous. An entity is required to apply the amendments to contracts for which it has not yet fulfilled all its obligations at the beginning of the annual reporting period in which it first applies the amendments (the date of initial application). Restatement of comparative information is not required, instead the amendments require an entity to recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or other component of equity, as appropriate, at the date of initial application.

The following annual improvements to IFRS Standards 2018-2020 are effective for annual reporting periods beginning on or after 1 January 2022.

- IFRS 9 – The amendment clarifies that an entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other's behalf, when it applies the '10 per cent' test in paragraph B3.3.6 of IFRS 9 in assessing whether to derecognize a financial liability.
- IFRS 16 – The amendment partially amends Illustrative Example 13 accompanying IFRS 16 by excluding the illustration of reimbursement of leasehold improvements by the lessor. The objective of the amendment is to resolve any potential confusion that might arise in lease incentives.
- IAS 41 – The amendment removes the requirement in paragraph 22 of IAS 41 for entities to exclude taxation cash flows when measuring the fair value of a biological asset using a present value technique.

- Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16) effective for annual periods beginning on or after 1 January 2022 clarifies that sales proceeds and costs of items produced while bringing an item of property, plant and equipment to the location and condition necessary for it to be capable of operating in the manner intended by management e.g. when testing etc., are recognized in profit or loss in accordance with applicable Standards. The entity measures the cost of those items applying the measurement requirements of IAS 2. The standard also removes the requirement of deducting the net sales proceeds from cost of testing. An entity shall apply those amendments retrospectively, but only to items of property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after the beginning of the earliest period presented in the financial statements in which the entity first applies the amendments. The entity shall recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at the beginning of that earliest period presented.
- Reference to the Conceptual Framework (Amendments to IFRS 3) - Reference to the Conceptual Framework, issued in May 2020, amended paragraphs 11, 14, 21, 22 and 23 of and added paragraphs 21A, 21B, 21C and 23A to IFRS 3. An entity shall apply those amendments to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 1 January 2022. Earlier application is permitted if at the same time or earlier an entity also applies all the amendments made by Amendments to References to the Conceptual Framework in IFRS Standards, issued in March 2018.
- Classification of liabilities as current or non-current (Amendments to IAS 1) amendments apply retrospectively for the annual periods beginning on or after 1 January 2023. These amendments in the standards have been added to further clarify when a liability is classified as current. The standard also amends the aspect of classification of liability as non-current by requiring the assessment of the entity's right at the end of the reporting period to defer the settlement of liability for at least twelve months after the reporting period. An entity shall apply those amendments retrospectively in accordance with IAS 8.
- Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2) – the Board has issued amendments on the application of materiality to disclosure of accounting policies and to help companies provide useful accounting policy disclosures. The key amendments to IAS 1 include:
 - requiring companies to disclose their material accounting policies rather than their significant accounting policies;
 - clarifying that accounting policies related to immaterial transactions, other events or conditions are themselves immaterial and as such need not be disclosed; and
 - clarifying that not all accounting policies that relate to material transactions, other events or conditions are themselves material to a company's financial statements.

The Board also amended IFRS Practice Statement 2 to include guidance and two additional examples on the application of materiality to accounting policy disclosures. The amendments are effective for annual reporting periods beginning on or after 1 January 2021.
- Definition of Accounting Estimates (Amendments to IAS 8) – The amendments introduce a new definition for accounting estimates clarifying that they are monetary amounts in the financial statements that are subject to measurement uncertainty. The amendments also clarify the relationship between accounting policies and accounting estimates by specifying that a company develops an accounting estimate to achieve the objective set out by an accounting policy. The amendments are effective for periods beginning on or after 1 January 2023, and will apply prospectively to changes in accounting estimates and changes in accounting policies occurring on or after the beginning of the first annual reporting period in which the company applies the amendments.
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IAS 12) – The amendments narrow the scope of the initial recognition exemption (IRE) so that it does not apply to transactions that give rise to equal and offsetting temporary differences. As a result, companies will need to recognise a deferred tax asset and a deferred tax liability for temporary differences arising on initial recognition of a lease and a decommissioning provision. For leases and decommissioning liabilities, the associated deferred tax asset and liabilities will need to be recognised from the beginning of the earliest comparative period presented, with any cumulative effect recognised as an adjustment to retained earnings or other components of equity at that date. The amendments are effective for annual reporting periods beginning on or after 1 January 2023 with earlier application permitted.
- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28) – The amendment amends accounting treatment on loss of control of business or assets. The amendments also introduce new accounting for less frequent transaction that involves neither cost nor full step-up of certain retained interests in assets that are not businesses. The effective date for these changes has been deferred indefinitely until the completion of a broader review.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and method of computation adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the annual financial statements of the Company for the year ended 31 December 2020.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires the use of certain critical accounting estimates. It also requires 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 historic experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in the period in which the estimate is revised and any future periods affected.

The outbreak of coronavirus in late 2019 has been officially announced as a global pandemic on 11 March 2020 by the World Health Organisation. However, Pakistan witnessed its first case amidst February 2020, which subsequently increased exponentially throughout the country countered by several measures by both the Federal and Provincial governments including the imposition of lockdowns and restricting economic activities.

Although insurance industry has its impact on multiple fronts as a claim payer, as an employer and as investment manager, but for the Company the operational disruption, as indicated by outstanding claim inventories and development triangles, has been minimal. However, the significant uncertainty requires changes to methodologies and assumptions have been made to provide additional margins in the Policyholder Liabilities.

Change in Assumptions

Family Takaful Protection Business

The methodology and assumptions for group takaful IBNR claim reserve has also been reviewed. Additional Paycon IBNR which was added previously was also removed due to sufficient claim experience.

5 PROPERTIES, EQUIPMENTS AND INTANGIBLE ASSETS

	30 September 2021 Unaudited ----- (Rupees in '000) -----	31 December 2020 Audited
Operating assets	2,519,777	2,443,398
Right Of Use Asset	514,489	440,811
	<u>3,034,266</u>	<u>2,884,209</u>

5.1 Details of additions and disposals during the nine months period ended 30 September 2021 are as follows:

	Nine months ended - Unaudited			
	30 September 2021		30 September 2020	
	Additions	Disposals	Additions	Disposals
	----- (Rupees in '000) -----			
Furniture, fixture and fittings	12,103	-	39,203	-
Office equipment	12,522	597	10,506	318
Computer equipment	176,251	3,605	49,458	1,055
Motor vehicle	136,479	85,559	129,639	41,670
Lease hold improvements	22,793	-	21,157	-
Building	-	-	12,701	-
Total	<u>360,148</u>	<u>89,761</u>	<u>262,664</u>	<u>43,043</u>

5.2 The market value of land and building is estimated at Rs. 3,811 million. The valuations have been carried out by independent valuer as at 31 December 2020.

5.3 During the period additions in intangible assets were Rs. 0.542 million (30 September 2020: Rs. 29.904 million).

6 INVESTMENTS IN EQUITY SECURITIES

		30 September 2021	31 December 2020
	Note	Unaudited	Audited
		----- (Rupees in '000) -----	
Available for sale			
At fair value through profit or loss (Designated - upon initial recognition)			
	6.1	208,374	280,659
	6.2	36,073,326	38,959,166
		<u>36,281,700</u>	<u>39,239,825</u>

	30 September 2021 (Unaudited)	31 December 2020 (Audited)
	Cost Impairment / (provision)	Cost Impairment / (provision)
	----- (Rupees in '000) -----	
6.1 Available for sale		
Related Parties		
Listed shares	204,222 (160,914)	306,470 (201,047)
Others		
Listed shares	161,851 (21,633)	138,111 (18,857)
Unlisted shares	16,008 -	16,008 -
Surplus on revaluation	- -	- -
	<u>382,081 (182,547)</u>	<u>460,589 (219,904)</u>
		<u>280,659</u>

6.2 Fair value through profit or loss (Designated - upon initial recognition)

	30 September 2021 (Unaudited)	31 December 2020 (Audited)
	Cost Impairment / (provision)	Cost Impairment / (provision)
	----- (Rupees in '000) -----	
Related Parties		
Listed shares	991,519 -	476,653 -
Unlisted shares	- -	- -
Others		
Listed shares	34,508,365 -	33,977,498 -
	<u>35,499,884 -</u>	<u>34,454,151 -</u>
	<u>35,881,965 (182,547)</u>	<u>36,281,700 (219,904)</u>
		<u>39,239,825</u>

Reconciliation of provision for impairment

Balance at the beginning of the year
Reversal for impairment on available for sale investments
Balance at the end of the period

	30 September 2021	31 December 2020
	Unaudited	Audited
	----- (Rupees in '000) -----	
	219,904	272,478
	(37,357)	(52,574)
	<u>182,547</u>	<u>219,904</u>

7 GOVERNMENT SECURITIES

Held to maturity
Fair value through profit or loss (Designated - upon initial recognition)

	30 September 2021	31 December 2020
	Unaudited	Audited
	----- (Rupees in '000) -----	
	7,891,182	7,447,581
	75,231,699	67,013,519
	<u>83,122,881</u>	<u>74,461,100</u>

30 September 2021 (Unaudited)

Maturity year	Effective yield %	Amortised cost	Principal repayment	Carrying value
				----- (Rupees in '000) -----
2021	7.50	1,742,821	1,752,500	1,742,821
2023	6.27	289,974	289,628	289,974
2022	9.00	3,783,517	3,835,000	3,783,517
2023	7.1178	49,818	50,000	49,818
2023	7.12	1,313,036	1,322,500	1,313,036
2024	10.00	53,997	53,700	53,997
2028	8.75	12,279	15,000	12,279
2029	8.05	193,470	197,160	193,470
2030	7.25	452,270	452,700	452,270
		<u>7,891,182</u>	<u>7,968,188</u>	<u>7,891,182</u>

7.1 Held to maturity

06 Months Treasury Bills
05 Years Government Ijara
03 Years Pakistan Investment Bond
03 Years Pakistan Investment Bond
03 Years Pakistan Investment Bond
20 Years Pakistan Investment Bond
10 Years Pakistan Investment Bond
10 Years Pakistan Energy Sukuk I
10 Years Pakistan Energy Sukuk II

7.2 Fair Value through profit and loss (Designated - upon initial recognition)

	30 September 2021 (Unaudited)			
	Maturity year	Effective yield	Amortised cost	Principal repayment
			(Rupees in '000)	
6 Months Treasury Bills	2021	7.46	8,218,611	8,247,500
03 Years Government Ijara	2023	5.95	628,537	627,060
10 Years Pakistan Investment Bond	2022	12.00	2,107,431	2,100,000
3 Years Pakistan Investment Bond	2022	9.00	27,459,405	27,656,500
5 Years Pakistan Investment Bond	2023	8.00	1,170,155	1,206,000
3 Years Pakistan Investment Bond	2023	7.12	33,309,851	35,527,500
20 Years Pakistan Investment Bond	2024	10.00	389,468	303,000
10 Years Pakistan Investment Bond	2024	12.00	101,245	100,000
5 Years Pakistan Investment Bond	2026	7.12	245,813	250,000
5 Years Pakistan Investment Bond	2026	7.12	245,719	250,000
10 Years Pakistan Investment Bond	2029	10.00	116,661	125,000
10 Years Pakistan Energy Sukuk	2029	8.05	945,044	963,159
Pakistan Energy Sukuk	2030	7.25	50,252	50,300
			74,988,192	77,406,019

8 INVESTMENT IN DEBT SECURITIES

	30 September 2021 (Unaudited)			31 December 2020 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
	(Rupees in '000)					
Term finance certificates	3,110,795	-	3,110,795	3,856,997	-	3,856,997
Corporate sukuks	2,528,513	-	2,528,513	3,908,187	-	3,908,187
Commercial papers	-	-	-	8,554	-	8,554
Certificates of investment	410,000	-	410,000	210,000	-	210,000
	6,049,308	-	6,049,308	7,983,738	-	7,983,738

8.1 Term Finance Certificate

Fair value through profit or loss

Others

	Effective Yield	Maturity	No. of Certificates		Face Value	Carrying Amount	
			30 September 2021	31 December 2020		30 September 2021	31 December 2020
			Unaudited	Audited		Unaudited	Audited
(Rupees in '000)							
Bank Alfalah Limited	9.03	2021	5,000	5,000	100	481,619	500,000
Bank Al Habib Limited	8.03	2026	-	80,100	5	-	360,909
TPL Trakker Limited	10.45	2026	25	-	1,029	25,733	-
Bank Al Habib Limited	8.70	2028	20,000	20,000	5	101,137	97,048
Bank Al Habib Limited	9.20	Perpetual	40,000	40,000	5	200,000	200,000
United Bank Limited	8.95	Perpetual	250,000	250,000	5	1,250,000	1,250,000
Sonari Bank Limited	9.7	Perpetual	10,000	10,000	5	50,000	50,000
Habib Bank Limited	9.36	Perpetual	2,000	2,000	100	200,000	200,000
Bank Alfalah Limited	9.63	Perpetual	20,000	20,000	5	100,000	100,000
Askari Bank Limited	8.69	Perpetual	100	100	1,000	102,306	99,040
Askari Bank Limited	9.17	Perpetual	450	450	1,000	450,000	450,000
Related Parties							
JS Bank Limited	9.60	Perpetual	1,000	5,000	100	100,000	500,000
						<u>3,060,795</u>	<u>3,806,997</u>

Held to maturity

Askari Bank Limited	9.17	Perpetual	50	50	1,000	50,000	50,000
						<u>50,000</u>	<u>50,000</u>
						<u>3,110,795</u>	<u>3,856,997</u>

8.2 Corporate sukuk

Fair value through profit or loss

Others

	Effective Yield	Maturity	No. of Certificates		Face Value	Carrying Amount	
			30 September 2021	31 December 2020		30 September 2021	31 December 2020
			Unaudited	Audited		Unaudited	Audited
			(Rupees in '000)				
AlBaraka Bank Limited	8.54	2021	-	50	1,000	-	7,141
Byco Petroleum Pakistan Limited	8.44	2022	1,000	1,000	100	16,691	41,514
International Brands Limited	7.89	2021	1,000	1,000	100	6,312	42,258
Fatima Fertilizer Company Limited	8.45	2021	9,807	9,807	3	4,910	9,874
Hascol Petroleum Limited *	8.95	2022	30,000	30,000	3	16,875	37,086
Dawood Hercules-Sukuk	8.30	2022	-	6,431	200	-	455,838
Dawood Hercules-Sukuk	8.30	2023	-	5,819	100	-	352,965
HUBCO Sukuk	8.29	2023	3,500	3,500	100	357,087	357,870
Pakistan Services Limited	8.89	2024	250	250	1,000	100,800	197,577
Engro Polymer Limited	8.56	2026	2,050	2,050	100	211,262	209,408
Neelum Jhelum Hydropower Company Limited	9.43	2026	12,500	12,500	100	804,688	885,156
Meezan Bank Limited	9.25	Perpetual	500	500	1,000	500,000	500,000
Dubai Islamic Bank Pakistan Limited	9.14	Perpetual	20,000	20,000	5	100,000	100,000

Related Parties

K-Electric Limited	8.53	2022	352,233	352,233	5	266,448	533,685
BankIslami Pakistan Limited	10.14	Perpetual	28,063	28,063	5	140,315	140,315
						2,525,388	3,870,687

Less: provision for impairment in the value of available for sale fixed income securities - note 8.5

(16,875)	
<u>2,508,513</u>	<u>3,870,687</u>

	Effective Yield	Maturity	No. of Certificates		Face Value	Carrying Amount	
			30 September 2021	31 December 2020		30 September 2021	31 December 2020
			Unaudited	Audited		Unaudited	Audited
(Rupees in '000)							
Held to maturity							
Dawood Hercules-Sukuk	8.30	2020	-	250	100	-	17,500
	8.56	2026	200	200	100	20,000	20,000
						20,000	37,500
						2,528,513	3,908,187
8.3 Commercial paper							
TPL Corp	9.20	2021	-	1	25,000	-	8,554
8.4 Certificate of investment							
Pak Kuwait Investment Company	7.50	2021	1	-	150,000	150,000	-
	7.40	2021	1	1	210,000	210,000	210,000
Pak Oman Company Limited	7.40	2021	1	-	50,000	50,000	-
						410,000	210,000
						6,049,308	7,983,738
8.5 Reconciliation of Provision							
Balance at the beginning of the year						-	-
(Reversal) / provision for impairment in the value of investment						16,875	-
Balance at the end of the year						16,875	-

	30 September 2021	31 December 2020
	Unaudited	Audited
9 INVESTMENTS IN TERM DEPOSITS	----- (Rupees in '000) -----	

Deposits maturing within 3 months 19,251,429 19,062,000

These have tenure of one to three months (2020: one to three month) and carry mark-up at the rate 6.50% to 8.17% (2020: 6.75% to 13.45%) per annum and includes term deposit receipts of Rs. 5.7 billion (2020: Rs. 5.7 billion) and Rs. 3.5 billion (2020: Rs. 1.0 billion) held with JS Bank Limited and BankIslami (Pakistan) Limited respectively (related parties) which carries a markup at the rate 7.23% (2020: 13.45%) and from 7.15% to 7.30% (2020: 6.75% to 7.25%) respectively.

	Note	30 September 2021	31 December 2020
		Unaudited	Audited
10 INVESTMENT IN OPEN ENDED MUTUAL FUNDS		----- (Rupees in '000) -----	

At fair value through profit or loss (Designated - upon initial recognition)	10.1	1,235,354	1,558,312
Available for sale	10.2	123,497	127,059
		<u>1,358,851</u>	<u>1,685,371</u>

	30 September 2021 (Unaudited)			31 December 2020 (Audited)		
	Cost	Impairment/ provision	Carrying Value	Cost	Impairment/ provision	Carrying Value
	----- (Rupees in '000) -----					
10.1 At fair value through profit or loss (Designated - upon initial recognition)						
Related parties						
Mutual funds	1,247	-	1,132	596	-	1,174
Others						
Mutual funds	1,121,076	-	1,234,222	1,410,788	-	1,557,138
	<u>1,122,323</u>	<u>-</u>	<u>1,235,354</u>	<u>1,411,384</u>	<u>-</u>	<u>1,558,312</u>
10.2 Available for sale						
Related parties						
Mutual funds	523	-	523	523	-	523
Others						
Mutual funds	121,406	(16,276)	105,130	123,307	(10,754)	112,553
Surplus on revaluation	-	-	17,844	-	-	13,983
	<u>121,929</u>	<u>(16,276)</u>	<u>123,497</u>	<u>123,830</u>	<u>(10,754)</u>	<u>127,059</u>
	<u>1,244,252</u>	<u>(16,276)</u>	<u>1,358,851</u>	<u>1,535,214</u>	<u>(10,754)</u>	<u>1,685,371</u>

	30 September 2021	31 December 2020
	Unaudited	Audited
Reconciliation of provision for impairment	----- (Rupees in '000) -----	
Balance at the beginning of the year	10,754	11,200
Provision / (Reversal) for impairment on available for sale investments	5,522	(446)
Balance at the end of the period	<u>16,276</u>	<u>10,754</u>

		30 September 2021 Unaudited	31 December 2020 Audited
		----- (Rupees in '000) -----	
11	CASH AND BANK		
	Cash and Cash Equivalent		
	Cash in hand	1,567	25
	Policy & revenue stamps	1,319	4,900
	Cash at bank		
	Current account	544,064	1,376,808
	Savings account	6,001,058	3,953,358
		<u>6,548,008</u>	<u>5,335,091</u>
		30 September 2021 Unaudited	30 September 2020 Audited
		----- (Rupees in '000) -----	
11.1	Cash and cash equivalents for cash flow purpose comprise of the following:		
	Cash and others	2,886	9,353
	Cash at bank	6,545,122	5,034,718
	Term deposits maturing within three months	19,251,429	17,492,290
		<u>25,799,437</u>	<u>22,536,361</u>
		30 September 2021 Unaudited	31 December 2020 Audited
		----- (Rupees in '000) -----	
12	RETAINED EARNING LEDGER ACCOUNT D		
	Opening balance	2,647,743	2,315,372
	Contribution to increase solvency margin	157,271	26,109
	Change in solvency margin through statement of profit and loss account	(21,504)	306,262
		<u>2,783,510</u>	<u>2,647,743</u>
	Related deferred tax liability on:		
	Opening balance	(674,407)	(584,838)
	Charge to condensed interim statement of profit and loss account	9,022	(89,569)
	Closing balance	(665,385)	(674,407)
	Net of tax	<u>2,118,125</u>	<u>1,973,336</u>
		30 September 2021 Unaudited	31 December 2020 Audited
		----- (Rupees in '000) -----	
13	INSURANCE LIABILITIES		
	Reported outstanding claims	13.1 3,617,605	3,568,512
	Incurred but not reported claims	13.2 845,429	769,857
	Investment component of unit-linked and account value policies	13.3 143,106,603	137,565,348
	Liabilities under individual conventional insurance contracts	13.4 920,419	933,952
	Liabilities under group insurance contracts (other than investment linked)	13.5 548,952	447,173
	Participant takaful fund balance	13.6 250,567	228,173
		<u>149,289,575</u>	<u>143,513,015</u>

	30 September 2021 Unaudited	31 December 2020 Audited
	----- (Rupees in '000) -----	
13.1 Reported outstanding claims		
Gross of reinsurance		
Payable within one year	3,041,210	3,059,539
Payable over a period of time exceeding one year	1,039,092	905,164
	<u>4,080,302</u>	<u>3,964,703</u>
Recoverable from reinsurers		
Receivable over a period of time exceeding one year	(462,697)	(396,191)
	<u>(462,697)</u>	<u>(396,191)</u>
Net reported outstanding claims	<u>3,617,605</u>	<u>3,568,512</u>
13.2 Incurred but not reported claims		
Gross of reinsurance	1,021,146	957,089
Reinsurance recoveries	(175,717)	(187,232)
Net of reinsurance	<u>845,429</u>	<u>769,857</u>
13.3 Investment component of unit linked and account value policies		
Investment component of unit linked policies	143,106,603	137,565,348
Investment component of account value policies	-	-
	<u>143,106,603</u>	<u>137,565,348</u>
13.4 Liabilities under individual conventional insurance contracts		
Gross of reinsurance	1,104,600	1,122,415
Reinsurance credit	(184,181)	(188,463)
Net of reinsurance	<u>920,419</u>	<u>933,952</u>
13.5 Liabilities under group insurance contracts (other than investment linked)		
Gross of reinsurance	719,481	560,405
Reinsurance credit	(170,529)	(113,232)
Net of reinsurance	<u>548,952</u>	<u>447,173</u>
13.6 Participant takaful fund balance	<u>250,567</u>	<u>228,173</u>
14 Lease Liabilities		
Lease liabilities under IFRS 16	594,225	503,513
Current portion	<u>140,766</u>	<u>113,608</u>
Non-current portion	<u>453,459</u>	<u>389,905</u>

Finance cost on lease liabilities for the period ended September 30, 2021 was Rs. 36.796 million (September 30, 2020: Rs. 40.648 million) Total cash outflow for lease was Rs. 112.826 million (September 30, 2020: Rs. 123.989 million).

15 CONTINGENCIES AND COMMITMENTS

- 15.1 The Income tax assessment of the Company for tax year 2021 has been finalized. In 2013, Income Tax Department imposed an additional tax demand under section 151(1)(d) on account of non-deduction of withholding tax on surrender and maturity amounting to Rs.13.833 million and Rs.15.014 million for Tax Years 2012 and 2013 respectively. The Company filed an appeal before Commissioner Inland Revenue (Appeals) and the same was dismissed. The Company filed second appeal before the Appellate Tribunal against the order of CIT. The Learned Appellate Tribunal Inland revenue had decided the case in Company's favour. Subsequent to it, the department has filed review application against the order in Honourable Court of Sindh. The decision is still pending. The Company expects a favourable decision.

In 2015 and 2016, The Searle Company Limited issued bonus shares (76,031 shares and 342,480 shares respectively) after withholding 5 percent of bonus shares (3,802 shares and 17,124 shares respectively) and the IBL Healthcare Limited issued bonus shares (46,625 shares and 80,311 shares respectively) after withholding 5 percent of bonus shares (2,331 shares and 4,016 shares respectively). In this regard, a constitutional petition had been filed by the Company in Sindh High Court challenging the applicability of withholding tax provision on bonus shares received by the Company. The honorable high court decided the case against the Company. Subsequently, the Company filed an appeal with a larger bench of the Sindh High Court and in response the Sindh High Court has suspended the earlier judgment until the next date of hearing, which has not yet been decided. The Company is of the view that the case will be decided in its favour and as such no provision has been made for the aforementioned tax. The amount involved is Rs. 3.279 million.

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

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

The Honorable Lahore and Sindh High Courts have directed that no coercive measure would be taken until the next date of hearing. Further subsequent to filing petition, all the provincial tax authorities i.e. SRB, PRA and BRA called a meeting of the industry representatives on 11 January 2020 in Karachi to discuss the matters relating to sales tax on premium. The matter was discussed in details and it was agreed to form a joint committee of the industry representatives as well as from all the provincial tax authorities. Further the committee formed met on 5 February 2020 in Lahore at PRA office to work out the way forward. Thereafter, due to the COVID-19 situation and consequential lockdown, further meetings of the Joint committee are not being held.

On 2 April 2020, due to the outbreak of COVID-19, the PRA provided a relief to Life insurance sector through its notification no. SO(TAX) 1-1110/2020 (COVID-19). The PRA reduced the PST rate from 16% to zero percent without input tax adjustment for life insurance from 2 April 2020 till 30 June 2020.

SRB through notification no. SRB-3-4/13/2020 dated 22 June 2020 exempted the life insurance services conditionally from 1 July 2019 to 30 June 2020 subject to e-depositing SST due, on such services for the tax periods from 1 July 2020 onward. Further in Sindh, on June 29, 2020 SRB through another notification No SRB-3-4/18/2020 has amended the responsibility of withholding agent rules requiring a Company also to withheld SST on Services of Life Insurance.

The Company with other life insurance companies has filed another petition in this regard in the Honorable Sindh High Court. The Honorable Sindh High Court has directed that no coercive measure will be taken until the next date of hearing.

In continuation to the constitutional petition filed in Sindh High Court, a hearing was scheduled to be conducted during 2021, however no hearing was held during the period amid rising cases due to the pandemic and annual vacations of the judges.

Furthermore, Khyber Pakhtunkhwa Revenue Authority (KPRA) through Khyber Pakhtunkhwa Finance Act 2021 has imposed sales tax on life insurance at the rate of 15%, from 1st July 2021, which was previously exempt for the reason of economic documentation.

Based on the legal opinion, obtained the Company considers that it has a reasonably strong case on the merits in the constitutional petition and the writ petition filed in the High Courts. In view of the above the Company has not started billing or withholding sales tax from its customers. The amount of sales tax involved is around Rs. 1,544.140 million computed on the basis of risk based premium. As per the advice of legal advisor, in case the administrative efforts fail, the amount will be charged to the policyholders.

- 15.3 Bank guarantees amounting to Rs. 55.944 million have been given in respect of Group Life coverage. These bank guarantees will expire on 30 December 2023.
- 15.4 There were no capital commitments at the period end.

16 NET INSURANCE PREMIUM / CONTRIBUTION REVENUE

Gross premium / contribution

Regular premium / contribution individual policies

First year	5,053,031	3,630,325	1,555,503	1,504,479
Second year renewal	2,908,173	3,507,978	937,911	1,297,896
Subsequent year renewal	14,125,786	11,809,847	4,555,225	4,310,601

Single premium / contribution individual policies

Group policies with cash values	26,387	32,173	6,707	10,454
Group policies without cash values	2,801,501	2,438,748	895,197	753,161
(Provision) / Reversal Experience refund	(89,184)	40,231	(56,125)	(37,215)

Total gross premium / contribution

Nine months period ended		Three months period ended	
30 September		30 September	
2021	2020	2021	2020
Unaudited			
(Rupees in '000)			

751,997	372,142	302,015	180,145
-	-	-	-
25,577,691	21,831,444	8,196,433	8,019,521

Less: Reinsurance premium / retakaful contribution ceded

On individual life first year business	63,267	42,852	18,868	18,463
On individual life second year business	36,102	30,322	8,581	9,866
On individual life renewal business	239,692	174,547	50,894	53,580
On group policies	586,359	455,230	136,561	116,922
Less: Experience refund from reinsurers	(4,953)	3,882	-	4,558
Less: Reinsurance commission on risk premium	(25,656)	(14,993)	(5,052)	(4,642)

Total reinsurance premium / retakaful contribution ceded

894,811	691,840	209,852	198,747
---------	---------	---------	---------

Net premium / contribution

24,682,880	21,139,604	7,986,581	7,820,774
------------	------------	-----------	-----------

17 INVESTMENT INCOME

Income from equity securities

At fair value through profit or loss (Designated upon initial recognition)

Dividend income	1,564,462	510,603	638,621	85,497
-----------------	-----------	---------	---------	--------

Available for Sale

Dividend income	20,048	11,122	7,926	317
-----------------	--------	--------	-------	-----

Income from debt securities

At fair value through profit or loss (Designated upon initial recognition)

Return on debt securities	900,998	1,359,523	298,439	271,916
government securities	4,915,422	5,146,928	1,640,458	1,622,340

Held to maturity

government securities	418,239	409,185	143,084	125,032
-----------------------	---------	---------	---------	---------

Income from term deposits

Return on term deposits	846,713	1,105,563	278,336	241,324
-------------------------	---------	-----------	---------	---------

8,665,882	8,542,924	3,006,864	2,346,426
-----------	-----------	-----------	-----------

**18 NET REALISED FAIR VALUE GAINS (LOSSES)
ON FINANCIAL ASSETS**

Nine months period ended		Three months period ended	
30 September		30 September	
2021	2020	2021	2020
Unaudited			
(Rupees in '000)			

Available for sale

Realised gains on:

- Equity securities
- Government securities

3,701,601	736,609	975,115	583,343
-	2,682,209	-	1,612,655

Realised losses on:

- Equity securities

(633,065)	-	(77,292)	-
3,068,536	3,418,818	897,823	2,195,998

**19 NET FAIR VALUE GAINS (LOSSES) ON FINANCIAL ASSETS AT
FAIR VALUE THROUGH PROFIT AND LOSS- UNREALISED**

Net unrealised (losses) / gain on investments in financial assets

- Government securities and Debt Securities (fair value through profit and loss designated upon initial recognition)

(933,677)	1,315,791	(347,854)	(3,383,441)
-----------	-----------	-----------	-------------

Net unrealised gains / (losses) on investments at fair value through profit or loss (designated upon initial recognition) - Equity Securities

(3,975,489)	2,005,622	(3,289,900)	4,661,516
-------------	-----------	-------------	-----------

Total investment (loss) / income

(4,909,166)	3,321,413	(3,637,754)	1,278,075
-------------	-----------	-------------	-----------

Exchange gain / (loss)

11,078	10,923	13,950	(2,010)
--------	--------	--------	---------

(Provision) / Reversal of Impairment in value of available for sale securities

(3,848)	25,943	(10,896)	34,229
---------	--------	----------	--------

Less: Investment related expenses

(1,644)	(3,922)	(882)	(1,913)
(4,903,580)	3,354,357	(3,635,582)	1,308,381

20 OTHER INCOME

Gain on sale of fixed assets

33,434	14,754	10,845	5,411
--------	--------	--------	-------

Return on loans to employees

16,324	12,935	5,845	5,649
--------	--------	-------	-------

Gain on early termination of lease contracts

7,642	3,678	5,198	3,678
-------	-------	-------	-------

Fees charged to Policyholders

12,592	8,301	4,412	3,800
--------	-------	-------	-------

69,992	39,668	26,300	18,538
--------	--------	--------	--------

21 NET INSURANCE BENEFITS

Gross claims

Claims under individual policies

by death

1,055,128	979,130	290,088	384,002
-----------	---------	---------	---------

by insured event other than death

11,103	9,228	4,188	4,527
--------	-------	-------	-------

by maturity

2,805,104	1,458,112	1,156,531	746,533
-----------	-----------	-----------	---------

by surrender

12,038,227	8,673,950	3,923,414	3,682,213
------------	-----------	-----------	-----------

Total gross individual policy claims

15,909,562	11,120,420	5,374,221	4,817,275
------------	------------	-----------	-----------

Claims under group policies

by death

2,034,408	1,749,851	647,393	676,157
-----------	-----------	---------	---------

by insured event other than death

80,953	53,287	15,534	14,503
--------	--------	--------	--------

by maturity

208	511	-	180
-----	-----	---	-----

by surrender

60,324	42,069	41,373	7,479
--------	--------	--------	-------

Total gross group claims

2,175,893	1,845,718	704,300	698,319
-----------	-----------	---------	---------

Total gross claims

18,085,455	12,966,138	6,078,521	5,515,594
------------	------------	-----------	-----------

Less: Reinsurance / retakaful recoveries

On individual life claims

144,715	175,396	8,422	43,253
---------	---------	-------	--------

On group life claims

535,321	344,819	169,343	131,177
---------	---------	---------	---------

Total reinsurance / retakaful recoveries

680,036	520,215	177,765	174,430
---------	---------	---------	---------

Add: Claims related expenses

10,222	6,810	2,724	1,307
--------	-------	-------	-------

Net insurance benefit expense

17,415,641	12,452,733	5,903,480	5,342,471
------------	------------	-----------	-----------

22 ACQUISITION EXPENSES

	Nine months period ended		Three months period ended	
	30 September		30 September	
	2021	2020	2021	2020
	Unaudited			
	(Rupees in '000)			
Remuneration to insurance intermediaries on individual policies:				
- Commission to agent on first year premiums / contributions	2,050,311	1,488,490	624,012	600,677
- Commission to agent on second year premiums / contributions	269,718	334,934	87,148	126,831
- Commission to agent on subsequent renewal premiums / contributions	393,739	337,122	128,146	122,795
- Commission to agent on single premiums / contributions	21,115	10,437	8,608	4,986
- Override commission to supervisors	453,888	357,383	137,159	144,521
- Other benefits to insurance intermediaries salaries, allowances and other benefits	1,298,165	1,014,433	459,623	316,693
Remuneration to insurance intermediaries on group policies:				
- Commission	275,954	245,414	104,394	82,688
- Other benefits to insurance intermediaries	64,269	58,312	23,604	18,995
- Traveling expenses (including cost of contests, conventions etc.)	34,540	28,661	11,524	6,276
- Printing and stationery	18,174	4,124	6,809	1,852
- Depreciation	218,931	241,921	66,525	79,040
- Rent, rates and taxes	8,218	5,150	3,472	3,722
- Electricity, gas and water	47,535	32,352	25,844	19,725
- Entertainment	36,235	26,302	14,346	10,856
- Vehicle running expenses	5,799	6,296	1,875	1,211
- Office repairs & maintenance	39,775	22,178	24,754	9,575
- Postages, telegrams and telephone	31,944	29,608	10,322	11,430
- Medical fees	12,207	12,321	3,553	3,973
- Finance Cost	36,804	36,633	11,642	12,169
- Others	101,808	76,539	35,894	27,120
Other acquisition costs - policy stamps	91,581	61,613	28,817	18,177
	<u>5,510,710</u>	<u>4,430,223</u>	<u>1,818,071</u>	<u>1,623,312</u>
23 MARKETING AND ADMINISTRATION EXPENSES				
Employee benefit cost	679,195	661,476	223,900	228,556
Traveling expenses	19,223	12,238	9,583	5,421
Advertisements and sales promotion	37,132	55,794	10,539	11,966
Printing and stationery	84,990	62,217	31,429	22,645
Depreciation	126,594	131,859	48,605	48,019
Amortisation	14,894	17,004	3,704	6,534
Rent, rates and taxes	25,321	10,954	22,934	6,017
Legal and Professional charges - business related	84,085	48,234	45,404	14,348
Electricity, gas and water	35,173	28,748	14,940	13,416
Entertainment	23,872	27,012	7,408	6,533
Vehicle running expenses	5,234	8,213	1,574	6,888
Office repair and maintenance	141,137	59,542	51,779	22,750
Appointed actuary fees	12,712	12,712	4,237	4,237
Bank charges	17,684	13,632	2,916	3,207
Postage, internet and telephone	61,110	67,569	15,956	27,952
Fees and subscription	35,405	35,156	6,786	15,139
Annual supervision fee SECP	41,067	32,171	13,178	10,196
Miscellaneous	122,189	81,431	43,925	27,088
	<u>1,567,017</u>	<u>1,365,962</u>	<u>558,797</u>	<u>480,912</u>
24 OTHER EXPENSES				
Directors' fee	3,208	3,250	950	1,750
Donation	22,676	16,879	3,748	199
Others	1,279	2,119	(2)	212
	<u>27,163</u>	<u>22,248</u>	<u>4,696</u>	<u>2,161</u>
25 TAXATION				
For the year				
Current	376,960	476,000	96,960	181,500
Deferred	6,289	1,758	(36,996)	15,368
For the prior year				
Current	(18,960)	-	(60)	-
	<u>364,289</u>	<u>477,758</u>	<u>59,904</u>	<u>196,868</u>

26 RELATED PARTY TRANSACTIONS

The related parties comprise of holding company, directors, key management personnel, associated companies / associated undertakings, and entities with common directors and retirement benefit fund. Compensation of key management personnel are on employment terms. Contribution to the provident fund is in accordance with the service rules. Change to the defined contribution is in accordance with the actuarial advice. Other transactions are at agreed rates. Details of transactions with related parties during the period, other than those which have been specifically disclosed elsewhere in the financial statements are as follows:

	30 September 2021	30 September 2020
	Unaudited	
	----- (Rupees in '000) -----	
Transactions		
Holding Company		
Premium written	12,202	10,561
Premium paid	30,879	28,451
Claims paid	18,032	6,854
Claims received	-	1,100
Dividend paid	601,345	593,501
Dividend Received	39,788	39,788
Associated Companies / Related Parties		
Premium written	110,434	100,914
Premium paid	33,374	23,078
Claims paid	60,917	40,253
Commission paid	152,755	147,335
Travelling expenses	2,943	1,771
Donation paid	12,756	2,216
Dividend paid	582,750	575,632
Interest received on bank deposit	730,160	699,157
Purchase of Vehicles (Pak Suzuki Motors)	89,465	102,288
Payment to K-Electric	49,255	3,310
Placement of TDR	2,600,000	200,000
Investment bought	335,915	-
TDR matured / Investment sold of related party	2,503,196	100,000
Key management personnel		
Premium written	10,300	1,232
Loan to key employees	-	6,584
Loan recovered	3,714	3,494
Commission Paid	136,069	121,070
Dividend paid	2,026	9,119
Employees' funds		
Contribution to provident fund	33,804	26,927
Contribution to pension fund	29,186	24,563
	30 September 2021	31 December 2020
	----- (Rupees in '000) -----	
Balances		
Bank balances	3,478,040	1,656,528
Bank deposits	7,288,429	6,721,000
Premium payable	7,035	1,201
Premium receivable	3,278	4,577
Investment in EFU General Insurance Limited-from designated unit fund	509,523	561,715
Investment in related party	1,298,923	1,869,533
Claims outstanding - Holding Company	-	4,527
Claims outstanding - Related Party	29,117	23,429
Loan receivable from key employees	32,213	35,926

27 SEGMENTAL INFORMATION

27.1 Revenue Account by Statutory Fund

SEGMENTAL INFORMATION	Statutory Funds						Aggregate 30 September 2021
	Investment Linked Business	Conventional Business	Pension Business (Unit Linked)	Accident & Health Business	Family Takaful		
					Investment Linked Business	Protection Business	
Revenue Account by Statutory Fund	Unaudited (Rupees in '000)						
Income							
Premium / Contribution less reinsurance / retakaful	18,015,881	1,904,493	333	314	4,520,661	224,659	24,666,341
Policy transfer from other statutory funds	3,114	-	-	-	16,539	-	19,653
Special reinstatement fee	-	-	-	-	5	-	5
Net investment income / wakala income	6,175,425	173,337	1,030	115	834,776	79,552	7,264,235
Total net income	24,194,420	2,077,830	1,363	429	5,371,981	304,211	31,950,234
Insurance Benefits and Expenditures							
Claims net of reinsurance recoveries	14,913,398	1,427,515	938	15	894,486	152,317	17,388,669
Policy transfer from other statutory funds	16,750	-	3,114	-	-	-	19,864
Management expenses less recoveries	4,678,092	520,512	23	397	2,254,214	122,176	7,575,414
Total Insurance Benefits and Expenditures	19,608,240	1,948,027	4,075	412	3,148,700	274,493	24,983,947
Excess of income over Insurance Benefits and Expenditures	4,586,180	129,803	(2,712)	17	2,223,281	29,718	6,966,287
Net Change in Insurance Liabilities (Other than outstanding Claims)	(3,376,815)	(131,376)	5,223	132	(2,242,795)	(26,865)	(5,772,496)
Surplus / (deficit) before tax	1,209,365	(1,573)	2,511	149	(19,514)	2,853	1,193,791
Movement in policyholders' liabilities							
Transfer to and from Shareholder's Fund	3,376,815	131,376	(5,223)	(132)	2,242,795	26,865	5,772,496
Transfer of surplus to shareholders' fund	(1,190,137)	-	(2,592)	(173)	-	-	(1,192,902)
Capital contribution from share holders' fund	-	58,223	-	-	64,134	34,913	157,270
Net Transfer to / from shareholders' fund	(1,190,137)	58,223	(2,592)	(173)	64,134	34,913	(1,035,632)
Balance of statutory funds at beginning of the period	132,737,661	1,615,303	22,219	926	8,594,188	128,926	143,099,223
Balance of statutory funds at end of the period	136,133,704	1,803,329	16,915	770	10,881,603	193,557	149,029,878

	Statutory Funds					Aggregate
	Investment Linked Business	Conventional Business	Pension Business (Unit Linked)	Accident & Health Business	Family Takaful Investment Linked Business	
				Unaudited	Family Takaful Protection Business	
				(Rupees in '000)		
Income						
Premium / Contribution less reinsurance / retakaful	15,989,206	1,844,184	525	478	3,112,124	21,125,227
Policy transfer from other statutory funds	-	-	-	-	14,377	14,377
Bonus units transferred to statutory funds	-	-	-	-	54,178	54,178
Net investment income	14,298,336	189,473	2,296	105	976,517	15,540,384
Total net income	30,287,542	2,033,657	2,821	583	4,157,196	36,734,166
Insurance Benefits and Expenditures						
Claims net of reinsurance recoveries	10,563,281	1,345,167	1,233	419	408,256	12,431,208
Policy transfer from other statutory funds	14,716	-	-	-	-	14,716
Bonus units transferred to statutory funds	-	-	-	-	54,178	54,178
Management expenses less recoveries	3,914,872	421,775	438	339	1,670,200	6,131,441
Total Insurance Benefits and Expenditures	14,492,869	1,766,942	1,671	758	2,132,634	18,631,543
Excess of income over Insurance Benefits and Expenditures	15,794,673	266,715	1,150	(175)	2,024,562	18,102,623
Net Change in Insurance Liabilities (Other than outstanding Claims)	(14,402,604)	(58,638)	670	244	(2,107,730)	(16,577,199)
Surplus / (Deficit) before tax	1,392,069	208,077	1,820	69	(83,168)	1,525,424
Movement in policyholders' liabilities	14,402,604	58,638	(670)	(244)	2,107,730	16,577,199
Transfer to and from Shareholder's Fund						
Transfer of (surplus) / deficit to shareholders' fund	(1,227,024)	(200,542)	(1,810)	(123)	-	(1,443,190)
Capital contribution from share holders' fund	-	-	-	-	133,546	133,546
Net Transfer to/from shareholders' fund	(1,227,024)	(200,542)	(1,810)	(123)	133,546	(1,309,644)
Balance of statutory funds at beginning of the period	112,260,531	1,565,488	22,271	1,278	5,153,135	119,138,119
Balance of statutory funds at end of the period	126,828,180	1,631,661	21,611	980	7,311,243	135,931,098

27.2 Segment statement of financial position

Segment statement of financial position	As at 30 September 2021			As at 31 December 2020		
	Statutory Funds	Shareholders Funds	Total	Statutory Funds	Shareholders Funds	Total
	Unaudited			Audited		
	(Rupees in '000)					

Property and equipments	1,191,761	1,842,505	3,034,266	1,232,728	1,651,481	2,884,209
Intangible assets	-	24,347	24,347	-	38,700	38,700
Investments	144,868,549	1,195,620	146,064,169	140,557,370	1,874,663	142,432,033
Insurance / reinsurance receivables	444,296	-	444,296	200,586	-	200,586
Other loans and receivables	1,981,217	306,441	2,287,658	2,376,503	276,496	2,652,999
Taxation - payments less provision	2,688	975,100	977,788	6	854,646	854,652
Prepayments	122,467	-	122,467	81,666	-	81,666
Cash and Bank	6,522,449	25,560	6,548,009	5,284,869	50,222	5,335,091
Total Assets	155,133,427	4,369,573	159,503,000	149,733,728	4,746,208	154,479,936
Insurance Liabilities net of reinsurance recoveries	149,289,575	-	149,289,575	143,513,015	-	143,513,015
Deferred taxation	-	807,106	807,106	-	804,232	804,232
Premium / Contribution received in advance	1,363,220	-	1,363,220	1,220,107	-	1,220,107
Insurance / reinsurance payables	52,370	-	52,370	183,440	-	183,440
Other creditors and accruals	2,135,080	134,922	2,270,002	2,467,825	116,228	2,584,053
Total Liabilities	152,840,245	942,028	153,782,273	147,384,387	920,460	148,304,847

28 MOVEMENT IN INVESTMENTS

	(Rupees in '000)			
	Held to maturity	Available to Sale	Fair value through profit & loss account	Deposit maturing within 12 months
At beginning of previous year (1 January 2020)				
Additions	3,433,321	1,822,719	91,150,249	19,659,000
Disposals (sale and redemptions)	7,169,094	33,014,125	55,987,553	79,458,159
Fair value net (loss) / gains (excluding net realised gains)	(5,432,775)	(30,878,425)	(39,059,755)	(80,055,159)
Reversal of impairment	-	(19,706)	6,130,614	-
At beginning of current year (1 January 2021)	5,169,640	3,991,733	114,208,661	19,062,000
Additions	-	53,020	-	53,020
Disposals (sale and redemptions)	3,828,946	42,774,944	27,429,299	96,879,729
Fair value net gains / (loss)(excluding net realised gains)	(3,691,900)	(43,007,500)	(19,460,480)	(96,690,300)
Designated at fair value through profit or loss upon initial recognition	-	(13,582)	(4,413,173)	-
Reversal of impairment	-	-	-	-
At end of current period	5,306,686	3,741,747	117,764,307	19,251,429
				(3,848)
				146,064,169

FAIR VALUE

Investments on the balance sheet are carried at fair value except for investments in unquoted investments which are stated at breakup value. The Company is of the view that the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since assets and liabilities are essentially short term in nature.

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorized:

On balance sheet financial instruments

30 September 2021 (Unaudited)

	Fair Value through profit or loss designated upon initial recognition	Available for Sale	Held To Maturity	Loans and Receivables	Other financial assets	Other financial liabilities	Total	Fair value			Total
								Level 1	Level 2	Level 3	
(Rupees in '000)											
</											

Financial liabilities not measured at fair value

Deferred taxation	-	-	-	-	-	807,106	807,106	-	-	-
Premium received in advance	-	-	-	-	-	1,363,219	1,363,219	-	-	-
Insurance / reinsurance payables	-	-	-	-	-	52,369	52,369	-	-	-
Other creditors and accruals	-	-	-	-	-	1,675,779	1,675,779	-	-	-
	-	-	-	-	-	3,898,473	3,898,473	-	-	-
	144,388,616	332,379	7,891,182	242,606	3,723,203	(3,898,473)	152,679,513	-	-	-

On balance sheet financial instruments

31 December 2020 (Audited)

	Fair Value through profit or loss (designated upon initial recognition)	Available for Sale	Held to Maturity	Loans and Receivables	Other financial Assets	Other financial liabilities	Total	Fair value			Total
								Level 1	Level 2	Level 3	
(Rupees in '000)											
Financial assets measured at fair value											
- Investments											
Government Securities (T-bills + PIBs + Sukuks)	67,013,519	-	-	-	-	-	67,013,519	-	67,013,519	-	67,013,519
Sukuk Bonds (other than government)	3,859,532	-	-	-	-	-	3,859,532	-	3,859,532	-	3,859,532
Listed equity securities	38,958,658	280,659	-	-	-	-	39,239,317	39,239,317	-	-	39,239,317
Unlisted equity securities	-	508	-	-	-	-	508	-	-	508	508
Units of mutual funds	1,558,312	127,059	-	-	-	-	1,685,371	-	1,685,371	-	1,685,371
Debt securities (Listed TFCs)	3,914,206	-	-	-	-	-	3,914,206	3,914,206	-	-	3,914,206
Financial assets not measured at fair value											
- Government Securities (T-bills + PIBs + Sukuks)	-	-	7,447,581	-	-	-	7,447,581	-	7,954,646	-	7,954,646
- Balances with banks *	24,397,091	-	-	-	-	-	24,397,091	-	-	-	-
- Certificate of Investment	210,000	-	-	-	-	-	210,000	-	-	-	-
- Advances	-	-	-	214,382	-	-	214,382	-	-	-	-
- Investment income accrued	-	-	-	-	2,003,629	-	2,003,629	-	-	-	-
- Other loans and receivables	-	-	-	-	-	-	-	-	-	-	-
- (excluding markup accrued)*	-	-	-	-	2,438,614	-	2,438,614	-	-	-	-
	139,911,318	408,226	7,447,581	214,382	4,442,243	-	152,423,750	-	-	-	-
Financial liabilities not measured at fair value											
Deferred taxation	-	-	-	-	-	804,232	804,232	-	-	-	-
Premium received in advance	-	-	-	-	-	1,220,106	1,220,106	-	-	-	-
Insurance / reinsurance payables	-	-	-	-	-	183,440	183,440	-	-	-	-
Other creditors and accruals	-	-	-	-	-	2,080,541	2,080,541	-	-	-	-
	139,911,318	408,226	7,447,581	214,382	4,442,243	(4,288,319)	148,135,431	-	-	-	-

*The Company has not disclosed the fair values for these financial assets and liabilities, as these are for short term or reprice over short term. Therefore their carrying amounts are reasonable approximation of fair value.

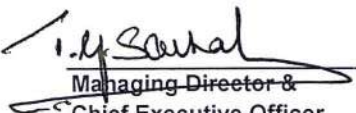

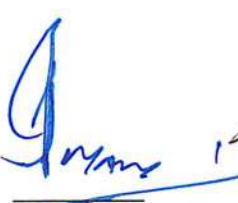


30 GENERAL

Figures have been rounded off to the nearest thousand of rupees, unless otherwise stated.

Certain prior year's figures have been rearranged and reclassified, wherever necessary, to facilitate comparisons.

31 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue by the Board of Directors of the Company in their meeting held on 26 October 2021.

 Managing Director & Chief Executive Officer Taher G. Sachak	 Chief Financial Officer Syed Shahid Abbas	 Director Hasanali Abdullah	 Director Saifuddin N. Zoomkawala	 Chairman Rafique R. Bhimjee
--	--	--	---	--



TAKAFUL ACCOUNTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2021

EFU LIFE ASSURANCE LIMITED-WINDOW TAKAFUL OPERATIONS (Un-audited / Un-reviewed)
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021

	Note	Operator Sub Fund	Policyholder Fund	30 September 2021	31 December 2020
(Rupees in '000)					
Assets					
Investments					
Equity securities	5	-	2,488,456	2,488,456	2,503,083
Government securities	6	354,014	1,661,845	2,015,859	1,584,838
Debt securities	7	10,000	995,974	1,005,974	1,168,366
Term deposits	8	-	3,801,000	3,801,000	2,894,000
Takaful / retakaful receivables		-	43,672	43,672	17,069
Other loans and receivables		221,383	656,358	877,741	739,106
Deferred tax asset		54,681	-	54,681	49,103
Prepayments		11,105	-	11,105	5,861
Cash & Bank	9	315,009	2,556,819	2,871,828	1,719,868
Total Assets		966,192	12,204,124	13,170,316	10,681,294
Equity and Liabilities					
Cede Money		50,000	-	50,000	50,000
Capital contributed by shareholder's fund		281,876	(35,831)	246,045	216,469
Qard-e-Hasna		(93,313)	93,313	-	-
Retained Earning arising from business other than participating business attributable to shareholder's (Ledger account D)		130,739	-	130,739	89,024
Accumulated losses		(133,883)	-	(133,883)	(120,218)
Total Equity		235,419	57,482	292,901	235,275
Liabilities					
Insurance Liabilities	10	-	11,226,753	11,226,753	8,871,914
Takaful contribution received in advance		-	173,934	173,934	159,226
Takaful / retakaful payables		-	18,877	18,877	40,459
Deferred Tax Liability		-	-	-	-
Other creditors and accruals		730,773	727,078	1,457,851	1,374,420
Total Liabilities		730,773	12,146,642	12,877,415	10,446,019
Total Equity and Liabilities		966,192	12,204,124	13,170,316	10,681,294

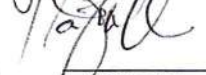
Contingency(ies) and commitment(s) 11


The annexed notes 1 to 23 form an integral part of these condensed interim financial statements.


**Managing Director &
Chief Executive Officer**
Taher G. Sachak


**Chief Financial
Officer**
Syed Shahid Abbas


Director
Hasanali
Abdullah


Director
Saifuddin N.
Zoomkawala

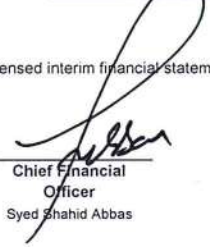

Chairman
Rafique R.
Bhimjee

EFU LIFE ASSURANCE LIMITED-WINDOW TAKAFUL OPERATIONS (Un-audited / Un-reviewed)
Condensed Interim Profit And Loss Account
For The Nine Months Period Ended 30 September 2021

	Operator's Sub Fund		Policyholder's Fund		Aggregate		Aggregate	
	Nine Months Ended		Nine Months Ended		Nine Months Ended		Three months period ended	
	30 September		30 September		30 September		30 September	
Note	2021	2020	2021	2020	2021	2020	2021	2020
	(Rupees in '000)							
Contribution Revenue	1,307,116	974,813	3,638,156	2,430,561	4,945,272	3,405,374	1,685,389	1,371,902
Contribution ceded to reinsurers	-	-	(188,366)	(100,163)	(188,366)	(100,163)	(59,336)	(25,274)
Net Contribution revenue	12	1,307,116	974,813	3,449,790	2,330,398	4,756,906	3,305,211	1,626,053
Wakalat-ul-Istismar - PIF		343,906	211,222	(343,906)	(211,222)	-	-	-
Wakala Fee - PTF		156,150	125,521	(156,150)	(125,521)	-	-	-
Special reinstatement fee		5	-	-	-	-	-	-
Investment income	13	50,345	41,778	439,597	350,173	489,942	391,951	177,786
Net realised fair value gains / (losses) on financial assets	14	2,217	816	449,605	128,399	451,822	129,215	132,119
Net fair value (losses) / gains on financial assets at fair value through profit or loss	15	(2,588)	1,214	(524,905)	191,048	(527,493)	192,262	(343,855)
		550,035	380,551	(135,759)	332,877	414,271	713,428	(33,950)
Net income		1,857,151	1,355,364	3,314,031	2,663,275	5,171,177	4,018,639	1,592,103
Takaful benefits		-	-	1,157,647	594,236	1,157,647	594,236	449,837
Recoveries from retakafuls		-	-	(115,858)	(73,128)	(115,858)	(73,128)	(43,414)
Claims related expenses		-	-	-	-	-	-	-
Net Takaful Benefits	16	-	-	1,041,789	521,108	1,041,789	521,108	406,423
Net Change in Takaful Liabilities (other than outstanding claims)		-	-	2,272,242	2,142,167	2,272,242	2,142,167	620,234
Acquisition expenses	17	1,647,228	1,261,415	-	-	1,647,228	1,261,415	531,050
Exgratia-Surrender Expense		63	-	-	-	-	-	-
Marketing and administration expenses	18	229,106	195,855	-	-	229,106	195,855	82,383
Total Expenses		1,876,397	1,457,270	2,272,242	2,142,167	4,148,576	3,599,437	1,233,667
Loss before tax		(19,246)	(101,906)	-	-	(19,188)	(101,906)	(47,987)
Income tax	19	5,581	29,553	-	-	5,581	29,553	13,933
Loss for the period		(13,665)	(72,353)	-	-	(13,607)	(72,353)	(34,054)
		(Rupees)						
Earnings per share - Rupees		(0.14)	(0.72)	-	-	(0.14)	(0.72)	(0.34)

The annexed notes 1 to 23 form an integral part of these condensed interim financial statements.


Managing Director &
Chief Executive Officer
Taher G. Sachak


Chief Financial
Officer
Syed Shahid Abbas


Director
Hasanali
Abdullah


Director
Sakardin N.
Zoomkawala


Chairman
Rafique R.
Bhimjee

EFU LIFE ASSURANCE LIMITED-WINDOW TAKAFUL OPERATIONS (Un-audited / Un-reviewed)

STATEMENT OF COMPREHENSIVE INCOME


For The Nine Months Period Ended 30 September 2021


	Operator Sub Fund		Policyholder Funds		Aggregate		Three months period ended 30 September	
	Nine Months Ended 30 September		Nine Months Ended 30 September		Nine Months Ended 30 September		September	
	2021	2020	2021	2020	2021	2020	2021	2020
	(Rupees in '000)							
Loss for the period - as per Profit and Loss Account	(13,665)	(72,353)	-	-	(13,665)	(72,353)	(34,054)	7,725
Other Comprehensive Income:								
Items that may be reclassified to profit and loss in subsequent periods:								
Change in unrealised gains / (losses) on available-for-sale financial assets	-	-	-	-	-	-	-	-
Reclassification adjustment relating to available-for-sale investments sold during the period	-	-	-	-	-	-	-	-
Related deferred tax	-	-	-	-	-	-	-	-
Other comprehensive income for the period- net of tax	-	-	-	-	-	-	-	-
Total comprehensive loss for the period	(13,665)	(72,353)	-	-	(13,665)	(72,353)	(34,054)	7,725

The annexed notes 1 to 23 form an integral part of these condensed interim financial statements.


**Managing Director &
 Chief Executive Officer**
 Taher G. Sachak


**Chief Financial
 Officer**
 Syed Shahid Abbas


Director
 Hasanali
 Abdullah


Director
 Saifuddin N.
 Zoomkawala



Chairman
 Rafique R.
 Bhimjee

EFU LIFE ASSURANCE LIMITED-WINDOW TAKAFUL OPERATIONS (Un-audited / Un-reviewed)
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2021

	Attributable to the equity holders' of the Company						Total
	Cede Money	Capital Contribution from main Shareholder Fund	General Reserve	Retained earnings arising from business other than participating business attributable to shareholders (ledger account D)- net of tax *	Surplus/Deficit on revaluation of available for sale investment	Unappropriated Profit	
	(Rupees in '000)						
Balance as at 1 January 2020	50,000	298,964	-	56,348	-	(133,181)	272,131
Capital contribution from shareholder's fund	-	127,326	-	-	-	-	127,326
Profit transferred to main shareholder's fund	-	(71,602)	-	-	-	-	(71,602)
Income for the period ended 30 September 2020	-	-	-	-	-	(72,353)	(72,353)
Other Comprehensive income/(loss)	-	-	-	-	-	-	-
Total income for the period ended 30 September 2020	-	-	-	-	-	(72,353)	(72,353)
Contribution to increase solvency margin	-	-	-	6,220	-	-	6,220
Balance as at 30 September 2020	50,000	354,688	-	62,568	-	(205,534)	261,722
Balance as at 1 January 2021	50,000	216,469	-	89,024	-	(120,218)	235,275
Capital contribution from shareholder's fund	-	99,047	-	-	-	-	99,047
Profit transferred to main shareholder's fund	-	(7,943)	-	-	-	-	(7,943)
Income for the period ended 30 September 2021	-	-	-	-	-	(13,665)	(13,665)
Other Comprehensive income/(loss)	-	-	-	-	-	(13,665)	(13,665)
Contribution to increase solvency margin	-	(41,715)	-	41,715	-	-	-
Capital contribution transferred to policy holder liability	-	(19,813)	-	-	-	-	(19,813)
Balance as at 30 September 2021	50,000	246,045	-	130,739	-	(133,883)	292,901

*This include balances maintained in accordance with the requirements of section 35 of the Insurance Ordinance ,2000 read with rule 14 of the Insurance Rules, 2017 to meet solvency margins, which are mandatorily maintained for the carrying on of the life insurance business.

The annexed notes 1 to 23 form an integral part of these condensed interim financial statements.


 Managing Director &
 Taher G. Sachak


 Chief Financial
 Officer
 Syed Shahid Abbas


 Director
 Hasanali
 Abdullah

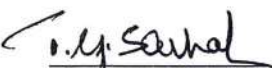

 Director
 Saifuddin N.
 Zoomkawala


 Chairman
 Rafique R.
 Bhimjee

Condensed Interim Statement of Cash Flows
Window Takaful Operations (Un-audited / Un-reviewed)
For the nine months period ended 30 September 2021

	Nine months period ended 30 September	
	2021	2020
	Unaudited	
	(Rupees in '000)	
Operating cash flows		
a) Takaful activities		
Takaful contribution received	4,933,314	3,413,224
Retakaful contribution paid	(209,948)	(120,862)
Claims paid	(1,094,708)	(501,262)
Retakaful and other recoveries received	115,858	73,128
Commission paid	(1,106,348)	(770,494)
Marketing and Administrative expenses paid	(229,106)	(195,855)
Other acquisition cost paid	(541,222)	(411,964)
Net cash flow from underwriting activities	1,844,534	1,485,915
b) Other operating activities		
Other operating receipts / (payments)	161,519	(282,250)
Other (payments) / receipts on operating assets	(128,575)	336,848
Net cash flow from other operating activities	32,944	54,598
Total cash flow from all operating activities	1,877,478	1,540,513
Investment activities		
Profit / Return received	408,399	408,218
Dividends received	66,091	7,974
Payments for investments	(2,627,405)	(11,857,700)
Proceed from disposal of investments	2,297,732	10,318,061
Total cash flow from investing activities	144,817	(1,123,447)
Financing activities		
Net Capital contributed from shareholder's fund	36,665	(13,324)
Surplus appropriated to shareholder's fund		
Total cash flow from financing activities	36,665	(13,324)
Net cash flow from all activities	2,058,960	403,742
Cash and cash equivalents at beginning of the period	4,613,868	3,856,351
Cash and cash equivalents at end of the period	6,672,828	4,260,093
Reconciliation to profit and loss account		
Operating cash flows	1,877,478	1,540,513
Depreciation expense	(75,815)	(73,062)
Amortization expense	(1,930)	(2,204)
Loss on disposal of investments	451,822	129,215
Dividend Income	66,091	7,974
Other investment income	422,605	417,421
Appreciation / (Depreciation) in market value of investments	(526,247)	158,820
Increase / (decrease) in assets other than cash	160,608	(300,722)
Increase in liabilities	(2,411,583)	(1,950,308)
Profit after taxation	(13,665)	(72,353)

The annexed notes 1 to 23 form an integral part of these condensed interim financial statements.


Managing Director &
Chief Executive Officer
Taher G. Sachak


Chief Financial
Officer
Syed Shahid Abbas


Director
Hasanali
Abdullah


Director
Saifuddin N.
Zoomkawala


Chairman
Rafique R.
Bhimjee

EFU LIFE ASSURANCE LIMITED- Window Takaful Operations (Un-audited / Un-reviewed)
Notes To and forming part of Condensed Interim Financial Statement
For The Nine Months Period Ended 30 September 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** EFU Life Assurance Limited (the Company) was incorporated in Pakistan on 09 August 1992 as a public limited company under the Repealed Companies Ordinance, 1984 (now Companies Act, 2017) and started its operation from 18 November 1992. The shares of the Company are quoted on Pakistan Stock Exchange. The Registered office of the Company is located at Al-Malik Centre, 70W, F-7/G-7 Jinnah Avenue, Islamabad while principal place of business is located at EFU Life House Plot No.112, 8th East street, Phase 1, DHA, Karachi.
- 1.2** The Company is a subsidiary of EFU General Insurance Limited on the basis of its ability to control the composition of the Board of Directors of EFU Life Assurance Limited effective 31 March 2018.
- 1.3** The Company is engaged in life insurance business including ordinary life business, pension fund business and accident and health business and has established following statutory funds, as required by the Insurance Ordinance, 2000:
- Family Takaful Investment Linked Business (Refer note 1.4)
 - Family Takaful Protection Business (Refer note 1.4)
- 1.4** The Company was granted authorisation on 19 January 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Takaful Window Operation in respect of family takaful products by Securities and Exchange Commission of Pakistan (SECP) and subsequently the Company commenced Window Takaful Operations on 6 February 2015 under the brand name "Hemayah". For the purpose of carrying on takaful business, the Company has formed a Waqf namely EFU Life - Window Family Takaful Limited Waqf (here-in-after referred to as the Participant Takaful Fund (PTF)) was formed on 6 February 2015 under a Waqf deed executed by the Company with a cede amount of Rs. 2 million. 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 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 Company.

2 Basis of preparation and statement of compliance

- 2.1** These condensed interim financial statements have been prepared on the format of financial statements issued by the Securities and Exchange Commission of Pakistan (SECP) through the Insurance Rules, 2017 vide its S.R.O. 89(1) / 2017 dated 09 February 2017.
- 2.2** These condensed interim financial statements have been prepared in accordance with the 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;

- Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules 2017, Takaful Rules, 2012 and Insurance Accounting Regulations, 2017; and
- Islamic Financial Accounting Standards (IFAS) (as a lease) issued by the Institute of Chartered Accountants of Pakistan, as are notified under the Companies Act, 2017.

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

2.3 Basis of measurement

These financial statements have been prepared under the historical cost convention, except for the available for sale investments which are stated at their fair values.

2.4 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Company's functional and presentation currency. All financial information presented in Pakistani Rupees has been rounded to the nearest thousands.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and method of computation adopted in the preparation of the condensed interim financial information are consistent with those followed in the preparation of the annual financial statements of the Company for the year ended 31 December 2020.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of financial statements in conformity with accounting and reporting standards requires the use of certain critical accounting estimates. It also requires 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 historic experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in the period in which the estimate is revised and any future periods affected.

5 INVESTMENTS IN EQUITY SECURITIES

	Note	30 September 2021 Unaudited	31 December 2020 Audited
		----- (Rupees in '000) -----	
Available for Sale	5.1	-	-
At fair value through profit or loss (Designated - upon initial recognition)	5.2	2,488,456	2,503,083
		<u>2,488,456</u>	<u>2,503,083</u>

30 September 2021 (Unaudited)			31 December 2020 (Audited)		
Cost	Impairment/ provision	Carrying Value	Cost	Impairment/ provision	Carrying Value
----- (Rupees in '000) -----					

5.1 Available for Sale	-	-	-	-	-
5.2 Fair Value through Profit and Loss (Designated - upon initial recognition)					
Related Parties					
Listed Shares	72,059	-	62,874	-	-
Others					
Listed Shares	2,446,226	-	2,425,582	2,015,337	-
	<u>2,518,285</u>	<u>-</u>	<u>2,488,456</u>	<u>2,015,337</u>	<u>2,503,083</u>

6. GOVERNMENT SECURITIES

	Note	30 September 2021 Unaudited	31 December 2020 Audited
		----- (Rupees in '000) -----	
Held to Maturity	6.1	893,496	846,753
Fair value through profit and loss (designated - upon initial recognition)	6.2	1,122,363	738,085
		<u>2,015,859</u>	<u>1,584,838</u>

30 September 2021 (Unaudited)					
	Maturity Year	Effective Yield	Amortised Cost	Principal Repayment	Carrying Value
6.1 Held to Maturity		%	----- (Rupees in '000) -----		
Years Government Ijara	2025	6.27	247,755	247,639	247,755
10 Years Pakistan Energy Sukuk I	2029	8.05	193,470	197,160	193,470
10 Years Pakistan Energy Sukuk II	2030	7.25	452,271	452,700	452,271
			<u>893,496</u>	<u>897,499</u>	<u>893,496</u>

30 September 2021 (Unaudited)					
	Maturity Year	Effective Yield	Amortised Cost	Principal Repayment	Carrying Value
6.2 Fair Value through profit and loss (Designated - upon initial recognition)		%	----- (Rupees in '000) -----		
Years Government Ijara	2025	5.95	540,125	539,175	542,363
10 Years Pakistan Energy Sukuk 1	2029	8.05	608,398	620,840	530,000
10 Years Pakistan Energy Sukuk 11	2030	7.25	50,252	50,300	50,000
			<u>1,198,775</u>	<u>1,210,315</u>	<u>1,122,363</u>

7. INVESTMENT IN DEBT SECURITIES

30 September 2021 (Unaudited)					31 December 2020 (Audited)		
	Note	Cost	Impairment/ Provision	Carrying Value	Cost	Impairment / Provision	Carrying Value
Others		(Rupees in '000)					
Corporate Sukuks	7.1	1,005,974	-	1,005,974	1,168,366	-	1,168,366
		<u>1,005,974</u>	<u>-</u>	<u>1,005,974</u>	<u>1,168,366</u>	<u>-</u>	<u>1,168,366</u>

	Note	30 September 2021 Unaudited	31 December 2020 Audited
		(Rupees in '000)	
10. TAKAFUL LIABILITIES			
Reported outstanding claims	10.1	312,835	246,615
Incurred but not reported claims	10.2	86,757	70,630
Investment component of unit-linked and account value policies	10.3	10,366,196	8,135,178
Liabilities under individual conventional insurance contracts	10.4	101,781	91,633
Liabilities under group insurance contracts (other than investment linked)	10.5	72,895	52,119
Other liabilities		47,418	47,566
Participant takaful fund balance	10.6	250,567	228,173
		<u>10,591,884</u>	<u>8,871,914</u>
10.1 Reported Outstanding Claims			
Gross of Retakaful			
Payable within one year		292,397	229,463
Payable over a period of time exceeding one year		52,255	45,031
		<u>344,652</u>	<u>274,494</u>
Recoverable from Retakaful			
Receivable over a period of time exceeding one year		(31,817)	(27,879)
		<u>(31,817)</u>	<u>(27,879)</u>
Net reported outstanding claims		<u>312,835</u>	<u>246,615</u>
10.2 Incurred But Not Reported Claims			
Gross of retakaful		125,413	127,037
Retakaful recoveries		(38,656)	(56,407)
Net of retakaful		<u>86,757</u>	<u>70,630</u>
10.3 Investment Component of Unit Linked and Account Value Policies			
Investment component of unit linked policies		10,366,196	8,135,178
Investment component of account value policies		-	-
		<u>10,366,196</u>	<u>8,135,178</u>
10.4 Liabilities under Individual Conventional takaful Contracts			
Gross of Retakaful		151,814	142,445
Retakaful Credit		(50,033)	(50,812)
Net of Reinsurance		<u>101,781</u>	<u>91,633</u>
10.5 Liabilities under Group Insurance Contracts (other than investment linked)			
Gross of Reinsurance		116,058	61,386
Reinsurance Credit		(43,163)	(9,267)
Net of Reinsurance		<u>72,895</u>	<u>52,119</u>
10.6 Participant Takaful Fund Balance		<u>250,567</u>	<u>228,173</u>
10.6 This comprises of surplus of Individual Family Takaful - Participant Takaful Fund, which relates exclusively to participants of the Individual Family Takaful Fund and is not available for distribution to shareholders. Under the Waqf Deed of Individual Family Takaful Fund read with Rule 21 of Takaful Rules, 2012, the surplus arising in the Participants Sub Fund can only be distributed to the Participants of that Fund based on approval of the Appointed Actuary. The surplus has been classified under insurance liabilities as clarified by SECP.			
11. CONTINGENCIES AND COMMITMENTS			

The contingencies and commitments reported in the main financials of the Company also includes impacts of Window Takaful Operations as at December 31, 2020. Out of the reported amount thereon, an amount of Rs.100 million pertains to Window Takaful Operations. There were no other material contingencies and commitments as at September 30, 2021.

Aggregate			
Nine Months Ended 30 September		Three months period ended 30 September	
2021	2020	2021	2020
Unaudited			
(Rupees in '000)			

12. NET CONTRIBUTION REVENUE

Gross contribution

Regular contribution individual policies

First year	1,730,256	1,193,561	535,498	518,311
Second year renewal	861,824	823,319	303,930	320,469

Subsequent year renewal	1,739,758	1,017,561	613,797	397,617
-------------------------	-----------	-----------	---------	---------

Single contribution individual policies	266,310	131,928	110,529	59,486
---	---------	---------	---------	--------

Group policies with cash values	688	730	28	25
---------------------------------	-----	-----	----	----

Group policies without cash values	346,436	238,275	121,607	75,994
------------------------------------	---------	---------	---------	--------

Total gross contribution	4,945,272	3,405,374	1,685,389	1,371,902
---------------------------------	------------------	------------------	------------------	------------------

Less: Retakaful contribution ceded

On individual life first year business	28,108	13,492	7,062	4,496
On individual life second year business	13,278	11,662	3,541	3,456
On individual life renewal business	37,259	21,173	7,318	7,575
On group policies	121,777	59,565	43,675	11,654
Less: Experience refund from reinsurers	(12,056)	(5,729)	(2,260)	(1,907)

Total reinsurance premium / retakaful contribution ceded	188,366	100,163	59,336	25,274
---	----------------	----------------	---------------	---------------

Net premium / contribution	4,756,906	3,305,211	1,626,053	1,346,628
-----------------------------------	------------------	------------------	------------------	------------------

13. INVESTMENT INCOME

Income from equity securities

At fair value through profit and loss (Designated upon initial recognition)

Dividend income	66,091	7,974	25,935	2,546
-----------------	--------	-------	--------	-------

Available for Sale

Dividend income	-	-	-	-
-----------------	---	---	---	---

Income from debt securities

At fair value through profit and loss (Designated upon initial recognition)

Return on debt securities	170,827	219,357	52,475	13,578
On government securities	(459,231)	(199,841)	(125,794)	(68,871)

Held to maturity

On government securities	552,343	222,054	165,260	99,149
--------------------------	---------	---------	---------	--------

Income from term deposits

Return on term deposits	159,912	142,407	59,910	32,120
-------------------------	---------	---------	--------	--------

489,942	391,951	177,786	78,522
----------------	----------------	----------------	---------------

Aggregate			
Nine Months Ended 30 September		Three months period ended 30 September	
2021	2020	2021	2020
Unaudited			
(Rupees in '000)			

14. NET REALISED FAIR VALUE GAINS (LOSSES) ON FINANCIAL ASSETS

Available for sale

Realised gains on:

- Equity securities
- Government securities

Realised losses on:

- Equity securities

508,145	129,215	140,566	106,134
-	-	-	-
(56,323)	-	(8,447)	-
<u>451,822</u>	<u>129,215</u>	<u>132,119</u>	<u>106,134</u>

15. NET FAIR VALUE GAINS (LOSSES) ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS - UNREALISED

Net unrealised (losses) / gains on investments at fair value through profit or loss (designated upon initial recognition)- Equity Securities

Total investment income

(527,493)	192,262	(343,855)	187,123
(527,493)	192,262	(343,855)	187,123
<u>(527,493)</u>	<u>192,262</u>	<u>(343,855)</u>	<u>187,123</u>

16. NET TAKAFUL BENEFITS

Gross claims

Claims under individual policies

- by death
- by insured event other than death
- by maturity
- by surrender

Total gross individual policy claims

104,110	74,649	26,943	48,668
-	-	-	-
-	-	-	-
832,383	368,341	334,588	155,323
<u>936,493</u>	<u>442,990</u>	<u>361,531</u>	<u>203,991</u>

Claims under group policies

- by death
- by insured event other than death
- by maturity
- by surrender

Total gross group claims

218,701	139,375	98,703	55,057
2,451	11,871	(10,399)	2,639
-	-	-	-
-	-	-	-
<u>221,152</u>	<u>151,246</u>	<u>88,304</u>	<u>57,696</u>

Total gross claims

<u>1,157,645</u>	<u>594,236</u>	<u>449,835</u>	<u>261,687</u>
------------------	----------------	----------------	----------------

Less: Retakaful recoveries

- On individual life claims
- On group life claims

Total retakaful recoveries

42,070	34,734	6,111	25,845
<u>73,788</u>	<u>38,394</u>	<u>37,301</u>	<u>12,248</u>
<u>115,858</u>	<u>73,128</u>	<u>43,412</u>	<u>38,093</u>

Net takaful benefit expense

<u>1,041,787</u>	<u>521,108</u>	<u>406,423</u>	<u>223,594</u>
------------------	----------------	----------------	----------------

Aggregate			
Nine Months Ended 30 September		Three months period ended 30 September	
2021	2020	2021	2020
Unaudited			
(Rupees in '000)			

17 ACQUISITION EXPENSES

Remuneration to takaful intermediaries on individual policies:

- Commission to agent on first year contributions	725,541	507,713	216,177	216,364
- Commission to agent on second year contributions	81,755	80,744	28,823	30,707
- Commission to agent on subsequent renewal contributions	55,816	37,389	19,434	14,046
- Commission to agent on single contributions	7,383	3,657	3,136	1,660
- Override commission to supervisors	131,897	91,460	41,550	39,440
- Other benefits to takaful intermediaries Salaries, allowances and other benefits	443,744	354,112	151,329	110,708

Remuneration to takaful intermediaries on group policies:

- Commission	30,118	42,350	13,268	18,202
- Other benefits to takaful intermediaries	9,287	6,426	3,633	2,335

Other acquisition costs

- Traveling expenses	4,291	3,069	1,354	448
- Printing and stationery	2,435	1,954	174	1,245
- Depreciation	58,895	55,271	16,810	18,433
- Rent, rates and taxes	3,608	2,227	1,386	1,411
- Electricity, gas and water	16,089	11,865	8,824	6,979
- Entertainment	7,808	6,308	3,039	2,764
- Vehicle running expenses	1,101	1,023	414	201
- Office repairs & maintenance	7,406	6,345	3,938	3,784
- Postages, telegrams and telephone	7,123	5,741	2,480	2,591
- Finance Cost	9,814	2,996	2,993	(3,770)
- Others	10,356	11,309	2,074	5,587
- Medical fees	2,901	9,366	820	7,170
- Policy stamps	29,860	20,090	9,394	5,927
	<u>1,647,228</u>	<u>1,261,415</u>	<u>531,050</u>	<u>486,232</u>

18. MARKETING AND ADMINISTRATION EXPENSES

Employee benefit cost	100,686	99,287	35,321	30,489
Traveling expenses	3,845	3,164	1,723	1,139
Advertisements and sales promotion	2,225	3,127	737	673
Printing and stationery	16,673	9,509	5,820	2,933
Depreciation	16,919	17,791	6,495	6,406
Amortisation	1,930	2,204	557	847
Rent, rates and taxes	3,189	1,389	2,970	749
Legal and Professional charges	5,457	4,437	2,450	1,102
Electricity, gas and water	5,098	3,909	2,212	1,841
Entertainment	3,610	4,207	1,053	982
Vehicle running expenses	600	1,053	162	887
Office repair and maintenance	18,322	7,756	6,736	2,953
Appointed actuary fees	1,648	1,648	1,099	550
Bank charges	2,608	3,282	361	419
Postage, internet and telephone	9,695	9,977	2,485	4,105
Fees and subscription	4,560	4,541	330	1,968
Annual supervision fee SECP	7,912	4,980	2,696	1,726
Miscellaneous	24,129	13,594	9,176	4,349
	<u>229,106</u>	<u>195,855</u>	<u>82,383</u>	<u>64,118</u>

19. Tax for the period

	Aggregate		Aggregate	
	Nine Months Ended		Three months period ended	
	30 September		30 September	
	2021	2020	2021	2020
	Unaudited			
	----- (Rupees in '000) -----			
Current	5,581	-	13,933	-
Deferred		29,553	-	(3,155)
	<u>5,581</u>	<u>29,553</u>	<u>13,933</u>	<u>(3,155)</u>

20. RELATED PARTY TRANSACTIONS

The related parties comprise of holding company, directors, key management personnel, associated companies/associated undertakings, and entities with common directors and retirement benefit fund. Compensation of key management personnel are on employment terms. Contribution to the provident fund is in accordance with the service rules. Change to the defined contribution is in accordance with the actuarial advice. Other transactions are at agreed rates. Details of transactions with related parties during the period, other than those which have been specifically disclosed elsewhere in the financial statements are as follows:

	30 September 2021	30 September 2020
	Unaudited	
	----- (Rupees in '000) -----	
Transactions		
Associated companies/ Related Party		
Premium written	2,751	7,171
Premium paid	3,406	3,262
Claims paid	2,478	2,655
Commission Paid	40,798	38,529
Interest / Profit received	155,905	109,978
Placement of TDR	1,300,000	200,000
Investment sold of related party / TDR matured	2,029,414	-
Employees' funds		
Contribution to provident fund	2,298	1,991
Contribution to pension fund	1,219	568
Key Management Personnel Transactions		
Premium written	7,518	1,232
	30 September 2021	31 December 2020
	Unaudited	Audited
	----- (Rupees in '000) -----	
Balances		
Bank balances	2,247,713	1,029,198
Bank deposits	800,000	750,000
Premium receivable	1,578	1,411
Investment in Related Party	222,101	140,315
Claim outstanding - Related Party	525	-

21. SEGMENTAL INFORMATION

21.1 Revenue Account by Statutory Fund

Income

Contribution less retakaful	4,520,661
Policy transfer from other statutory funds	16,539
Bonus units transfer to statutory fund	5
Net investment income / wakala income	834,776
Total net income	5,371,981

Takaful Benefits and Expenditures

Claims net of retakaful recoveries	894,486
Policy transfer from other statutory funds	-
Management expenses less recoveries	2,254,214
Total takaful Benefits and Expenditures	3,148,700

Excess of income over takaful

Benefits and Expenditures

Net Change in takaful Liabilities (Other than outstanding Claims)

Deficit before tax

Movement in takaful liabilities

Transfer to and from Shareholder's Fund

Transfer of (surplus) / deficit to shareholders' fund

Capital contribution from share holders' fund

Net Transfer to / from shareholders' fund

Balance of statutory funds at beginning of the year

Balance of statutory funds at end of the year

	Family Takaful Investment Linked Business	Family Takaful Protection Business	Aggregate Nine months ended 30 September 2021
	Unaudited		
	(Rupees in '000)		
Contribution less retakaful	4,520,661	224,659	4,745,320
Policy transfer from other statutory funds	16,539	-	16,539
Bonus units transfer to statutory fund	5	-	5
Net investment income / wakala income	834,776	79,552	914,328
Total net income	5,371,981	304,211	5,676,192
Claims net of retakaful recoveries	894,486	152,317	1,046,803
Policy transfer from other statutory funds	-	-	-
Management expenses less recoveries	2,254,214	122,176	2,376,390
Total takaful Benefits and Expenditures	3,148,700	274,493	3,423,193
Excess of income over takaful	2,223,281	29,718	2,252,999
Benefits and Expenditures	(2,242,795)	(26,865)	(2,269,660)
Net Change in takaful Liabilities (Other than outstanding Claims)			
Deficit before tax	(19,514)	2,853	(16,661)
Movement in takaful liabilities	2,242,795	26,865	2,269,660
Transfer to and from Shareholder's Fund			
Transfer of (surplus) / deficit to shareholders' fund	-	-	-
Capital contribution from share holders' fund	64,134	34,913	99,047
Net Transfer to / from shareholders' fund	64,134	34,913	99,047
Balance of statutory funds at beginning of the year	8,594,188	128,926	8,723,114
Balance of statutory funds at end of the year	10,881,603	193,557	11,075,160

Income

Contribution less retakaful	3,112,124
Policy transfer from other statutory funds	14,377
Bonus units transferred to statutory funds	54,178
Net investment income	976,517
Total net income	4,157,196

Takaful Benefits and Expenditures

Claims net of retakaful recoveries	408,256
Policy transfer from other statutory funds	-
Bonus units transferred to statutory funds	54,178
Management expenses less recoveries	1,670,200
Total Insurance Benefits and Expenditures	2,132,634

Excess of income over Takaful

Benefits and Expenditures

Net Change in Takaful Liabilities

(Other than outstanding Claims)

Deficit before tax

Movement in takaful liabilities

Transfer to and from Shareholder's Fund

Transfer of (surplus) / deficit to shareholders' fund

Capital contribution from share holders' fund

Net Transfer to/from shareholders' fund

Balance of statutory funds at beginning of the year

Balance of statutory funds at end of the year

	Family Takaful Investment Linked Business	Family Takaful Protection Business	Aggregate Nine months ended 30 September 2020
	Unaudited		
	(Rupees in '000)		
Contribution less retakaful	3,112,124	178,710	3,290,834
Policy transfer from other statutory funds	14,377	-	14,377
Bonus units transferred to statutory funds	54,178	-	54,178
Net investment income	976,517	73,657	1,050,174
Total net income	4,157,196	252,367	4,409,563
Claims net of retakaful recoveries	408,256	112,852	521,108
Policy transfer from other statutory funds	-	-	-
Bonus units transferred to statutory funds	54,178	-	54,178
Management expenses less recoveries	1,670,200	123,817	1,794,017
Total Insurance Benefits and Expenditures	2,132,634	236,669	2,369,303
Excess of income over Takaful	2,024,562	15,698	2,040,260
Benefits and Expenditures			
Net Change in Takaful Liabilities (Other than outstanding Claims)	(2,107,730)	(9,141)	(2,116,871)
Deficit before tax	(83,168)	6,557	(76,611)
Movement in takaful liabilities	2,107,730	9,141	2,116,871
Transfer to and from Shareholder's Fund			
Transfer of (surplus) / deficit to shareholders' fund	-	(13,691)	(13,691)
Capital contribution from share holders' fund	133,546	-	133,546
Net Transfer to/from shareholders' fund	133,546	(13,691)	119,855
Balance of statutory funds at beginning of the year	5,153,135	135,416	5,288,551
Balance of statutory funds at end of the year	7,311,243	137,423	7,448,666

FAIR VALUE

Investments on the balance sheet are carried at fair value except for investments in non unit-linked funds which are stated at lower of cost or market value and unquoted investments which are stated at cost. The Company is of the view that the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since assets and liabilities are essentially short term in nature.

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorized:

On balance sheet financial instruments	30 September 2021 (Unaudited)						
	Fair Value through profit and loss designated upon initial recognition	Available for Sale	Held To Maturity	Loans and Receivables	Other financial assets	Other financial liabilities	Total
Financial assets measured at fair value							
- Investments							
Government Securities (T-bills + PIBs + Sukuks)	1,122,363	-	-	-	-	-	1,122,363
Sukuk Bonds (other than government)	985,974	-	-	-	-	-	985,974
Listed equity securities	2,488,456	-	-	-	-	-	2,488,456
Unlisted equity securities	-	-	-	-	-	-	-
Units of mutual funds	-	-	-	-	-	-	-
Debt securities (Listed TFCs)	20,000	-	-	-	-	-	20,000
Financial assets not measured at fair value							
- Government Securities (T-bills + PIBs + Sukuks)	-	-	893,496	-	-	-	893,496
- Balances with banks *	6,672,828	-	-	-	-	-	6,672,828
- Certificate of Investment	-	-	-	-	-	-	-
- Advances	-	-	-	-	-	-	-
- Investment income accrued	-	-	-	-	111,832	-	111,832
- Other loans and receivables (excluding markup accrued)*	-	-	-	-	877,741	-	877,741
	11,289,621	-	893,496	-	989,573	-	13,172,690
Financial liabilities not measured at fair value							
Deferred taxation	-	-	-	-	-	-	-
Premium received in advance	-	-	-	-	-	173,934	173,934
Insurance / reinsurance payables	-	-	-	-	-	18,877	18,877
Other creditors and accruals	-	-	-	-	-	1,457,851	1,457,851
	-	-	-	-	-	1,650,662	1,650,662
	11,289,621	-	893,496	-	989,573	(1,650,662)	11,522,028

(Rupees in '000)

On balance sheet financial instruments

31 December 2020 (Audited)

31 December 2020 (Rupees in '000)											
	Fair Value through profit and loss (designated upon initial recognition)	Available for Sale	Held to Maturity	Loans and Receivables	Other financial Assets	Other financial liabilities	Total	Fair value			Total
								Level 1	Level 2	Level 3	
(Rupees in '000)											
Financial assets measured at fair value											
- Investments											
Government Securities (T-bills + PIBs + Sukuks)	738,085	-	-	-	-	-	738,085	-	738,085	-	738,085
Sukuk Bonds (other than government)	1,168,366	-	-	-	-	-	1,168,366	-	1,168,366	-	1,168,366
Listed equity securities	2,503,083	-	-	-	-	-	2,503,083	2,503,083	-	-	2,503,083
Unlisted equity securities	-	-	-	-	-	-	-	-	-	-	-
Units of mutual funds	-	-	-	-	-	-	-	-	-	-	-
Debt securities (Listed TFCs)	-	-	-	-	-	-	-	-	-	-	-
Financial assets not measured at fair value											
Government Securities (T-bills + PIBs + Sukuks)	-	-	846,753	-	-	-	846,753	-	352,518	-	352,518
Balances with banks *	4,613,868	-	-	-	-	-	4,613,868	-	-	-	-
Certificate of Investment	-	-	-	-	-	-	-	-	-	-	-
Advances	-	-	-	-	-	-	-	-	-	-	-
Investment income accrued	-	-	-	-	96,381	-	96,381	-	-	-	-
Other loans and receivables (excluding markup accrued)*	9,023,402	-	846,753	-	739,106	-	739,106	-	-	-	-
					835,487	-	10,705,642				
Financial liabilities not measured at fair value											
Deferred taxation	-	-	-	-	-	-	-	-	-	-	-
Premium received in advance	-	-	-	-	-	159,226	159,226	-	-	-	-
Insurance / reinsurance payables	-	-	-	-	-	40,459	40,459	-	-	-	-
Other creditors and accruals	-	-	-	-	-	1,374,420	1,374,420	-	-	-	-
					-	1,574,105	1,574,105				
	9,023,402	-	846,753	-	835,487	(1,574,105)	9,131,537				

*The Company has not disclosed the fair values for these financial assets and liabilities, as these are for short term or repurchase over short term. Therefore their carrying amounts are reasonable approximation of fair value.

23


GENERAL

Figures have been rounded off to the nearest thousand of rupees, unless otherwise stated.

Certain prior year's figures have been rearranged and reclassified, wherever necessary, to facilitate comparisons.

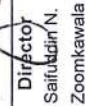
23.1 DATE OF AUTHORIZATION FOR ISSUE

These financial statement were authorized for issue by the Board of Directors of the Company in their meeting held on 26 October 2021.


Managing Director &
Chief Executive Officer
Taher G. Sachak


Chief Financial Officer
Syed Shahid Abbas


Director
Hasanali
Abdullah


Director
Saifuddin N.
Zoomkawala


Chairman
Rafique R.
Bhimjee