



# **Table of Contents**

<b>Profile</b>	02	Vision, Mission & Core Values
<b>Our Company</b>	03	Rating of the Company
	04	Company Information
	08	Directors' Review (English)
	10	Directors' Review (Urdu)
<b>Financial Data</b>	13	Condensed Interim Statement of Financial Position
	14	Condensed Interim Profit and Loss Account
	15	Condensed Interim Statement of Comprehensive Income
	16	Condensed Interim Cash Flow Statement
	17	Condensed Interim Statement of Changes in Equity
	18	Notes to the Condensed Interim Financial Statements
	41	Statement of Directors
	42	Statement of Appointed Actuary
<b>Window Takaful Operations</b>	44	Condensed Interim Statement of Financial Position
	45	Condensed Interim Profit and Loss Account
	46	Condensed Interim Statement of Comprehensive Income
	47	Condensed Interim Cash Flow Statement
	48	Condensed Interim Statement of Changes in Equity
	49	Notes to the Condensed Interim Financial Statements



A person in a dark suit stands on the peak of a jagged, rocky mountain. They are looking out over a vast, hazy landscape of rolling hills and valleys. The entire image is overlaid with a semi-transparent purple filter.

## **VISION**

Enabling people to  
Overcome uncertainty

## **MISSION**

To provide solutions that protect  
the future of our customers

## **CORE VALUES**

Team Work  
Integrity  
Excellence  
Passion



# Rating of the Company

Insurer Financial Strength (IFS) Rating: **AA+ (Double A Plus)**

Outlook: **Stable**

Rating Agency: JCR VIS

Rating Date: February 23, 2021

**AA+**  
**Stable**



# Company Information

## BOARD OF DIRECTORS

**Kamal A. Chinoy**  
(Chairman)  
Independent  
Non-Executive Director

**Sultan Ali Allana**  
Non-Independent  
Non-Executive Director

**Amyr Currimbhoy**  
Independent  
Non-Executive Director

**John Joseph Metcalf**  
Non-Independent  
Non-Executive Director

**Shahid Ghaffar**  
Independent  
Non-Executive Director

**R. Zakir Mahmood**  
Non-Independent  
Non-Executive Director

**Sagheer Mufti**  
Non-Independent  
Non-Executive Director

**Yasmin Ajani**  
Independent  
Non-Executive Director

**Javed Ahmed**  
Managing Director &  
Chief Executive Officer  
(Executive Director)

## BOARD COMMITTEES

### Audit Committee

<b>Amyr Currimbhoy</b>	Chairman
<b>John Joseph Metcalf</b>	Member
<b>Shahid Ghaffar</b>	Member
<b>Adeel Ahmed Khan</b>	Head of Internal Audit & Secretary

### Finance & Investment Committee

<b>Shahid Ghaffar</b>	Chairman
<b>John Joseph Metcalf</b>	Member
<b>R. Zakir Mahmood</b>	Member
<b>Javed Ahmed</b>	Member
<b>Shan Rabbani</b>	Member
<b>Omer Farooq</b>	Member & Secretary

### Human Resource & Remuneration, Ethics & Nomination Committee

<b>Kamal A. Chinoy</b>	Chairman
<b>John Joseph Metcalf</b>	Member
<b>R. Zakir Mahmood</b>	Member
<b>Javed Ahmed</b>	Member
<b>Tazeen Shahid</b>	Member & Secretary

### Risk Management Committee

<b>John Joseph Metcalf</b>	Chairman
<b>R. Zakir Mahmood</b>	Member
<b>Shahid Ghaffar</b>	Member
<b>Sagheer Mufti</b>	Member
<b>Javed Ahmed</b>	Member
<b>Zahid Barki</b>	Member
<b>Shan Rabbani</b>	Member & Secretary

### Technical Committee

<b>John Joseph Metcalf</b>	Chairman
<b>Shahid Ghaffar</b>	Member
<b>Javed Ahmed</b>	Member
<b>Sagheer Mufti</b>	Member
<b>Shan Rabbani</b>	Member & Secretary

### Construction Advisory Committee

<b>Kamal A. Chinoy</b>	Chairman
<b>R. Zakir Mahmood</b>	Member
<b>Javed Ahmed</b>	Member & Secretary

# Company Information

## MANAGEMENT

### **Javed Ahmed**

Managing Director &  
Chief Executive Officer

### **Farhan Akhtar Faridi**

Group Head Retail Distribution

### **Muhammad Kashif Naqvi**

Group Head Digital,  
Technology & Strategic Planning

### **Muhammad Munawar Khalil**

Group Head Takaful Retail Distribution

### **Muhammad Sohail Fakhar**

Group Head Corporate,  
Marketing & Administration

### **Omer Farooq**

Chief Financial Officer  
Group Head Finance & Accounts

### **Shan Rabbani**

Group Head Retail Operations,  
Investments & Actuarial

### **Tazeen Shahid**

Group Head Human Resource  
Management & Development

### **Zahid Barki**

Group Head Risk Management,  
Compliance & Quality Assurance

### **Asif Mobin**

Head of Investments

### **Faiz ul Hassan**

Head of Corporate Business  
Distribution

### **Faisal Qasim**

Head of Information Security &  
Quality Assurance

### **Khurram Murtaza**

Head of Window Takaful Operations

### **Muhammad Aamir**

Head of Corporate Business  
Operations

### **Muhammad Faizan Farooque**

Head of Actuarial

### **Muhammad Junaid Ahmed**

Head of Sales Compliance,  
Investigation & Litigation

### **Nadym Chandna**

Head of Training & Development

### **Najam ul Hassan Janjua**

Company Secretary &  
Head of Legal Department

### **Syed Rizwan Azeiz**

Head of Bancassurance

---

## CHIEF FINANCIAL OFFICER

Omer Farooq

## COMPANY SECRETARY

Najam ul Hassan Janjua

## COMPLIANCE OFFICER

Zahid Barki

## HEAD OF INTERNAL AUDIT

---

Adeel Ahmed Khan

# Company Information

## Management Committee

Javed Ahmed	Chairman
Farhan Akhtar Faridi	Member
Muhammad Munawar Khalil	Member
Muhammad Sohail Fakhar	Member
Omer Farooq	Member
Shan Rabbani	Member
Tazeen Shahid	Member
Zahid Barki	Member
Muhammad Kashif Naqvi	Member & Secretary

## Underwriting & Reinsurance Committee

Javed Ahmed	Chairman
Shan Rabbani	Member
Muhammad Aamir	Member
Faizan Farooque	Member
Raja Naveed	Member & Secretary

## Investment Management Committee

Javed Ahmed	Chairman
Zahid Barki	Member
Shan Rabbani	Member
Muhammad Kashif Naqvi	Member
Omer Farooq	Member
Dileep Kumar	Member
Asif Mobin	Member & Secretary

## Marketing Committee

Javed Ahmed	Chairman
Farhan Akhtar Faridi	Member
Muhammad Munawar Khalil	Member
Muhammad Sohail Fakhar	Member
Usman Qaiser	Member & Secretary

## Claims Committee

Javed Ahmed	Chairman
Zahid Barki	Member
Muhammad Sohail Fakhar	Member
Muhammad Kashif Naqvi	Member
Junaid Ahmed	Member & Secretary

## Risk Management & Compliance Committee

Javed Ahmed	Chairman
Zahid Barki	Member
Shan Rabbani	Member
Omer Farooq	Member
Najam ul Hassan Janjua	Member & Secretary

## IT Steering Committee

Javed Ahmed	Chairman
Zahid Barki	Member
Farhan Akhtar Faridi	Member
Shan Rabbani	Member
Muhammad Kashif Naqvi	Member & Secretary

## Disaster Steering Committee

Javed Ahmed	Chairman
Zahid Barki	Member
Muhammad Sohail Fakhar	Member
Muhammad Kashif Naqvi	Member
Shan Rabbani	Member
Omer Farooq	Member
Faisal Qasim	Member & Secretary

# Company Information

## **REGISTERED OFFICE**

26-D, 3rd Floor, Kashmir Plaza, Jinnah Avenue,  
Blue Area, Islamabad, Pakistan.  
Tel: +92 (51) 2206930-6, +92 (51) 2821903  
Web: [www.jubileelife.com](http://www.jubileelife.com)  
E-mail: [info@jubileelife.com](mailto:info@jubileelife.com)

## **HEAD OFFICE**

74/1-A, Lalazar, M. T. Khan Road,  
Karachi-74000, Pakistan.  
Tel: +92 (21) 35205094, +92 (21) 32120201  
Web: [www.jubileelife.com](http://www.jubileelife.com)  
E-mail: [info@jubileelife.com](mailto:info@jubileelife.com)

## **APPOINTED ACTUARY**

**Nauman Associates**  
249-CCA, Sector FF, Phase IV, DHA,  
Lahore, Pakistan.  
Tel: +92 (42) 35741827-29

## **AUDITORS**

**A.F. Ferguson & Co., Chartered Accountants**  
Engagement Partner: Farrukh Rehman  
State Life Building, 1-C, I.I. Chundrigar Road,  
P.O. Box 4716, Karachi-74000, Pakistan.  
Tel: +92 (21) 32426682-6  
Fax: +92 (21) 32415007  
Web: [www.pwc.com.pk](http://www.pwc.com.pk)

## **BANKERS**

Habib Bank Limited (Conventional & Islamic Window)  
Standard Chartered Bank (Pakistan) Limited  
(Conventional & Islamic Window)

## **LEGAL ADVISORS**

**Kabraji & Talibuddin**  
Advocates & Legal Counsellors,  
406-407, 4th Floor, The Plaza at Do Talwar,  
Block 9, Clifton, Karachi-75600, Pakistan.  
Tel: +92 (21) 35838871-6  
Fax: +92 (21) 35838879

## **REGISTRAR & SHARE TRANSFER OFFICE**

**CDC Share Registrar Services Limited**  
CDC House, 99-B, Block-B, S.M.C.H.S.,  
Main Shahr-e-Faisal, Karachi-74400, Pakistan.  
Tel: +92 (21) 111-111-500

## **SHARIAH ADVISOR**

Mufti Zeeshan Abdul Aziz





# **Director's Review**

The Board of Directors of Jubilee Life Insurance Company Limited are pleased to present to the members, the condensed interim financial statements (un-audited) of the Company for the third quarter ended September 30, 2021.

## **Market review**

During the nine months ended, the economic activities broadly remained on a swift path towards economic growth due to Government and State Bank of Pakistan's integrative and accommodative policies. On the fiscal front, the Federal Board of Revenue has shown a robust growth in tax collection with an overall increase of 38% on YoY basis, achieving PKR 1,385 billion in tax revenue while exceeding the target by Rs 187 billion. However, the unprecedented increase in commodity prices in international markets together with increased local demand for imported products has stretched the current account deficit resulting in rapid rupee depreciation. As a result, the higher CPI rate and the widening current account deficit led the Central bank to increase the policy rate by 25 basis points taking it to 7.25%.

The equity market witnessed a massive decrease of 2,520 points (-5.3%) in the last month of third quarter and closed at 44,900 points. Various factors contributed to the depressing performance of equity market including increased current account deficit, massive foreign selling on account of Pakistan's reclassification from Emerging to Frontier Market Index and challenging relationship between Pakistan and USA due to Afghanistan's political issue. Going forward, the equity market may remain jittery due to increased commodity prices and an unsettled geopolitical situation, however improvements in any macroeconomic indicators may continue to support the index to recover and remain aligned for further growth.

## **Performance review**

Despite many challenges, your Company has shown satisfactory growth in all lines of business. The overall Gross Premium / Contribution written during the nine months ended September 30, 2021, is Rs. 34,859 million which is 7% higher than the premium for the corresponding period of 2020. The Company's First Year Premium / Contribution from new business written in its Individual Life Unit Linked and Individual Family Takaful operations registered a phenomenal growth of 44%. Whereas the Gross Written Premium / Contribution from Corporate life and health businesses, both conventional and Takaful, posted a growth of 30% as compared to the corresponding period last year.

The Company's Window Family Takaful Operations have managed to maintain its strong presence and contributed Gross Written Contribution of Rs. 8,760 million compared to Rs. 7,428 million during the corresponding period, depicting an increase of 18%.

The outgo in respect of insurance benefits which includes claims, surrenders and maturities was Rs. 29,166 million as compared to Rs. 20,659 million during the corresponding period last year mainly due to higher Covid related claims. With each passing year of Company's successful operation, maturities in respect of Individual Life Unit Linked business continue to grow and have reached to Rs. 3,669 million as compared to Rs. 2,523 million in same period last year.

On an overall basis, higher Premiums / Contributions during the period were offset by a significant increase in claims as cited above and lower investment income due a sudden dip in the equity market. As a result, the Company generated a profit after tax of Rs. 1,216 million as compared to a profit after tax of Rs. 1,966 million during the corresponding period, resulting in earnings per share of Rs. 13.94 (September 30, 2020: Rs. 22.53).

## Provincial sales tax

There was no further development in the matter of petitions filed by the Company and other life insurance companies in the Hon'ble High Courts of Sindh and Lahore, against the levy of Sindh Sales Tax on services (SST) and Punjab Sales Tax on services (PST), by the Sindh Revenue Board (SRB) and the Punjab Revenue Authority (PRA). However, in Khyber Pakhtunkhwa (KPK) province, the exemption in respect of sales tax on services on life and health insurance has been withdrawn from July 01, 2021 through the Khyber Pakhtunkhwa Finance Act, 2021, As a result, life insurance is now taxable at 15% while health insurance is taxable at a reduced rate of 1%. The matter has been taken up by the Insurance Association of Pakistan with the Khyber Pakhtunkhwa Revenue Authority. The matter is further explained in Note 15.1.2 to the condensed interim financial statements.

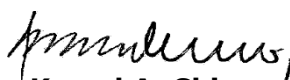
## Outlook

With the resumption of normal course of business activities and an accelerated Covid-19 vaccination drive, the decrease in pandemic's positivity and death rates in the country, the uncertainty in business and economic cycle is further expected to decrease. In addition, IMF program and strong remittances from overseas residents is expected to support the foreign exchange inflows which will help to maintain and enhance the economic growth. Nevertheless, with better business activities and various regulatory initiatives by the Securities and Exchange Commission of Pakistan (SECP), though challenging and stringent for the insurance sector, while being protective for the policyholders, are expected to help the insurance sector to rebound to its full potential. With prudent management and the continued support of all our stakeholders, we look forward to closing the year 2021 with another promising achievement similar to our consistent high performance in the past.

## Acknowledgement

While your Company marks its 25<sup>th</sup> anniversary in the insurance landscape of the Country being also the largest private sector insurance company, we would like to express our gratitude to the various government authorities, SECP and State Bank of Pakistan for their irrefutable support. The Company would also like to heartily acknowledge our valued policyholders, Takaful participants, and business partners for their trust and encouragement throughout this glorious journey. We would also like to celebrate the occasion by thanking our employees and their families for advocating the trust and confidence in the Company throughout these years.

**On behalf of the Board of Directors**

  
**Kamal A. Chinoy**  
Chairman

  
**Javed Ahmed**  
Managing Director &  
Chief Executive Officer

Karachi: October 27, 2021

# ڈائریکٹرز کی جائزہ رپورٹ

## مارکیٹ کا جائزہ

جوبلی لائف انشورنس کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز بصد مسرت اپنے ممبران کے لئے کمپنی کی نو ماہ کی مدت کے لئے جائزہ رپورٹ مختتمہ 30 ستمبر 2021 کا مختصر مالی گوشوارہ (غیر محاسبہ) پیش کر رہے ہیں۔

حکومت اور اسٹیٹ بینک آف پاکستان کی مربوط اور ہم آہنگ پالیسیوں کے باعث اختتام پذیر ہونے والے نو ماہ کے دوران معاشی سرگرمیاں تیز رفتاری کے ساتھ معاشی نمو کی جانب گامزن رہیں۔ دوسری جانب مالی سطح پر، فیڈرل بورڈ آف ریونیو نے سال بہ سال کی بنیاد اور مجموعی طور پر 38 فیصد اضافی ٹیکس کی وصولی کر کے بہتر کارکردگی دکھائی ہے اور ٹیکس آمدنی کی مد میں 1,385 ارب روپے حاصل ہوئے جو کہ ہدف سے 187 ارب روپے زیادہ ہے۔ تاہم، بین الاقوامی منڈیوں میں اشیاء کی قیمتوں میں غیر معمولی اضافے کے ساتھ ساتھ درآمدی مصنوعات کی مقامی طلب میں اضافے کی وجہ سے کرنٹ اکاؤنٹ خسارے میں اضافہ ہوا جس کے سبب روپے کی قدر میں تیزی سے کمی واقع ہوئی اور نتیجتاً سی پی آئی کی زیادہ شرح اور بڑھتے ہوئے کرنٹ اکاؤنٹ خسارے کے سبب مرکزی بینک نے پالیسی ریٹ کی شرح میں 25 بیس پوائنٹس کا اضافہ کر کے اسے 7.25 فیصد کر دیا ہے۔

حصص مارکیٹ میں تیسری سہ ماہی کے اختتام پر 5.3 فیصد کمی کے ساتھ 2,520 پوائنٹس کی خاطر خواہ کمی واقع ہوئی اور یہ 44,900 پوائنٹس پر بند ہوئی۔ مختلف عوامل نے حصص مارکیٹ کی مایوس کن کارکردگی میں اہم کردار ادا کیا جس میں کرنٹ اکاؤنٹ خسارے کا بڑھنا، ایمر جنگ سے فرنٹیر مارکیٹ انڈیکس میں پاکستان کی تنزلی کی وجہ سے بڑے پیمانے پر غیر ملکی فروخت اور افغانستان کے سیاسی مسئلے کی وجہ سے پاکستان اور امریکا کے درمیان ناہموار تعلقات جیسے عوامل شامل ہیں۔ آئندہ، اشیاء کی قیمتوں میں اضافے اور غیر مستحکم جغرافیائی سیاسی صورتحال کی وجہ سے حصص مارکیٹ کو مشکلات کا سامنا کرنا پڑ سکتا ہے، تاہم کسی بھی بڑے اقتصادی اشاریے میں بہتری انڈیکس کی بحالی کے لیے معاون اور ترقی کے لئے موافق ثابت ہو سکتی ہے۔

## کارکردگی کا جائزہ

بہت سے چیلنجز کا سامنا کرنے کے باوجود، آپ کی کمپنی نے کاروبار کی تمام سطح پر تسلی بخش کارکردگی دکھائی ہے۔ 30 ستمبر 2021 کو اختتام پذیر ہونے والے نو ماہ کے دوران مجموعی تحریری اقساط بیمہ/اعانت 34,859 ملین روپے ہے جو کہ 2020 کی اسی مدت کے اقساط بیمہ/اعانت سے 7 فیصد زیادہ ہے۔ کمپنی کے پہلے سال کا قسط بیمہ/اعانت اس کے انفرادی لائف یونٹ (Individual Life Unit Linked) اور انفرادی فیملی تکافل آپریشنز (Individual Family Takaful Operations) میں تحریر کیے گئے نئے کاروبار میں 44 فیصد کے قریب غیر معمولی اضافہ ریکارڈ کیا گیا۔ مزید یہ کہ کارپوریٹ لائف اور صحت کے کاروبار سے مجموعی تحریری اقساط بیمہ/اعانت، روایتی اور تکافل، گزشتہ سال کے اسی عرصے کے مقابلے میں 30 فیصد اضافہ ریکارڈ کیا گیا۔

کمپنی کے ونڈ فیملی تکافل آپریشنز نے مستحکم پوزیشن کو برقرار رکھنے میں کامیابی حاصل کی اور 8,760 ملین روپے کا مجموعی تحریری اعانت تحریر کیا جو کہ گزشتہ سال کے 7,428 ملین روپے کے مقابلے میں 18 فیصد زیادہ ہے۔

انشورنس کے فوائد بشمول دعویٰ (Claims)، Surrenders اور میچورٹی (Maturity) کے حوالے سے اخراجات 29,166 ملین روپے رہے جو گزشتہ سال کی اسی مدت کے دوران 20,659 ملین روپے تھے اور جسکی بنیادی وجہ کوویڈ سے متعلق دعویٰ (Claims) کا زیادہ ہونا ہے۔ کمپنی کے کامیاب آپریشن کے ہر گزرتے سال کے ساتھ، انفرادی لائف یونٹ سے منسلک کاروبار کے سلسلے میں میچورٹی (Maturity) بڑھتے ہوئے 3,669 ملین روپے تک پہنچ گئی جو گزشتہ سال اسی مدت کے دوران 2,523 ملین روپے تھی۔

مجموعی طور پر، حصص مارکیٹ میں اچانک کمی کے سبب سرمایہ کاری کی کم آمدنی کی وجہ سے، زیادہ پریمیم / شرائط اور سرمایہ کاری کی بہتر آمدنی کا اثر جزوی طور پر برابر (offset) رہا۔ اور جس کے نتیجے میں کمپنی نے 1,216 ملین روپے کا بعد از ٹیکس منافع حاصل کیا جو گزشتہ سال کے اسی مدت کے دوران 1,966 ملین روپے تھا اور جس کے نتیجے میں فی حصص آمدنی 13.94 روپے (30 ستمبر 2020: 22.53 روپے) رہی۔

## صوبائی سیلزن ٹیکس

سندھ ریونیو بورڈ (SRB) اور پنجاب ریونیو اتھارٹی (PRA) کی جانب سے خدمات پر بالترتیب سندھ سیلزن ٹیکس (SST) اور پنجاب سیلزن ٹیکس (PST) عائد کرنے کے خلاف سندھ اور لاہور کی معزز اعلیٰ عدالتوں میں کمپنی اور دیگر لائف انشورنس کمپنیوں کی جانب سے دائر درخواستوں کے معاملے میں مزید پیش رفت نہیں ہو سکی۔ تاہم، صوبہ خیبر پختونخواہ (کے پی کے) میں، لائف اور ہیلتھ انشورنس سروسز پر سیلزن ٹیکس کے حوالے سے چھوٹ، یکم جولائی 2021 سے نافذ العمل خیبر پختونخواہ فنانس ایکٹ، 2021 کے تحت واپس لے لی گئی ہے، اس کے نتیجے میں اب لائف انشورنس پر 15 فیصد ٹیکس لاگو ہے جبکہ ہیلتھ انشورنس پر 1 فیصد کا کم ترین ٹیکس لاگو ہے۔ یہ معاملہ انشورنس ایسوسی ایشن آف پاکستان (IAP) کی جانب سے خیبر پختونخواہ ریونیو اتھارٹی کے سامنے اٹھایا گیا ہے اور اس معاملے کی وضاحت کیفٹ عبوری مالی گوشواروں (Condensed Interim Financial Statements) کے نوٹ 15.1.2 میں کی گئی ہے۔

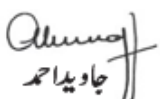
## جائزہ

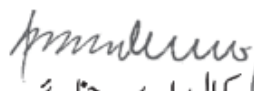
کاروباری سرگرمیوں کی معمول کے مطابق بحالی اور کوویڈ 19 کی ڈسینیشن مہم میں تیزی کے ساتھ، ملک میں وباء اور شرح اموات میں کمی کے تناسب کے سبب کاروبار اور معیشت میں غیر یقینی صورتحال مزید کم ہونے کی توقع ہے۔ اس کے علاوہ، آئی ایم ایف پروگرام اور بیرون ملک مقیم باشندوں کی جانب سے بھیجی جانے والی بھاری ترسیلات زر سے زرمبادلہ کے آمدن میں بہتری کی توقع ہے جو معاشی نمو کو برقرار رکھنے میں معاون ثابت ہوگا۔ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (ایس ای سی پی) کی بہتر کاروباری اور ریگولیٹری اقدامات کے ساتھ، اگرچہ یہ انشورنس سیکٹر کے لیے چیلنجنگ اور سخت ہیں، جبکہ پالیسی ہولڈرز کے لیے مدافعتی ہونے کے باوجود، انشورنس سیکٹر کو اس کی مکمل صلاحیت کی بحالی میں مدد فراہم کرنے کے لیے معاون ثابت ہو گئے۔ محتاط انتظام اور اپنے تمام اسٹیک ہولڈرز کی مسلسل حمایت کے سبب، ہم ماضی کی طرح اپنی مسلسل اعلیٰ کارکردگی کے ساتھ سال 2021 کا اختتام کامیابی کے ساتھ کرنے کے منتظر ہیں۔

## اعتراف

آپ کی کمپنی نجی شعبے کی سب سے بڑی انشورنس کمپنی ہونے کی حیثیت سے ملکی انشورنس کے منظر نامہ میں اپنی 25 ویں سالگرہ منا رہی ہے۔ مختلف سرکاری محکموں سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کے ناقابل تردید تعاون پر ان کا شکریہ ادا کرتے ہیں۔ کمپنی اس پورے سفر کے دوران اپنے قابل قدر پالیسی داران، کفائل شرکاء اور کاروباری شرائط داران کی جانب سے اعتماد اور حوصلہ افزائی کو دلی طور پر تسلیم کرتی ہے۔ ہم اپنے ملازمین اور ان کے اہل خانہ کی جانب سے اس مدت کے دوران کمپنی پر اعتماد اور اعتبار کرنے پر ان کا شکریہ ادا کرتے ہیں۔

## از طرف بورڈ آف ڈائریکٹرز

  
جاوید احمد  
چیئرمین ڈائریکٹرز اور سی ای او

  
اکمال اے۔ چنائے  
چیئر مین

کراچی، 27 اکتوبر، 2021



# Condensed Interim Financial Statements



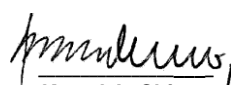


# Condensed Interim Statement of Financial Position

As at September 30, 2021

	Note	September 30, 2021 (Un-audited)	December 31, 2020 (Audited)
----- (Rupees in '000) -----			
<b>Assets</b>			
Property and equipment	4	3,761,299	3,609,326
Intangible assets		210,230	258,048
Right-of-use assets		700,242	798,200
Investment in associate	5	166,583	147,877
Investments			
Equity securities	6	59,144,499	75,818,799
Government securities	7	88,233,596	75,282,141
Debt securities	8	7,689,708	8,744,912
Term deposits	9	16,950,000	14,450,000
Open-ended mutual funds	10	4,517,726	1,325,619
Insurance / reinsurance receivables		2,475,632	2,277,035
Derivative financial instrument		13,806	5,039
Other loans and receivables		2,198,212	2,189,320
Taxation - payments less provision		369,715	478,625
Retirement benefit prepayment		-	10,889
Prepayments		202,397	83,033
Cash & Bank	11	2,692,088	4,943,260
<b>Total Assets</b>		<b>189,325,733</b>	<b>190,422,123</b>
<b>Equity and Liabilities</b>			
<b>Capital and reserves attributable to the Company's equity holders</b>			
<b>Issued, subscribed, paid-up share capital and reserves</b>			
Share capital		872,638	872,638
Money ceded to waqf fund		500	500
Gain on revaluation of available-for-sale investments		(63,797)	77,384
Unappropriated profit		7,594,376	7,841,319
Retained earnings arising from business other than participating business attributable to shareholders (Ledger account D)		4,108,468	4,080,365
<b>Total Equity</b>		<b>12,512,185</b>	<b>12,872,206</b>
<b>Liabilities</b>			
Insurance liabilities	12	168,532,021	168,613,327
Borrowing	13	1,000,000	1,125,000
Lease liabilities	14	874,110	983,059
Premium received in advance		1,084,513	1,271,837
Insurance / reinsurance payables		21,528	15,237
Other creditors and accruals		3,666,240	4,029,428
Deferred tax		1,298,367	1,440,351
Financial charges payable		11,370	12,622
Unpaid dividend		270,690	12,397
Unclaimed dividend		54,709	46,659
<b>Total Liabilities</b>		<b>176,813,548</b>	<b>177,549,917</b>
<b>Contingencies and commitments</b>	15		
<b>Total Equity and Liabilities</b>		<b>189,325,733</b>	<b>190,422,123</b>

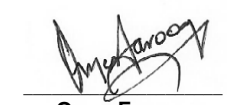
The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

  
Kamal A. Chinoy  
Chairman

  
Aryn Currimbhoy  
Director

  
Shahid Ghaffar  
Director

  
Javed Ahmed  
Managing Director &  
Chief Executive Officer

  
Omer Farooq  
Chief Financial Officer

# Condensed Interim Statement of Profit and Loss Account (Un-audited)

For the Nine Months and Quarter ended September 30, 2021

		Nine Months Ended		Quarter Ended	
	Note	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
----- (Rupees in '000) -----					
Premium / contribution revenue		34,859,164	32,550,890	11,600,037	12,175,054
Premium / contribution ceded to reinsurers		(1,425,446)	(1,012,160)	(515,303)	(362,435)
<b>Net premium / contribution revenue</b>	16	<b>33,433,718</b>	<b>31,538,730</b>	<b>11,084,734</b>	<b>11,812,619</b>
Fee income		34,333	27,459	11,954	11,421
Investment income	17	9,046,828	8,956,708	2,860,980	2,367,189
Net realised fair value gains / (losses) on financial assets	18	1,370,515	6,223,390	(38,242)	1,356,781
Net fair value (losses) / gains on financial assets at fair value through profit or loss	19	(7,087,929)	(7,929,718)	(6,797,117)	5,521,932
Other income		125,894	195,750	41,103	35,775
		3,489,641	7,473,589	(3,921,322)	9,293,098
<b>Net Income</b>		<b>36,923,359</b>	<b>39,012,319</b>	<b>7,163,412</b>	<b>21,105,717</b>
Insurance benefits		29,166,045	20,658,724	9,708,861	8,558,269
Recoveries from reinsurers		(1,258,312)	(1,074,888)	(363,254)	(486,446)
Claims related expenses		4,558	3,069	1,457	1,382
<b>Net Insurance Benefits</b>	20	<b>27,912,291</b>	<b>19,586,905</b>	<b>9,347,064</b>	<b>8,073,205</b>
Net change in insurance liabilities (other than outstanding claims)		(891,793)	8,948,359	(5,131,593)	9,535,620
Acquisition expenses	21	5,025,244	4,828,586	1,570,454	1,953,295
Marketing and administration expenses	22	2,982,567	2,578,253	1,003,124	687,173
Other expenses		43,708	43,786	14,137	13,382
<b>Total Expenses</b>		<b>7,159,726</b>	<b>16,398,984</b>	<b>(2,543,878)</b>	<b>12,189,470</b>
Realised (loss) / gain on derivative financial instrument		(8,448)	34,510	(2,420)	(346)
Unrealised gain / (loss) on derivative financial instrument		9,108	(117,874)	995	3,094
Finance cost		(127,137)	(159,350)	(29,822)	(54,950)
		(126,477)	(242,714)	(31,247)	(52,202)
<b>Results of operating activities</b>		<b>1,724,865</b>	<b>2,783,716</b>	<b>328,979</b>	<b>790,840</b>
Share of profit of associate	5	11,856	17,126	3,820	5,274
<b>Profit before tax (refer note below)</b>		<b>1,736,721</b>	<b>2,800,842</b>	<b>332,799</b>	<b>796,114</b>
Income tax expense	23	(520,573)	(834,560)	(105,350)	(240,162)
<b>Profit after tax for the period</b>		<b>1,216,148</b>	<b>1,966,282</b>	<b>227,449</b>	<b>555,952</b>
<b>Earnings per share - Rupees</b>	24	<b>13.94</b>	<b>22.53</b>	<b>2.61</b>	<b>6.37</b>

The annexed notes 1 to 30 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. 1,945 million (September 30, 2020: Rs. 2,185 million), please refer to note 26.1, relating to Segmental Information - Revenue Account by Statutory Fund.

  
Kamal A. Chinoy  
Chairman

  
Amin Currimbhoy  
Director

  
Shahid Ghaffar  
Director

  
Javed Ahmed  
Managing Director &  
Chief Executive Officer

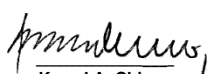
  
Omer Farooq  
Chief Financial Officer

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

For the Nine Months and Quarter ended September 30, 2021

Note	Nine Months Ended		Quarter Ended	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
(Rupees in '000)				
<b>Profit after tax for the period - as per Profit and Loss Account</b>	<b>1,216,148</b>	<b>1,966,282</b>	<b>227,449</b>	<b>555,952</b>
<b>Other comprehensive income / (loss):</b>				
<b>Items that may be classified to profit and loss account in subsequent period:</b>				
Currency translation differences (related to net investment in foreign associate)	5 6,850	(10,156)	12,418	(9,750)
Related deferred tax on currency translation differences	(1,986)	2,945	(3,601)	2,827
Change in unrealised (losses) / gains on available-for-sale financial assets	(105,822)	(97,985)	(99,172)	36,835
Reclassification adjustment relating to available-for-sale Investment sold during the period	(93,025)	(70,289)	(223)	527
	(198,847)	(168,274)	(99,395)	37,362
Related deferred tax	57,666	48,788	28,825	(10,836)
Change in unrealised (losses) / gains on available-for-sale financial assets - net	(141,181)	(119,486)	(70,570)	26,526
	(136,317)	(126,697)	(61,753)	19,603
<b>Items that will not be classified to profit and loss account in subsequent period:</b>				
Actuarial gain on retirement benefit schemes	-	3,964	-	55
<b>Other comprehensive (loss) / income for the period</b>	<b>(136,317)</b>	<b>(122,733)</b>	<b>(61,753)</b>	<b>19,658</b>
<b>Total comprehensive income for the period</b>	<b>1,079,831</b>	<b>1,843,549</b>	<b>165,696</b>	<b>575,610</b>

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

  
Kamal A. Chinoy  
Chairman

  
Amyn Currimbhoy  
Director

  
Shahid Ghaffar  
Director

  
Javed Ahmed  
Managing Director &  
Chief Executive Officer

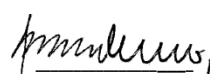
  
Omer Farooq  
Chief Financial Officer

# Condensed Interim Cashflow Statement (Un-audited)

For the Nine Months ended September 30, 2021

		Nine Months Ended	
	Note	September 30, 2021	September 30, 2020
----- (Rupees in '000) -----			
<b>Operating Cash flows</b>			
(a) Underwriting activities			
Insurance premium / contribution received		33,939,663	32,263,095
Reinsurance premium / contribution paid		(1,479,459)	(1,045,068)
Claims paid		(12,103,452)	(7,987,580)
Surrenders paid		(16,373,471)	(11,652,004)
Reinsurance and other recoveries received		1,903,890	896,987
Commission paid		(3,586,949)	(3,393,143)
Commission received		60,304	61,031
Marketing and administrative expenses paid		(1,854,714)	(1,169,750)
Other acquisition cost paid		(2,658,132)	(2,639,965)
Net cash (outflow) / inflow from underwriting activities		(2,152,320)	5,333,603
(b) Other operating activities			
Income tax paid		(497,967)	(1,245,574)
Other operating payments		(534,418)	(96,984)
Other operating receipts		1,131,313	1,203,119
Unsecured advances paid to employees		(78,168)	(138,798)
Recovery of unsecured advances to employees		54,112	145,032
Net cash inflow / (outflow) from other operating activities		74,872	(133,205)
<b>Total cash (outflow) / inflow from all operating activities</b>		<b>(2,077,448)</b>	<b>5,200,398</b>
<b>Investment activities</b>			
Profit / return received		3,450,685	6,979,271
Dividend received		2,865,214	1,237,682
Payment for investments		(303,254,803)	(225,736,701)
Proceeds from disposal of investments		302,884,443	206,229,638
Fixed capital expenditure		(495,658)	(367,468)
Proceeds from sale of property and equipment		34,108	25,256
<b>Total cash Inflow / (outflow) from investing activities</b>		<b>5,483,989</b>	<b>(11,632,322)</b>
<b>Financing activities</b>			
Dividends paid		(1,173,509)	(1,175,330)
Financial charges paid		(66,876)	(127,573)
Repayment of borrowing		(125,000)	(125,000)
Payments against lease liabilities		(242,328)	(231,775)
<b>Total cash outflow from financing activities</b>		<b>(1,607,713)</b>	<b>(1,659,678)</b>
<b>Net cash inflow / (outflow) from all activities</b>		<b>1,798,828</b>	<b>(8,091,602)</b>
Cash and cash equivalents at beginning of the period		17,843,260	12,444,997
<b>Cash and cash equivalents at the end of the period</b>	11	<b>19,642,088</b>	<b>4,353,395</b>
<b>Reconciliation to Profit and Loss Account</b>			
Operating cash flows		(2,077,448)	5,200,398
Depreciation expense		(441,704)	(434,638)
Amortisation expense		(88,793)	(89,084)
Share of profit of associate		11,856	17,126
Profit on disposal of property and equipment		6,389	2,325
(Decrease) / Increase in assets other than cash		(395,179)	479,883
Decrease / (Increase) in liabilities		711,831	(10,578,600)
Gain on sale of investments		1,370,515	6,223,389
Revaluation loss on investments		(6,847,799)	(7,153,259)
Investment income		9,093,616	8,458,091
Financial charges		(65,624)	(65,155)
Finance cost on lease liabilities		(61,512)	(94,194)
<b>Profit after tax for the period</b>		<b>1,216,148</b>	<b>1,966,282</b>

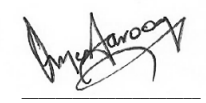
The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

  
Kamal A. Chinoy  
Chairman

  
Amin Currimbhoy  
Director

  
Shahid Ghaffar  
Director

  
Javed Ahmed  
Managing Director &  
Chief Executive Officer

  
Omer Farooq  
Chief Financial Officer

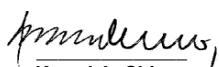
# Condensed Interim Statement of Changes in Equity (Un-audited)

For the Nine Months ended September 30, 2021

	Attributable to equity holders of the Company					Total
	Share capital	Unappropriated profit	Money ceded to waqf fund	Gain / (loss) on revaluation of available-for-sale investments	Retained earnings arising from business other than participating business attributable to shareholders (Ledger Account D) - net of tax*	
	(Rupees in '000)					
<b>Balance as at January 01, 2020 (Audited)</b>	<b>793,307</b>	<b>7,003,482</b>	<b>500</b>	<b>172,026</b>	<b>3,436,246</b>	<b>11,405,561</b>
<b>Total comprehensive income for the period</b>						
Profit for the period after tax	-	1,966,282	-	-	-	1,966,282
Other comprehensive loss - net of tax	-	(3,247)	-	(119,486)	-	(122,733)
	-	1,963,035	-	(119,486)	-	1,843,549
<b>Transactions with the owners recorded directly in equity</b>						
Issue of bonus shares for the year ended December 31, 2019 @ 10%	79,331	(79,331)	-	-	-	-
Final cash dividend for the year ended December 31, 2019 @ 135% (Rs. 13.50 per share)	-	(1,070,964)	-	-	-	(1,070,964)
Interim cash dividend for the half year ended June 30, 2020 @ 30% (Rs. 3.00 per share)	-	(261,791)	-	-	-	(261,791)
	79,331	(1,412,086)	-	-	-	(1,332,755)
<b>Other transfer within equity</b>						
Surplus for the period retained in statutory funds	-	(321,215)	-	-	321,215	-
<b>Balance as at September 30, 2020</b>	<b>872,638</b>	<b>7,233,216</b>	<b>500</b>	<b>52,540</b>	<b>3,757,461</b>	<b>11,916,355</b>
<b>Balance as at January 01, 2021 (Audited)</b>	<b>872,638</b>	<b>7,841,319</b>	<b>500</b>	<b>77,384</b>	<b>4,080,365</b>	<b>12,872,206</b>
<b>Total comprehensive income for the period</b>						
Profit for the period after tax	-	1,216,148	-	-	-	1,216,148
Other comprehensive Income / (loss) - net of tax	-	4,864	-	(141,181)	-	(136,317)
	-	1,221,012	-	(141,181)	-	1,079,831
<b>Transactions with the owners recorded directly in equity</b>						
Final cash dividend for the year ended December 31, 2020 @ 135% (Rs. 13.50 per share)	-	(1,178,061)	-	-	-	(1,178,061)
Interim cash dividend for the half year ended June 30, 2021 @ 30% (Rs. 3.00 per share)	-	(261,791)	-	-	-	(261,791)
	-	(1,439,852)	-	-	-	(1,439,852)
<b>Other transfer within equity</b>						
Surplus for the period retained in statutory funds	-	(28,103)	-	-	28,103	-
<b>Balance as at September 30, 2021</b>	<b>872,638</b>	<b>7,594,376</b>	<b>500</b>	<b>(63,797)</b>	<b>4,108,468</b>	<b>12,512,185</b>

\* This includes 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 carrying on of the life insurance business. This also includes retained earning of Operator-Sub-Funds (OSF) amounting to Rs. 328.71 million (September 30, 2020: retained loss of Rs. 20.07 million)

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

  
Kamal A. Chinoy  
Chairman

  
Amin Currimbhoy  
Director

  
Shahid Ghaffar  
Director

  
Javed Ahmed  
Managing Director &  
Chief Executive Officer

  
Omer Farooq  
Chief Financial Officer



# Notes to and Forming Part of the Condensed Interim Financial Statements (Un-audited)

For the Nine Months and Quarter ended September 30, 2021

## 1 LEGAL STATUS AND NATURE OF BUSINESS

**1.1** Jubilee Life Insurance Company Limited (the Company) was incorporated in Pakistan on June 29, 1995 as a public limited Company under the Companies Ordinance, 1984 (now Companies Act, 2017). Its shares are quoted on the Pakistan Stock Exchange. The Company started its business on June 20, 1996. The addresses of its registered and principal office are 26 - D, 3rd Floor, Kashmir Plaza, Jinnah Avenue, Blue Area, Islamabad and Jubilee Life Insurance Building, 74/1-A, Lalazar, M.T. Khan Road, Karachi, respectively.

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

- Individual Life Unit Linked
- Conventional Business
- Accident & Health
- Overseas Group Life and Health Business
- Individual Family Takaful (note 1.2)
- Group Family Takaful (note 1.2)
- Accident & Health Family Takaful (note 1.2)

**1.2** The Company was issued the Certificate of authorization for commencement of Window Takaful Operations under Rule 6 of the Takaful Rules, 2012 by the Securities and Exchange Commission of Pakistan (SECP) vide Authorization Reference no. 7 dated June 17, 2015. The Company launched the Window Takaful Operations on July 13, 2015.

**1.3** The Company is a subsidiary of Aga Khan Fund For Economic Development, S.A., Switzerland.

## 2 BASIS OF PREPARATION

### 2.1 Statement of Compliance

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; and
- Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules 2017, Insurance Accounting Regulations, 2017 and the Takaful Rules, 2012.

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, have been followed. These condensed interim financial statements do not include all the information required in the annual financial statements. Accordingly, these condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2020.

As required by Circular 15 of 2019 dated November 18, 2019 issued by the Securities & Exchange Commission of Pakistan (the Commission), the Company has prepared and annexed to these condensed interim financial statements, a standalone set of condensed interim financial statements for Window Takaful Operations of the Company, as if these are carried out by a standalone Takaful Operator.

### 2.2 Standards, interpretations of and amendments to accounting standards that have become effective during the period

There are certain new and amended standards, interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after January 1, 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.

### 3 SIGNIFICANT ACCOUNTING POLICIES & FINANCIAL RISK MANAGEMENT / JUDGEMENTS AND ESTIMATES

3.1 The significant accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are same as those applied in the preparation of the annual financial statements of the Company for the year ended December 31, 2020.

3.2 The financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Company for the year ended December 31, 2020. In preparing these condensed interim financial statements, the management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty are the same as those that applied to the financial statements for the year ended December 31, 2020.

### 4 PROPERTY AND EQUIPMENT

Note

September 30, 2021 (Un-audited)	December 31, 2020 (Audited)
----- (Rupees in '000) -----	
1,088,621	922,978
2,672,678	2,686,348
3,761,299	3,609,326

Operating assets

Capital work in progress

4.1

4.1 This includes cost of land purchased for construction of Head Office building, related acquisition and other costs in respect of construction of the Company's Head Office building amounting to Rs. 2,655 million (2020: Rs. 2,655 million) including borrowing costs of Rs. 266 million (2020: Rs. 266 million) capitalised on long-term loan obtained amounting to Rs. 1,500 million, as discussed in Note 13.1 to the condensed interim financial statements. Further, during the nine months ended September 30, 2021, the Company has charged a borrowing cost of Rs. 65.62 million to profit and loss account in accordance with the requirements of IAS 23 due to temporary suspension of the construction of Head office building.

### 5 INVESTMENT IN ASSOCIATE

September 30, 2021 (Un-audited)	December 31, 2020 (Audited)
----- (Rupees in '000) -----	
147,877	152,294
11,856	19,273
-	(2,459)
159,733	169,108
6,850	(21,231)
166,583	147,877

Balance as at January 1

Share in profit for the period

Dividend received

Exchange gain / (loss)

Balance as at end of period

5.1 In 2014, the Company invested Rs. 43.88 million to acquire a 19.5% holding in Jubilee Kyrgyzstan Insurance Company (JKIC), a Closed Joint Stock Company (CJSC), incorporated in the Republic of Kyrgyzstan. In 2016, the Company made additional investment of Rs. 29.187 million to subscribe to 19,143,309 right shares after obtaining necessary approvals from the members of the Company, and the State Bank of Pakistan.

### 6 INVESTMENT IN EQUITY SECURITIES

Note

September 30, 2021 (Un-audited)	December 31, 2020 (Audited)
----- (Rupees in '000) -----	
58,587,380	74,387,529
557,119	1,431,270
59,144,499	75,818,799

At fair value through profit or loss

Available-for-sale

6.1

6.2

6.1 At fair value through profit or loss

	September 30, 2021 (Un-audited)			December 31, 2020 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
----- (Rupees in '000) -----						
<b>Related parties</b>						
Listed shares	3,982,333	-	2,892,175	2,354,300	-	1,707,735
<b>Others</b>						
Listed shares	63,478,579	-	55,695,205	76,638,055	-	72,679,794
	67,460,912	-	58,587,380	78,992,355	-	74,387,529

The Company, during nine months' period ended September 30, 2021, has further purchased 13,538,785 shares of Habib Bank Limited (HBL), a related party, amounting to Rs. 1,628.03 million from PSX's regular market counter after obtaining approval from shareholders in their meeting held on March 30, 2021.

## 6.2 Available-for-sale

	September 30, 2021 (Un-audited)			December 31, 2020 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
	(Rupees in '000)			(Rupees in '000)		
<b>Related parties</b>						
Listed shares	35,942	-	39,629	35,942	-	44,441
<b>Others</b>						
Listed shares	643,383	(16,579)	517,490	1,628,079	(326,381)	1,386,829
	<b>679,325</b>	<b>(16,579)</b>	<b>557,119</b>	<b>1,664,021</b>	<b>(326,381)</b>	<b>1,431,270</b>

## 7 INVESTMENT IN GOVERNMENT SECURITIES

	Note	September 30, 2021 (Un-audited)	December 31, 2020 (Audited)
		(Rupees in '000)	
Held to maturity	7.1 / 7.4	9,982	9,980
At fair value through profit or loss	7.2 / 7.5	68,652,997	58,505,605
Available-for-sale	7.3 / 7.6	19,570,617	16,766,556
		<b>88,233,596</b>	<b>75,282,141</b>

### September 30, 2021 (Un-audited)

	Maturity Year	Effective Yield (%)	Amortised Cost	Principal Repayment	Carrying Value
			(Rupees in '000)		
<b>7.1 Held to maturity</b>					
20 Years Pakistan Investment Bonds	2024	10.07%	9,982	10,000	9,982
			<b>9,982</b>	<b>10,000</b>	<b>9,982</b>
<b>7.2 At fair value through profit or loss</b>					
5 Years Pakistan Investment Bonds	2024	9.71%	484,079	500,000	497,355
3 Years Pakistan Investment Bonds	2023	9.22%	11,629,142	12,000,000	11,546,184
3 Years Pakistan Investment Bonds	2023	9.13%	29,382,857	29,375,000	29,424,938
3 Years Pakistan Investment Bonds	2022	8.67%	7,534,955	7,500,000	7,522,298
6 Months Treasury Bills	2022	7.91%	1,592,429	1,645,000	1,589,512
6 Months Treasury Bills	2022	7.86%	1,830,799	1,885,000	1,827,176
6 Months Treasury Bills	2022	7.74%	6,621,979	6,783,400	6,616,338
6 Months Treasury Bills	2022	7.67%	3,250,822	3,320,000	3,248,328
5 Years GoP Ijara Sukuk	2025	7.22%	602,940	600,000	604,560
5 Years GoP Ijara Sukuk	2025	7.21%	705,855	701,690	707,514
5 Years GoP Ijara Sukuk	2025	7.10%	5,022,480	5,162,000	5,048,436
8 Years WAPDA Bonds	2021	9.04%	20,363	20,363	20,358
			<b>68,678,700</b>	<b>69,492,453</b>	<b>68,652,997</b>
<b>7.3 Available-for-sale</b>					
20 Years Pakistan Investment Bonds	2024	9.59%	79,172	86,000	86,800
3 Years Pakistan Investment Bonds	2023	7.90%	4,145,828	4,145,000	4,152,047
6 Months Treasury Bills	2022	7.74%	7,681,028	7,866,600	7,672,861
6 Months Treasury Bills	2022	7.80%	1,168,733	1,200,000	1,166,828
6 Months Treasury Bills	2022	7.86%	1,131,502	1,165,000	1,129,262
6 Months Treasury Bills	2022	7.67%	2,722,104	2,780,000	2,719,985
6 Months Treasury Bills	2022	7.91%	343,000	355,000	343,025
5 Years GoP Ijara Sukuk	2025	7.21%	550,253	548,310	552,861
5 Years GoP Ijara Sukuk	2025	7.01%	636,695	635,000	638,874
5 Years GoP Ijara Sukuk	2025	7.10%	1,103,524	1,133,000	1,108,074
			<b>19,561,839</b>	<b>19,913,910</b>	<b>19,570,617</b>

## December 31, 2020 (Audited)

	Maturity Year	Effective Yield (%)	Amortised Cost	Principal Repayment	Carrying Value
			----- (Rupees in '000) -----		
<b>7.4 Held to maturity</b>					
20 Years Pakistan Investment Bonds	2024	10.07%	9,980	10,000	9,980
			<u>9,980</u>	<u>10,000</u>	<u>9,980</u>
<b>7.5 At fair value through profit or loss</b>					
5 Years Pakistan Investment Bonds	2023	8.20%	2,704,416	3,000,000	2,986,410
5 Years Pakistan Investment Bonds	2024	8.85%	1,985,313	2,100,000	2,141,691
5 Years Pakistan Investment Bonds	2025	7.63%	10,811,642	10,800,000	10,810,802
3 Years Pakistan Investment Bonds	2022	7.88%	949,845	1,000,000	1,017,359
3 Years Pakistan Investment Bonds	2023	7.58%	31,295,296	31,200,000	31,224,960
3 Months Treasury Bills	2021	7.06%	3,273,366	3,300,000	3,273,422
3 Months Treasury Bills	2021	7.07%	865,612	875,000	865,604
5 Years GoP Ijara Sukuk	2025	7.82%	5,695,051	5,792,000	5,543,523
5 Years GoP Ijara Sukuk	2025	7.58%	603,403	600,000	601,320
8 Years WAPDA Bonds	2021	9.00%	40,720	40,720	40,514
			<u>58,224,664</u>	<u>58,707,720</u>	<u>58,505,605</u>
<b>7.6 Available-for-sale</b>					
20 Years Pakistan Investment Bonds	2024	8.63%	77,694	86,000	89,444
3 Years Pakistan Investment Bonds	2023	7.58%	320,999	320,000	320,256
12 Months Treasury Bills	2021	7.06%	396,606	400,000	396,778
3 Months Treasury Bills	2021	7.06%	8,183,464	8,250,000	8,183,555
3 Months Treasury Bills	2021	7.07%	5,712,994	5,775,000	5,712,988
5 Years GoP Ijara Sukuk	2025	7.30%	1,250,615	1,250,000	1,253,500
5 Years GoP Ijara Sukuk	2025	7.82%	483,648	503,000	481,421
5 Years GoP Ijara Sukuk	2025	6.37%	329,366	330,000	328,614
			<u>16,755,386</u>	<u>16,914,000</u>	<u>16,766,556</u>

**8 INVESTMENT IN DEBT SECURITIES**

Note

**September 30,  
2021  
(Un-audited)**

December 31,  
2020  
(Audited)

----- (Rupees in '000) -----

At fair value through profit or loss

8.1

**7,087,633**

8,131,104

Available-for-sale

8.2

**602,075**

613,808

**7,689,708****8,744,912****8.1 At fair value through profit or loss**

		September 30, 2021 (Un-audited)			December 31, 2020 (Audited)		
	Note	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
		----- (Rupees in '000) -----			----- (Rupees in '000) -----		
Term Finance Certificates	8.1.1	<b>4,380,400</b>	-	<b>4,376,943</b>	4,615,275	-	4,586,255
Corporate Sukuks	8.1.2	<b>2,665,313</b>	-	<b>2,710,690</b>	3,514,416	-	3,544,849
		<u><b>7,045,713</b></u>	<u>-</u>	<u><b>7,087,633</b></u>	<u>8,129,691</u>	<u>-</u>	<u>8,131,104</u>

**8.1.1 Term Finance Certificates**

	Number of Certificates		Face Value	Carrying Value	
	September 30, 2021 (Un-audited)	December 31, 2020 (Audited)		September 30, 2021 (Un-audited)	December 31, 2020 (Audited)
	----- (Rupees in '000) -----				
- Soneri Bank Limited	<b>140,000</b>	227,360	5,000	<b>700,000</b>	1,131,824
- Bank Al Habib Limited	<b>236,200</b>	296,200	5,000	<b>1,187,823</b>	1,454,431
- United Bank Limited	<b>400,000</b>	400,000	5,000	<b>2,000,000</b>	2,000,000
- Bank Alfalah Limited	<b>100,000</b>	-	5,000	<b>489,120</b>	-
				<u><b>4,376,943</b></u>	<u>4,586,255</u>

	Number of Certificates		Face Value	Carrying Value	
	September 30, 2021 (Un-audited)	December 31, 2020 (Audited)		September 30, 2021 (Un-audited)	December 31, 2020 (Audited)
----- (Rupees in '000) -----					
<b>8.1.2 Corporate Sukuks</b>					
- Hascol Petroleum Limited - Sukuk (Note:8.1.2.1)	46,000	46,000	5,000	-	56,865
- K-Electric Limited - Sukuk	257,000	257,000	5,000	1,221,184	1,233,302
- Meezan Bank Limited - Sukuk	650	650	1,000,000	672,725	664,253
- Fatima Fertilizers Limited - Sukuk	10,000	10,000	5,000	5,007	10,068
- Dawood Hercules Corporation Limited - Sukuk	-	9,600	100,000	-	653,767
- Dubai Islamic Bank Pakistan Limited - Sukuk	25	25	1,000,000	25,699	25,699
- HUBCO - Sukuk	1,000	1,000	100,000	102,025	102,249
- Neelum Jehlum - Sukuk	10,000	10,000	100,000	643,750	708,125
- International Brands Limited - Sukuk	1,400	1,400	100,000	40,300	90,521
				2,710,690	3,544,849

**8.1.2.1** Hascol Petroleum Limited (HPL) defaulted on payment of profit and principal instalment due on January 7, 2021 in respect of its 6 years' secured Sukuk issued on January 7, 2016 (Hascol - Sukuk). Accordingly, VIS Credit Rating Company Limited downgraded its rating to 'D' (Defaulted Obligation) on March 30, 2021 and Mutual Fund Association of Pakistan (MUFAP) marked the Hascol - Sukuk as Non-Performing Asset on April 01, 2021.

The Company, consequently, suspended accrual of further profit and made provision against accrued profit, principal instalment due but not received and remaining carrying value of Hascol - Sukuk.

The Company along with other Sukuk holders is in negotiation with the Trustees of the Hascol - Sukuk for settlement of the amounts due.

## 8.2 Available-for-sale

Note	September 30, 2021 (Un-audited)			December 31, 2020 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
(Rupees in '000)						
Term Finance Certificates	516,667	-	516,614	522,917	-	522,774
Corporate Sukuks	84,302	-	85,461	90,422	-	91,034
	<b>600,969</b>	<b>-</b>	<b>602,075</b>	<b>613,339</b>	<b>-</b>	<b>613,808</b>

			Number of Certificates		Face Value	Value of Certificates	
			September 30, 2021 (Un-audited)	December 31, 2020 (Audited)		September 30, 2021 (Un-audited)	December 31, 2020 (Audited)
			----- (Rupees in '000) -----				
<b>8.2.1 Term Finance Certificates</b>							
- Bank Alfalah Limited			100,000	100,000	5,000	500,000	500,000
- Kashf Foundation			25	25	1,000,000	16,614	22,774
						516,614	522,774
<b>8.2.2 Corporate Sukuks</b>							
- K-Electric Limited - Sukuk			18,000	18,000	5,000	69,937	73,563
- Meezan Bank Limited - Sukuk			15	15	1,000,000	15,524	15,329
- Al Baraka Bank (Pakistan) Limited - Sukuk			-	15	1,000,000	-	2,142
						85,461	91,034



9	INVESTMENT IN TERM DEPOSITS	Note	September 30, 2021 (Un-audited) ----- (Rupees in '000) -----	December 31, 2020 (Audited)
	Deposits maturing within 12 months	9.1	16,950,000	14,450,000

9.1 The rates of return on these term deposit receipts ranges from 6.95% to 9.70% per annum (2020: 6.80% to 12.45% per annum) and will mature between October 11, 2021 and December 31, 2021 (2020: January 22, 2021 and March 17, 2021).

10	INVESTMENT IN OPEN-ENDED MUTUAL FUNDS	Note	September 30, 2021 (Un-audited) ----- (Rupees in '000) -----	December 31, 2020 (Audited)
	At fair value through profit or loss	10.1	4,263,006	1,131,678
	Available-for-sale	10.2	254,720	193,941
			4,517,726	1,325,619

September 30, 2021 (Un-audited)			December 31, 2020 (Audited)		
Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
----- (Rupees in '000) -----			----- (Rupees in '000) -----		
10.1	At fair value through profit or loss				
	Related Parties	100,000 - 100,353	-	-	-
	Other than related parties	4,103,119 - 4,162,653	1,057,194	-	1,131,678
		4,203,119 - 4,263,006	1,057,194	-	1,131,678

The Company has purchased 954,532.74 units of HBL Islamic Income Fund under the management of HBL Asset Management Limited, a related party, amounting to Rs. 100 million after obtaining approval from shareholders in their meeting held on March 30, 2021.

September 30, 2021 (Un-audited)			December 31, 2020 (Audited)		
Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
----- (Rupees in '000) -----			----- (Rupees in '000) -----		
10.2	Available-for-sale				
	Other than related parties	249,559 - 254,720	190,944	-	193,941
		249,559 - 254,720	190,944	-	193,941

11	CASH & BANK	Note	September 30, 2021 (Un-audited) ----- (Rupees in '000) -----	December 31, 2020 (Audited)
	Cash and stamps in hand		16,849	14,563
	- Policy & revenue stamps and bond papers			
	Cash at bank		194,092	488,358
	- In current accounts		2,481,147	4,440,339
	- In savings accounts	11.1	2,675,239	4,928,697
			2,692,088	4,943,260

11.1 These carry mark-up / profit ranging from 2.27% to 7.00% (2020: 3.75% to 6.00%) per annum.

		September 30, 2021 (Un-audited) ----- (Rupees in '000) -----	September 30, 2020 (Un-audited)
Cash and cash equivalents include the following for the purposes of the cash flow statement			
Cash and bank		2,692,088	3,603,395
Term deposits receipt with original maturity of three months or less		16,950,000	750,000
		19,642,088	4,353,395

	Note	September 30, 2021 (Un-audited)	December 31, 2020 (Audited)
----- (Rupees in '000) -----			
<b>12 INSURANCE LIABILITIES</b>			
Reported outstanding claims (including claims in payment)	12.1	6,372,593	5,510,795
Incurred but not reported claims	12.2	1,572,554	1,520,396
Investment component of unit-linked and account value policies	12.3	157,494,813	159,422,431
Liabilities under individual conventional insurance contracts	12.4	8,915	1,774
Liabilities under group insurance contracts (other than investment linked)	12.5	2,525,852	1,303,062
Participant Takaful Fund balance	12.6	166,124	360,334
Other Insurance liabilities	12.7	391,170	494,535
		<b>168,532,021</b>	<b>168,613,327</b>
<b>12.1 Reported outstanding claims (including claims in payment)</b>			
<b>Gross of reinsurance</b>			
Payable within one year		5,930,401	5,099,393
Payable over a period of time exceeding one year		442,192	411,402
		<b>6,372,593</b>	<b>5,510,795</b>
<b>12.2 Incurred but not reported claims</b>			
Gross of reinsurance		1,960,667	1,936,506
Reinsurance recoveries		(388,113)	(416,110)
Net of reinsurance		<b>1,572,554</b>	<b>1,520,396</b>
<b>12.3 Investment component of unit-linked policies</b>		<b>157,494,813</b>	<b>159,422,431</b>
<b>12.4 Liabilities under individual conventional insurance contracts</b>			
Gross of reinsurance		10,741	2,137
Reinsurance credit		(1,826)	(363)
Net of reinsurance		<b>8,915</b>	<b>1,774</b>
<b>12.5 Liabilities under group insurance contracts (other than investment linked)</b>			
Gross of reinsurance		3,001,267	1,529,050
Reinsurance credit		(475,415)	(225,988)
Net of reinsurance		<b>2,525,852</b>	<b>1,303,062</b>
<b>12.6</b>	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.		
	The Company has distributed Rs. 317.67 million out of surplus for the year 2020 (2020: Rs. 394.40 million out of surplus for the years 2017 through 2019) to the Participants of the Individual Family Takaful PTF in line with the mechanism approved by Appointed Actuary and Shariah Advisor of the Company as required under Clause 6 of Waqf (PTF) Policies.		
<b>12.7 Other Insurance liabilities</b>			
Gross of reinsurance		440,764	554,402
Reinsurance credit		(49,594)	(59,867)
Net of reinsurance		<b>391,170</b>	<b>494,535</b>

### 13 BORROWING

	Note	September 30, 2021 (Un-audited)	December 31, 2020 (Audited)
		----- (Rupees in '000) -----	
Bank Loan	13.1	<b>1,000,000</b>	1,125,000
Current portion		<b>250,000</b>	250,000
Non-current portion		<b>750,000</b>	875,000

- 13.1** In May 2017, the Company obtained a long term finance from Habib Bank Limited (HBL), a related party, against a Term Finance Agreement on mark-up basis, to finance the acquisition of immovable property for the purpose of construction of the Company's Head Office building thereon. The Term finance agreement is for a period of 8 years maturing on May 9, 2025, with a 2 years' grace period for repayment of principal, payable in 12 equal semi-annual instalments commencing after the expiry of grace period. The first instalment was paid on November 11, 2019. The Term Finance carries mark-up at the rate of 3 Months KIBOR + 0.9% and is payable quarterly from the effective date of the drawdown, i.e. May 11, 2017. The facility is secured by way of first equitable mortgage in favour of HBL, by deposit of title deeds in respect of the property in favour of the Bank, up to the amount of Rs. 2,000 million. The Company has also executed an interest rate swap with HBL, to hedge the Company's PKR floating rate liability on the notional amount of Rs.1,500 million.

### 14 LEASE LIABILITIES

	Note	September 30, 2021 (Un-audited)	December 31, 2020 (Audited)
		----- (Rupees in '000) -----	
Lease liabilities under IFRS 16	14.1	<b>874,110</b>	983,059
Current portion		<b>89,954</b>	198,629
Non-current portion		<b>784,156</b>	784,430

- 14.1** Finance cost on lease liabilities for the nine months ended September 30, 2021 was Rs. 61.51 million (September 30, 2020:Rs. 94.19 million). Total cash outflow for leases was Rs. 242.33 million (September 30, 2020: Rs. 231.77 million).

### 15 CONTINGENCIES AND COMMITMENTS

#### 15.1 Contingencies

##### 15.1.1 Income tax assessments

There has been no major change, during the period, in contingencies relating to Income Tax assessments as disclosed in the annual audited financial statements for the year ended December 31, 2020 except the following:

In 2019, the tax authorities had passed an assessment order under section 122(5A) of the Income Tax Ordinance, 2001 (the Ordinance) for Tax Year 2018 determining the tax demand of Rs. 3.2 billion approximately. The main issues related to addition to income related to taxes suffered on dividend income under FTR to the extent of surplus retained by statutory funds, and disallowance of unrealised loss on investments on the premise that the same being notional in nature, is inadmissible. Other issues included addition of difference between assumed market value of motor vehicles and the sale value recovered from employees in respect of vehicles sold under Company car policy, disallowance of provision for doubtful debts, disallowance of provision for impairment in value of investments and disallowance of unencashed claims in the statutory funds. As regards the primary issues, the ACIR erred in by not considering that since the amount of tax on dividend under FTR principally relates to statutory funds, the same does not warrant addition to taxable income of the Company by virtue of Clause 2 of the Fourth Schedule to the Ordinance, as Income Tax can only be levied on the surplus appropriated to the profit and loss account as per advice of the Appointed Actuary. The ACIR also misinterpreted the provisions of Clause 3(1)(b) of the Fourth Schedule by assuming that only "actual" loss or realised loss is allowed to be claimed under the said Clause. The said Clause explicitly provides that whilst calculating the surplus, any amount either written off or reserved in the accounts, or through the actuarial valuation balance sheet to meet depreciation, or loss on the realisation of investments is allowed as a deduction.

Being aggrieved with the order of the ACIR, the Company contested the above referred order before the Commissioner Inland Revenue Appeals (CIRA), who decided the appeal filed by the Company vide the order dated May 2, 2019. The CIRA remanded back the issues relating to addition of taxes suffered on dividend income, disallowance of unrealized loss on investments and addition on account of motor vehicles transferred to employees, whilst deleted the disallowance of provision for bad and doubtful debts, provision for impairment in value of investments and unenacted claims. An appeal has been filed before the Appellate Tribunal Inland Revenue against the CIRA's order which has not been fixed for hearing till date.

The Additional Commissioner Inland Revenue on October 27, 2020 passed an appeal effect order under section 124 of the Ordinance determining a demand of Rs 3.1 billion approximately by giving effect to the above referred appellate order and deleted all the disallowances / additions whilst maintained the disallowance of unrealized loss on investments. An appeal has been filed against the appeal effect order before the CIRA which has not been decided yet.

In order to avoid any coercive action by the tax authorities for recovery of the demand determined vide the appeal effect order, the Company has obtained a stay from such recovery from the Honorable Sindh High Court (SHC) through its legal counsel. The SHC has also directed the CIRA to decide the matter preferably within 60 days of the SHC's Order, however, the matter is still undecided at present.

No provision in respect of the abovementioned issue has been made in these financial statements, as the Company, based on the advice of its tax consultants, is confident that the final outcome will be in its favour.

#### **15.1.2 Contingent liability - provincial sales tax on life and health insurance**

During 2019, the Company, along with other life insurance industry players, based on the advice of its tax consultants filed petitions in the Hon'ble High Courts of Lahore (Hon'ble LHC) and Sindh (Hon'ble SHC), challenging the levy of Punjab Sales Tax (PST) and Sindh Sales Tax (SST) on life and health insurance in the Punjab, and on life insurance in the province of Sindh, health insurance having been granted exemption till 30 June 2022. The petitions were filed on the strength of legal advice that:

- Substantiating the Company's view that insurance is not a service, but in fact, in sum and substance, a contingent contract under which payment is made on the occurrence of an event, specified in the terms of contract or policy, and is thus a financial arrangement. Superior courts in foreign jurisdictions have held that insurance is not a service;
- A question of constitutionality arose on the levy of provincial sales tax on life insurance, which in their view, was a Federal subject, since the Federation has retained a legislative mandate over all laws relating to insurance under Entry 29 of the said List, therefore, only the Federation is entitled to levy any tax in relation to insurance business; and
- Without prejudice to the main contentions as stated above, even otherwise, the legal advisors had expressed a further illegality and critical flaw in the context of the manner in which the entire premium payment, i.e. Gross Written Premium (GWP) was being charged to the levy of provincial sales tax; given that there are two distinct elements of GWP (i) the amount allocated towards the policy holders' investment, which belongs to them and (ii) the difference between the GWP charged and the investment amount allocated. Thus, the legal advisors had expressed the view that if the entire GWP was subjected to the provincial sales tax, then this was akin to a direct tax on policy holders, in the nature of income tax, wealth tax, or capital value tax, all of which fall exclusively within the domain of Federal Legislature.

The Hon'ble Lahore and Sindh High Courts have also directed that no coercive measure will be taken until the next date of hearing.

The Hon'ble LHC has directed that no final order shall be passed in pursuance of the impugned show cause notice by Punjab Revenue Authority (PRA) until the next date of hearing. The Hon'ble SHC, in its interim order, directed that the request of the petitioners, seeking exemption in terms of Section 10 of the SST Act, 2011, be considered by the Sindh Revenue Board (SRB) in accordance with the law. Both the petitions are pending adjudication.

In the year of 2020, the SRB, PRA and Balochistan Revenue Authority (BRA) invited the Insurance Association of Pakistan (IAP) and insurance industry to hold a dialogue for an amicable settlement of the matter. The Company, along with the IAP and other insurance companies participated in the meeting convened by Chairman SRB and will continue its administrative efforts to convince the provincial revenue authorities about the merits of the case. Thereafter however, due to the COVID situation further meetings of the Joint committee are yet to be held.

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 and Health Insurance. The Company with other life insurance companies, has filed another petition at the Hon'ble SHC. The Hon'ble SHC has directed that no coercive measure will be taken until the next date of hearing. Further, The Hon'ble SHC through its interim order dated December 08, 2020 impleaded that the Federal Government be also added as one of the Respondents.

Through the Khyber Pakhtunkhwa Finance Act, 2021, the exemption in respect of sales tax on services on life and health insurance in the province of Khyber Pakhtunkhwa (KPK) has been withdrawn from July 01, 2021. As a consequence, life insurance is taxable at the rate 15% while health insurance is taxable at a reduced rate of 1%.

The matter has been taken up by the Insurance Association of Pakistan with Khyber Pakhtunkhwa Revenue Authority explaining that 'Insurance' is a Federal subject, hence law in respect of insurance should not be made by the province. Moreover, Life insurance industry has been granted interim reliefs by the Honorable High Court of Sindh and Lahore whereby the provincial tax authorities of Sindh and Punjab have been restrained and no sales tax on services has so far been paid on life and health insurance in either province.

In view of the opinion of the legal advisors, and pending the adjudication of the petitions filed, the Company has neither billed its customers, nor recognized the contingent liability for PST, SST, and KPKST, which, calculated on the basis of risk premium and excluding the investment amount allocated to unit linked policies as per the opinion of the legal advisors, aggregated to Rs. 2,266.20 million (2020: Rs.1,897.14 million) in its books of account. In Balochistan province, given that the Company has limited operations in that province, the amount of contingent sales tax liability for BSTS, calculated on the similar basis as PST, SST and KPKST, is immaterial. The management contends that should the administrative efforts fail, the amount will be charged to the policyholders.

	September 30, 2021 (Un-audited)	December 31, 2020 (Audited)
	----- (Rupees in '000) -----	
<b>15.2 Commitments</b>		
<b>15.2.1 Commitments for the acquisition of operating fixed assets</b>		
Not later than one year	<b>142,928</b>	125,198

**15.2.2 Commitments in respect of bank guarantee**

The Company has, at the request of corporate clients arranged performance guarantees from a bank for Rs. 13.96 million (2020: Rs. 19.11 million), which is secured by the lien of the same amount against bank deposits held with the bank. The bank guarantees will expire by December 17, 2022.

	<b>For the Nine Months ended</b>	
	September 30, 2021 (Un-audited)	September 30, 2020 (Un-audited)
	----- (Rupees in '000) -----	
<b>16 NET PREMIUM / CONTRIBUTION REVENUE</b>		
<b>Gross Premium / Contribution</b>		
Regular Premium / Contribution Individual Policies*		
First year	<b>4,338,193</b>	3,052,661
Second year renewal	<b>3,007,758</b>	5,112,175
Subsequent year renewal	<b>17,783,589</b>	17,284,121
Total Regular Premium / Contribution Individual Policies	<b>25,129,540</b>	25,448,957
Single premium / contribution individual policies	<b>583,953</b>	85,539
Group policies without cash values	<b>9,327,994</b>	7,263,733
Less: Experience refund	<b>(182,323)</b>	(247,339)
<b>Total Gross Premium / Contribution</b>	<b>34,859,164</b>	32,550,890
<b>Less: Reinsurance Premium / Contribution ceded</b>		
On individual life first year business	<b>(47,590)</b>	(46,541)
On individual life second year business	<b>(39,495)</b>	(60,287)
On individual life renewal business	<b>(220,671)</b>	(217,309)
On single premium / contribution individual policies	<b>(75)</b>	(70)
On group policies	<b>(1,183,418)</b>	(801,652)
Less: Experience refund from reinsurers	<b>5,499</b>	52,668
Less: Reinsurance commission on risk premium / contribution	<b>60,304</b>	61,031
	<b>(1,425,446)</b>	(1,012,160)
<b>Net Premium / Contribution</b>	<b>33,433,718</b>	31,538,730

\* Individual policies are those underwritten on an individual basis, and include joint life policies underwritten as such.



## 17 INVESTMENT INCOME

### Income from equity securities

#### Fair value through profit or loss

- Dividend income

#### Available-for-sale

- Dividend income

### Income from Mutual Funds

#### Fair value through profit or loss

- Dividend income

#### Available-for-sale

- Dividend income

### Income from debt securities

#### Held to maturity

- Return on debt securities

#### Fair value through profit or loss

- Return on debt securities

#### Available-for-sale

- Return on debt securities

### Income from term deposits

- Return on term deposits

### For the Nine Months ended

September 30, 2021 (Un-audited)	September 30, 2020 (Un-audited)
----- (Rupees in '000) -----	
2,839,995	1,215,977
69,844	53,984
2,909,839	1,269,961
5,948	84,619
2,139	8,940
8,087	93,559
557	752
4,575,068	5,772,698
1,083,797	1,159,988
5,659,422	6,933,438
469,480	659,750
9,046,828	8,956,708

17.1 Dividend income is net of charity amount due to purification of non shariah compliant dividend income amounting to Rs. 13.27 million (September 30, 2020: Rs. 2.79 million).

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

### At fair value through profit or loss

Realised gains on:

- Equity securities

- Mutual Funds

- Debt securities

Realised losses on:

- Equity securities

- Mutual Funds

- Debt securities

### Available-for-sale

Realised gains on:

- Equity securities

- Mutual Funds

- Debt securities

### For the Nine Months ended

September 30, 2021 (Un-audited)	September 30, 2020 (Un-audited)
----- (Rupees in '000) -----	
2,516,980	1,576,856
72,748	731
113,732	3,680,306
2,703,460	5,257,893
(976,608)	(170,034)
(18,212)	(3,344)
(148,782)	(104,716)
(1,143,602)	(278,094)
125,235	122,194
6,476	921
17,842	1,384,437
149,553	1,507,552

		For the Nine Months ended	
		September 30, 2021 (Un-audited)	September 30, 2020 (Un-audited)
		----- (Rupees in '000) -----	
<b>Available-for-sale</b>			
Realised losses on:			
- Equity securities		(334,017)	(170,631)
- Debt securities		(4,879)	(93,330)
		(338,896)	(263,961)
		<b>1,370,515</b>	<b>6,223,390</b>
<b>19 NET FAIR VALUE (LOSSES) / GAINS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>			
Net unrealised losses on investments at fair value through profit or loss		(7,245,698)	(7,717,561)
Add / (Less) : Impairment in value of available-for-sale securities		309,802	(124,469)
Less: Investment related expenses		(152,033)	(87,688)
		<b>(7,087,929)</b>	<b>(7,929,718)</b>
<b>20 NET INSURANCE BENEFITS</b>			
<b>Gross Claims</b>			
Claims under individual policies			
by death		2,272,983	1,558,448
by insured event other than death		38,662	25,695
by maturity		3,669,034	2,523,238
by surrender		14,287,943	9,708,423
by partial withdrawal		1,989,149	1,954,011
<b>Total gross individual policy claims</b>		<b>22,257,771</b>	<b>15,769,815</b>
Claims under group policies			
by death		2,326,312	1,632,594
by insured event other than death		4,581,962	3,256,315
<b>Total gross policy claims</b>		<b>6,908,274</b>	<b>4,888,909</b>
<b>Total Gross Claims</b>		<b>29,166,045</b>	<b>20,658,724</b>
<b>Less: Reinsurance recoveries</b>			
On individual life claims		(310,599)	(285,702)
On group life claims		(947,713)	(789,186)
		(1,258,312)	(1,074,888)
<b>Claim related expenses</b>		<b>4,558</b>	<b>3,069</b>
<b>Net Insurance benefit expense</b>		<b>27,912,291</b>	<b>19,586,905</b>

## 21 ACQUISITION EXPENSES

Remuneration to insurance intermediaries on individual policies:

	September 30, 2021 (Un-audited)	September 30, 2020 (Un-audited)
Commission to agents on first year premiums / contributions	1,254,407	1,035,188
Commission to agents on second year premiums / contributions	112,119	240,406
Commission to agents on subsequent renewal premiums / contributions	296,243	383,109
Commission to agents on single premiums / contributions	10,161	541
Overriding commission to supervisors	325,095	267,155
Salaries, allowances and other benefits	652,024	747,632
Other benefits to insurance intermediaries	205,820	342,282

Remuneration to insurance intermediaries on group policies:

Commission	414,466	302,159
Other benefits to insurance intermediaries	39,599	23,170

Other acquisition costs

Employee benefit costs	1,102,822	974,322
Travelling expenses	22,492	20,028
Printing and stationery	23,390	13,585
Depreciation	136,088	121,347
Depreciation - Right-of-use assets	79,385	79,741
Rent, rates and taxes	4,276	3,161
Legal and professional charges	5,992	10,895
Utilities	44,919	29,783
Entertainment	25,223	11,891
Vehicle running expenses	90,193	84,060
Office repairs and maintenance	52,187	31,574
Training expenses	125	408
Postages, telegrams and telephones	28,925	22,136
Staff welfare	24,499	15,213
General insurance	10,671	10,834
Policy stamps	54,187	50,973
Initial medical fees	6,534	3,894
Miscellaneous expenses	3,402	3,099

For the Nine Months ended

September 30, 2021 (Un-audited)      September 30, 2020 (Un-audited)

----- (Rupees in '000) -----

		For the Nine Months ended	
		September 30, 2021 (Un-audited) ----- (Rupees in '000) -----	September 30, 2020 (Un-audited) -----
<b>22 MARKETING AND ADMINISTRATION EXPENSES</b>			
Employee benefit cost	22.1	1,120,317	997,803
Traveling expenses		16,839	14,446
Advertisements & sales promotion		449,078	460,870
Printing and stationery		80,425	62,267
Depreciation		138,904	121,862
Depreciation - Right-of-use assets		87,329	111,690
Amortisation		88,793	89,085
Rent, rates and taxes		371,907	257,415
Legal and professional charges		30,050	31,166
Utilities		39,491	28,916
Entertainment		6,167	4,516
Vehicle running expenses		24,798	24,371
Office repairs and maintenance		266,649	161,147
Appointed actuary fees		10,117	9,172
Bank charges		13,081	16,322
Postages, telegrams and telephone		106,566	76,343
Staff welfare		17,298	15,621
General insurance		9,317	10,370
Training expenses		11,334	5,082
Annual Supervision fees to SECP		37,500	37,500
Provision for Bad and doubtful debts		47,908	30,724
Directors Fee		6,000	8,500
Miscellaneous expenses		2,699	3,065
		<b>2,982,567</b>	<b>2,578,253</b>
<b>22.1 Employee benefit cost</b>			
Salaries, allowance and other benefits		1,049,847	939,230
Charges for post employment benefit		70,470	58,573
		<b>1,120,317</b>	<b>997,803</b>

**22.2** Administration expenses are net of common costs amounting to Rs. 32.56 million (September 30, 2020 : Rs. 26.74 million) shared with Jubilee General Insurance Company Limited, an associated undertaking, on account of joint operating activities for Accident & Health Business.

## 23 INCOME TAX EXPENSE

### For the period

Current
Deferred tax (credit) / charge

### For prior period

For the Nine Months ended	
September 30, 2021 (Un-audited)	September 30, 2020 (Un-audited)
----- (Rupees in '000) -----	
606,878	797,673
(86,305)	33,479
520,573	831,152
-	3,408
520,573	834,560

## 24 EARNINGS PER SHARE

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

Profit - after tax for the period

Weighted average number of ordinary shares outstanding as at period end

Basic earnings per share

For the Nine Months ended	
September 30, 2021 (Un-audited)	September 30, 2020 (Un-audited)
----- (Rupees in '000) -----	
1,216,148	1,966,282
(Number of shares in '000)	
87,264	87,264
13.94	22.53

## 25 RELATED PARTY TRANSACTIONS

The Company is controlled by Aga Khan Fund for Economic Development, S.A Switzerland, which owns 57.87% (2020: 57.87%) of the Company's shares. Associated undertakings comprise Habib Bank Limited, Jubilee General Insurance Company Limited and Jubilee Kyrgyzstan Insurance Company (CJSC), Kyrgyzstan, being under the common control of the parent Company.

The related parties comprise related group companies, local associated companies, directors of the Company, key management employees and staff retirement funds.

The details of transactions with related parties, other than those which have been specifically disclosed elsewhere in the financial statement are as follows:

		September 30, 2021 (Un-audited)	September 30, 2020 (Un-audited)
		----- (Rupees in '000) -----	
Relationship with the Company	Nature of transactions		
i. Parent Company	Dividend paid	546,329	619,826
	Individual Life policy premium / contribution	22,800	23,925
ii. Associated companies	Group insurance premiums / contributions	1,239,577	924,184
	Incurred claims against insurance cover	966,640	474,323
	Payment for premiums / contributions against general insurance	31,531	18,844
	Claims lodged against general insurance	4,493	5,490
	Claims received against general insurance	4,460	5,350
	Purchase of government securities	26,669,475	70,697,928
	Sales of government securities	19,063,003	17,497,431
	Placement of Term Deposit Receipt	10,000,000	-
	Maturity of Term Deposit Receipt	5,000,000	-
	Investment in Mutual Fund	100,000	-
	Agency commission	650,865	740,062
	Profit received on profit and loss sharing account	133,402	192,273
	Profit received on term deposit receipt	18,699	-
	Dividend paid	370,514	342,955
	Dividend earned	103,560	34,848
	Donations	-	20,000
	Finance cost on borrowing	65,624	114,493
	Realized (loss) / gain on derivative financial instruments	(8,448)	34,510
	Unrealized gain / (loss) on derivative financial instruments	9,108	(117,874)
	Income from claim administration services	17,541	13,660
	Bad and doubtful debts	15,838	-



			September 30, 2021 (Un-audited)	September 30, 2020 (Un-audited)
			----- (Rupees in '000) -----	
iii.	Staff retirement funds	Expense charged for retirement benefit plans	117,952	100,486
iv.	Key management personnel	Salaries and other short-term employee benefits	332,006	244,924
		Post-employment benefits	24,181	19,964
		Consideration received against sale of assets	3,635	6,676
		Individual life policy premiums / contributions	12,855	14,399
		Individual Life surrender / partial withdrawal claims paid	15,994	9,451
		Advances to key management personnel	21,450	4,810
		Recovery against advances from key management personnel	8,466	6,880
		Dividend paid	3,261	3,511
		v.	Directors	Directors' fee
Dividend paid	1,334			1,220

		September 30, 2021 (Un-audited)	December 31, 2020 (Audited)
		----- (Rupees in '000) -----	
Relationship with the Company	Balances / Investments		
i. Parent Company	Dividend payable	(299,389)	(12,397)
ii. Associated companies	Bank account balance	421,595	2,056,015
	Investment in shares - listed equities	2,931,803	1,752,176
	Investment in shares - unlisted equities	166,583	147,877
	Investment in mutual fund	100,353	-
	Profit accrued on profit and loss sharing account	7,564	9,127
	Profit accrued on term deposit receipt	9,301	-
	Term Deposit Receipt	5,000,000	-
	Agency commission payable	(56,625)	(169,908)
	Group premium / contribution receivable - net of provision for bad and doubtful debts	135,739	117,239
	Claims lodged and outstanding	(456,385)	(273,992)
	Claims receivable against general insurance policies	300	415
	Receivable / (Payable) against common back office operations	7,113	(6,349)
	Payable against claims administration services	(67,971)	(10,563)
	Lease liability	(87,252)	(157,677)
	Borrowing	(1,000,000)	(1,125,000)
	Derivative financial instrument receivable	13,806	5,039
	Financial charges payable	(11,370)	(12,622)
	Prepaid general insurance premium	8,307	-
	Deferred grant payable	(919)	(888)
	iii. Staff retirement funds	(Payable) / Receivable from retirement benefit plans	(264)
iv. Key management personnel	Advance against salaries	19,064	6,080

The above transactions are settled in the ordinary course of business. The receivables and payables are mainly unsecured in nature and bear no interest except for long term loan, which is secured, as well as interest bearing.

## 26 SEGMENTAL INFORMATION

### 26.1 REVENUE ACCOUNT BY STATUTORY FUND FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021

	Statutory Funds							Aggregate
	Individual Life Unit Linked	Conventional Business	Accident & Health Business	Overseas Group Life & Health Business	Individual Family Takaful	Group Family Takaful	Accident & Health Family Takaful	September 30, 2021 (Un-audited)
(Rupees in '000)								
<b>Income</b>								
Premium / Contribution less reinsurances	17,951,258	1,822,916	5,147,617	(14,516)	7,420,554	149,036	956,853	33,433,718
Net investment income	2,616,582	125,456	269,099	5,180	469,117	12,442	23,521	3,521,397
Bonus units transferred from sub fund of statutory fund	-	-	-	-	317,666	-	-	317,666
<b>Total Net Income / (loss)</b>	<b>20,567,840</b>	<b>1,948,372</b>	<b>5,416,716</b>	<b>(9,336)</b>	<b>8,207,337</b>	<b>161,478</b>	<b>980,374</b>	<b>37,272,781</b>
<b>Insurance benefits and expenditures</b>								
Insurance benefits, including bonuses	19,065,970	1,429,817	3,726,009	1,629	2,754,407	166,120	768,339	27,912,291
Management expenses less recoveries	3,976,706	272,384	729,440	17,162	2,506,130	48,083	62,737	7,612,642
<b>Total Insurance benefits and Expenditures</b>	<b>23,042,676</b>	<b>1,702,201</b>	<b>4,455,449</b>	<b>18,791</b>	<b>5,260,537</b>	<b>214,203</b>	<b>831,076</b>	<b>35,524,933</b>
<b>Excess / (deficit) of Income over Insurance benefits and Expenditures</b>	<b>(2,474,836)</b>	<b>246,171</b>	<b>961,267</b>	<b>(28,127)</b>	<b>2,946,800</b>	<b>(52,725)</b>	<b>149,298</b>	<b>1,747,848</b>
Bonus units transferred to sub fund of statutory fund*	-	-	-	-	(317,666)	-	-	(317,666)
<b>Net change in insurance liabilities (other than outstanding claims)</b>	<b>(4,549,776)</b>	<b>324,724</b>	<b>830,009</b>	<b>-</b>	<b>2,481,481</b>	<b>(59,675)</b>	<b>81,444</b>	<b>(891,793)</b>
<b>Surplus / (deficit) before tax</b>	<b>2,074,940</b>	<b>(78,553)</b>	<b>131,258</b>	<b>(28,127)</b>	<b>147,653</b>	<b>6,950</b>	<b>67,854</b>	<b>2,321,975</b>
<b>Taxes chargeable to statutory funds</b>								
Current - Tax on Dividend under FTR	(451,864)	-	(132)	-	(45,447)	-	-	(497,443)
<b>Surplus / (deficit) after tax</b>	<b>1,623,076</b>	<b>(78,553)</b>	<b>131,126</b>	<b>(28,127)</b>	<b>102,206</b>	<b>6,950</b>	<b>67,854</b>	<b>1,824,532</b>
<b>Movement in policyholder liabilities</b>	<b>(4,549,776)</b>	<b>324,724</b>	<b>830,009</b>	<b>-</b>	<b>2,481,481</b>	<b>(59,675)</b>	<b>81,444</b>	<b>(891,793)</b>
<b>Transfer (to) and from Shareholders' Fund</b>								
Surplus appropriated to Shareholders' Fund	(1,765,000)	-	(140,000)	(40,000)	-	-	-	(1,945,000)
Capital contributions from Shareholders' Fund	-	-	-	-	-	105,000	95,000	200,000
Capital returned to Shareholders' fund	-	-	-	(50,000)	(80,000)	-	-	(130,000)
Qard-e-Hasna paid from Operators' Sub Fund to PTF	-	-	-	-	-	(110,000)	(140,000)	(250,000)
Qard-e-Hasna received by PTF from Operators' Sub Fund	-	-	-	-	-	110,000	140,000	250,000
<b>Net transfers (to) / from Shareholders' Fund</b>	<b>(1,765,000)</b>	<b>-</b>	<b>(140,000)</b>	<b>(90,000)</b>	<b>(80,000)</b>	<b>105,000</b>	<b>95,000</b>	<b>(1,875,000)</b>
<b>Balance of Statutory Fund as at January 01, 2021</b>	<b>141,859,070</b>	<b>1,783,864</b>	<b>3,432,080</b>	<b>189,995</b>	<b>22,582,478</b>	<b>136,268</b>	<b>339,273</b>	<b>170,323,028</b>
<b>Balance of Statutory Fund as at September 30, 2021</b>	<b>137,167,370</b>	<b>2,030,035</b>	<b>4,253,215</b>	<b>71,868</b>	<b>25,086,165</b>	<b>188,543</b>	<b>583,571</b>	<b>169,380,767</b>

\* The corresponding impact is already included in Net change in Insurance liabilities (Net of outstanding claims)

	Statutory Funds							Aggregate
	Individual Life Unit Linked	Conventional Business	Accident & Health Business	Overseas Group Life & Health Business	Individual Family Takaful	Group Family Takaful	Accident & Health Family Takaful	September 30, 2020 (Un-audited)
----- (Rupees in '000) -----								
<b>Income</b>								
Premium / Contribution less reinsurances	18,648,494	1,163,668	4,416,664	13,327	6,510,017	97,148	689,412	31,538,730
Net investment income	5,478,412	278,953	557,928	12,134	574,444	4,784	15,366	6,922,021
Bonus units transferred from sub fund of statutory fund	-	-	-	-	394,404	-	-	394,404
<b>Total Net income</b>	<b>24,126,906</b>	<b>1,442,621</b>	<b>4,974,592</b>	<b>25,461</b>	<b>7,478,865</b>	<b>101,932</b>	<b>704,778</b>	<b>38,855,155</b>
<b>Insurance benefits and expenditures</b>								
Insurance benefits, including bonuses	13,738,939	873,684	2,750,562	-	1,725,676	57,423	440,621	19,586,905
Management expenses less recoveries	3,747,064	219,559	598,488	1,061	2,471,210	43,196	57,038	7,137,616
<b>Total Insurance benefits and Expenditures</b>	<b>17,486,003</b>	<b>1,093,243</b>	<b>3,349,050</b>	<b>1,061</b>	<b>4,196,886</b>	<b>100,619</b>	<b>497,659</b>	<b>26,724,521</b>
<b>Excess of Income over Insurance benefits and Expenditures</b>	<b>6,640,903</b>	<b>349,378</b>	<b>1,625,542</b>	<b>24,400</b>	<b>3,281,979</b>	<b>1,313</b>	<b>207,119</b>	<b>12,130,634</b>
Bonus units transferred to sub fund of statutory fund*	-	-	-	-	(394,404)	-	-	(394,404)
<b>Net change in insurance liabilities (other than outstanding claims)</b>	<b>4,409,113</b>	<b>20,819</b>	<b>1,137,967</b>	<b>-</b>	<b>3,168,670</b>	<b>20,100</b>	<b>191,690</b>	<b>8,948,359</b>
<b>Surplus / (deficit) before tax</b>	<b>2,231,790</b>	<b>328,559</b>	<b>487,575</b>	<b>24,400</b>	<b>(281,095)</b>	<b>(18,787)</b>	<b>15,429</b>	<b>2,787,871</b>
<b>Taxes chargeable to statutory funds</b>								
Current - Tax on Dividend under FTR	(211,603)	(631)	(750)	-	(24,587)	-	-	(237,571)
<b>Surplus / (deficit) after tax</b>	<b>2,020,187</b>	<b>327,928</b>	<b>486,825</b>	<b>24,400</b>	<b>(305,682)</b>	<b>(18,787)</b>	<b>15,429</b>	<b>2,550,300</b>
<b>Movement in policyholder liabilities</b>	<b>4,409,113</b>	<b>20,819</b>	<b>1,137,967</b>	<b>-</b>	<b>3,168,670</b>	<b>20,100</b>	<b>191,690</b>	<b>8,948,359</b>
<b>Transfer (to) and from Shareholders' Fund</b>								
Surplus appropriated to Shareholders' Fund	(1,835,000)	(150,000)	(200,000)	-	-	-	-	(2,185,000)
Capital contributions from Shareholders' Fund	-	-	-	-	400,000	63,000	80,000	543,000
Qard-e-Hasna paid from Operators' Sub Fund to PTF	-	-	-	-	-	(25,000)	(75,000)	(100,000)
Qard-e-Hasna received by PTF from Operators' Sub Fund	-	-	-	-	-	25,000	75,000	100,000
<b>Net transfer to Shareholders' Fund</b>	<b>(1,835,000)</b>	<b>(150,000)</b>	<b>(200,000)</b>	<b>-</b>	<b>400,000</b>	<b>63,000</b>	<b>80,000</b>	<b>(1,642,000)</b>
<b>Balance of Statutory Fund as at January 01, 2020</b>	<b>133,840,511</b>	<b>1,243,200</b>	<b>2,717,802</b>	<b>167,361</b>	<b>17,093,515</b>	<b>58,408</b>	<b>115,421</b>	<b>155,236,218</b>
<b>Balance of Statutory Fund as at September 30, 2020</b>	<b>138,434,811</b>	<b>1,441,947</b>	<b>4,142,594</b>	<b>191,761</b>	<b>20,356,503</b>	<b>122,721</b>	<b>402,540</b>	<b>165,092,877</b>

\* The corresponding impact is already included in Net change in Insurance liabilities (Net of outstanding claims)

**26.2 Segmental Statement of Financial Position**  
**As at September 30, 2021**

	<b>Statutory Funds</b>	<b>Shareholders Fund</b>	<b>Total</b>
	----- (Rupees in '000) -----		
Property and equipment	-	3,761,299	<b>3,761,299</b>
Intangible assets	-	210,230	<b>210,230</b>
Right-of-use assets	-	700,242	<b>700,242</b>
Investments in an associate	-	166,583	<b>166,583</b>
Investments			
Equity securities	59,104,062	40,437	<b>59,144,499</b>
Government securities	83,129,981	5,103,615	<b>88,233,596</b>
Debt Securities	7,689,708	-	<b>7,689,708</b>
Term deposits	16,950,000	-	<b>16,950,000</b>
Open-ended mutual funds	4,517,726	-	<b>4,517,726</b>
Insurance / reinsurance receivables	2,475,632	-	<b>2,475,632</b>
Derivative financial instrument	-	13,806	<b>13,806</b>
Other loans and receivables	2,025,422	172,790	<b>2,198,212</b>
Taxation - payments less provision	-	369,715	<b>369,715</b>
Prepayments	51,754	150,643	<b>202,397</b>
Cash and Bank	2,648,207	43,881	<b>2,692,088</b>
<b>Total Assets</b>	<b>178,592,492</b>	<b>10,733,241</b>	<b>189,325,733</b>
<b>Liabilities</b>			
Insurance liabilities	168,532,021	-	<b>168,532,021</b>
Borrowing	-	1,000,000	<b>1,000,000</b>
Lease liabilities	-	874,110	<b>874,110</b>
Premium received in advance	1,084,513	-	<b>1,084,513</b>
Insurance / reinsurance payables	21,528	-	<b>21,528</b>
Other creditors and accruals	2,343,079	1,323,161	<b>3,666,240</b>
Financial charges payable	-	11,370	<b>11,370</b>
Deferred taxation	-	1,298,367	<b>1,298,367</b>
Unpaid dividend	-	270,690	<b>270,690</b>
Unclaimed dividend	-	54,709	<b>54,709</b>
<b>Total Liabilities</b>	<b>171,981,141</b>	<b>4,832,407</b>	<b>176,813,548</b>

## Segmental Statement of Financial Position

As at December 31, 2020

	Statutory Funds	Shareholders Fund	Total
	----- (Rupees in '000) -----		
Property and equipment	-	3,609,326	3,609,326
Intangible assets	-	258,048	258,048
Right-of-use assets	-	798,200	798,200
Investment in an associates	-	147,877	147,877
Investments			
Equity securities	75,503,591	315,208	75,818,799
Government securities	70,395,527	4,886,614	75,282,141
Debt securities	8,744,912	-	8,744,912
Term deposits	14,450,000	-	14,450,000
Open-ended mutual funds	1,325,619	-	1,325,619
Insurance / reinsurance receivables	2,277,035	-	2,277,035
Derivative financial instrument	-	5,039	5,039
Other loans and receivables	2,086,280	103,040	2,189,320
Taxation - payments less provision	-	478,625	478,625
Retirement benefit prepayment	6,843	4,046	10,889
Prepayments	14,899	68,134	83,033
Cash and Bank	4,879,698	63,562	4,943,260
<b>Total Assets</b>	<b>179,684,404</b>	<b>10,737,719</b>	<b>190,422,123</b>
<b>Liabilities</b>			
Insurance liabilities	168,613,327	-	168,613,327
Borrowing	-	1,125,000	1,125,000
Lease liabilities	-	983,059	983,059
Premium received in advance	1,271,837	-	1,271,837
Insurance / reinsurance payables	15,237	-	15,237
Other creditors and accruals	3,122,184	907,244	4,029,428
Financial charges payable	-	12,622	12,622
Deferred taxation	-	1,440,351	1,440,351
Unpaid dividend	-	12,397	12,397
Unclaimed dividend	-	46,659	46,659
<b>Total Liabilities</b>	<b>173,022,585</b>	<b>4,527,332</b>	<b>177,549,917</b>



## 27 FAIR VALUE OF FINANCIAL INSTRUMENTS

AS AT SEPTEMBER 30, 2021

	Through profit or loss	Available-for- sale	Held-to- maturity	Loans and receivables	Other financial asset / liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)									
<b>Financial assets measured at fair value</b>										
- Listed equity securities	58,587,380	557,119	-	-	-	59,144,499	59,144,499	-	-	59,144,499
- Government securities										
Market treasury bills	13,281,354	13,031,961	-	-	-	26,313,315	-	26,313,315	-	26,313,315
Pakistan investment bonds	48,990,775	4,238,847	-	-	-	53,229,622	-	53,229,622	-	53,229,622
WAPDA bonds	20,358	-	-	-	-	20,358	-	20,358	-	20,358
GOP - Ijarah Sukuks	6,360,510	2,299,809	-	-	-	8,660,319	-	8,660,319	-	8,660,319
- Debt securities										
Term Finance Certificates	4,376,941	516,614	-	-	-	4,893,555	-	4,893,555	-	4,893,555
Ijarah Sukuks	2,710,691	85,462	-	-	-	2,796,153	-	2,796,153	-	2,796,153
- Mutual Funds	4,263,007	254,719	-	-	-	4,517,726	4,517,726	-	-	4,517,726
- Derivative financial instrument	-	-	-	-	13,806	13,806	-	13,806	-	13,806
<b>Financial assets not measured at fair value</b>										
- Shares of unlisted associate	-	-	-	-	166,583	166,583				
- Government securities										
Pakistan Investment Bonds	-	-	9,982	-	-	9,982	-	10,116	-	10,116
- Term deposits	-	-	16,950,000	-	-	16,950,000				
- Other loans and receivables	-	-	-	2,198,212	-	2,198,212				
- Insurance / reinsurance receivables	-	-	-	2,475,632	-	2,475,632				
- Cash and bank balances	-	-	-	2,692,088	-	2,692,088				
	<b>138,591,016</b>	<b>20,984,531</b>	<b>16,959,982</b>	<b>7,365,932</b>	<b>180,389</b>	<b>184,081,850</b>				
<b>Financial liabilities not measured at fair value</b>										
- Insurance Liabilities	-	-	-	-	168,532,021	168,532,021				
- Borrowing	-	-	-	-	1,000,000	1,000,000				
- Lease liabilities	-	-	-	-	874,110	874,110				
- Premiums / Contributions received in advance	-	-	-	-	1,084,513	1,084,513				
- Insurance / reinsurance payables	-	-	-	-	21,528	21,528				
- Other creditors and accruals	-	-	-	-	3,666,240	3,666,240				
- Financial charges payable	-	-	-	-	11,370	11,370				
- Unpaid dividend	-	-	-	-	270,690	270,690				
- Unclaimed dividend	-	-	-	-	54,709	54,709				
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>175,515,181</b>	<b>175,515,181</b>				

## FAIR VALUE OF FINANCIAL INSTRUMENTS

AS AT DECEMBER 31, 2020										
	Through profit or loss	Available-for- sale	Held-to- maturity	Loans and receivables	Other financial asset / liabilities	Total	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----										
<b>Financial assets measured at fair value</b>										
- Listed equity securities	74,387,529	1,431,270	-	-	-	75,818,799	75,818,799	-	-	75,818,799
- Government securities										
Market treasury bills	4,139,026	14,293,321	-	-	-	18,432,347	-	18,432,347	-	18,432,347
Pakistan investment bonds	48,181,222	409,701	-	-	-	48,590,923	-	48,590,923	-	48,590,923
WAPDA bonds	40,514	-	-	-	-	40,514	-	40,514	-	40,514
GOP - Ijarah Sukuks	6,144,842	2,063,535	-	-	-	8,208,377	-	8,208,377	-	8,208,377
- Debt securities										
Term Finance Certificates	4,586,255	522,774	-	-	-	5,109,029	-	5,109,029	-	5,109,029
Ijarah Sukuks	3,544,849	91,034	-	-	-	3,635,883	-	3,635,883	-	3,635,883
- Mutual Funds	1,131,678	193,941	-	-	-	1,325,619	1,325,619	-	-	1,325,619
- Derivative financial instrument					5,039	5,039	-	5,039	-	5,039
<b>Financial assets not measured at fair value</b>										
- Shares of unlisted associate	-	-	-	-	147,877	147,877				
- Government securities										
Pakistan Investment Bonds	-	-	9,980	-	-	9,980	-	10,447	-	10,447
- Term deposits	-	-	14,450,000	-	-	14,450,000				
- Other loans and receivables	-	-	-	2,189,320	-	2,189,320				
- Insurance / reinsurance receivables	-	-	-	2,277,035	-	2,277,035				
- Cash and bank balances	-	-	-	4,943,260	-	4,943,260				
	<b>142,155,915</b>	<b>19,005,576</b>	<b>14,459,980</b>	<b>9,409,615</b>	<b>152,916</b>	<b>185,184,002</b>				
<b>Financial liabilities not measured at fair value</b>										
- Insurance Liabilities	-	-	-	-	168,613,327	168,613,327				
- Borrowing	-	-	-	-	1,125,000	1,125,000				
- Lease liabilities	-	-	-	-	983,059	983,059				
- Premiums / Contributions received in adv.	-	-	-	-	1,271,837	1,271,837				
- Insurance / reinsurance payables	-	-	-	-	15,237	15,237				
- Other creditors and accruals	-	-	-	-	4,029,428	4,029,428				
- Financial charges payable	-	-	-	-	12,622	12,622				
- Unpaid dividend	-	-	-	-	12,397	12,397				
- Unclaimed dividend	-	-	-	-	46,659	46,659				
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>176,109,566</b>	<b>176,109,566</b>				

The fair value of financial assets and liabilities not carried at fair value is not significantly different from their carrying values since assets and liabilities are short term in nature.

Fair value is an amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences may arise between the carrying values and the fair values estimates.

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

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

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

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

## 28 CORRESPONDING FIGURES

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison and better presentation.

## 29 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on **October 27, 2021** by the Board of Directors of the Company.

## 30 GENERAL

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



  
Kamal A. Chinoy  
Chairman

  
Currimbhoy  
Director

  
Shahid Ghaffar  
Director

  
Javed Ahmed  
Managing Director &  
Chief Executive Officer

  
Omer Farooq  
Chief Financial Officer

# **Statement of Directors**

**As per the requirement of section 46(6) and section 52(2)(c) of the Insurance Ordinance, 2000**

## **Section 46(6)**

- a) In our opinion, the Condensed Interim Un-audited financial statements of Jubilee Life Insurance Company Limited for the nine months ended September 30, 2021, set out in the forms attached to the statements have been drawn up in accordance with the Ordinance and any rules made there under;
- b) Jubilee Life Insurance Company Limited has at all the times in the period complied with the provisions of the Ordinance and the rules made there under relating to paid-up capital, solvency and reinsurance / retakaful arrangements; and
- c) As at September 30, 2021, Jubilee Life Insurance Company Limited continues to be in compliance with the provisions of the Ordinance and the rules made there under relating to paid-up capital, solvency and reinsurance / retakaful arrangements.

## **Section 52(2)(c)**

- d) In our opinion, each statutory fund of Jubilee Life Insurance Company Limited complies with the solvency requirements of the Insurance Ordinance, 2000, and the Insurance Rules, 2017.



  
**Kamal A. Chinoy**  
Chairman

  
**Amyn Currimbhoy**  
Director

  
**Shahid Ghaffar**  
Director

  
**Javed Ahmed**  
Managing Director &  
Chief Executive Officer

**Karachi, October 27, 2021**

# **Statement by the Appointed Actuary**

## **Required Under Section 52(2)(a) & (b) of the Insurance Ordinance, 2000**

In my opinion:

- a) The policyholder liabilities/technical liabilities in the balance sheet of Jubilee Life Insurance Company Limited as at 30.09.2021 have been determined in accordance with the provisions of the Insurance Ordinance, 2000; and
- b) Each Statutory Fund of Jubilee Life Insurance Company Limited complies with the solvency requirements of the Insurance Ordinance, 2000.

Date: October 14, 2021

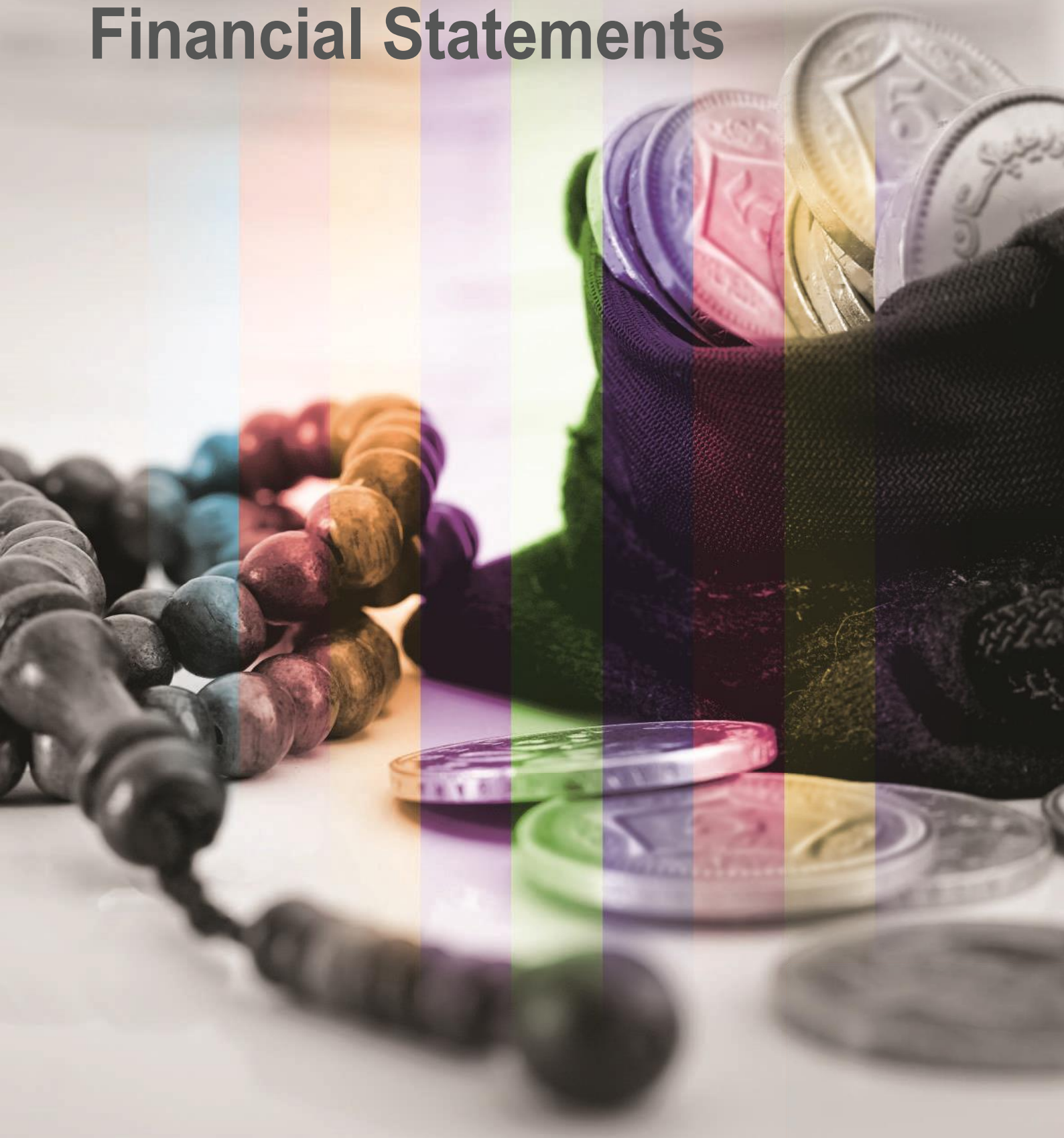


**Nauman A. Cheema**

Appointed Actuary of the Company  
Fellow of the Society of Actuaries (USA)  
Fellow of the Pakistan Society of Actuaries



# **Window Takaful Operations Condensed Interim - Financial Statements**

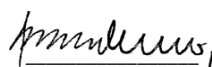


# Condensed Interim Statement of Financial Position - Window Takaful Operations (Un-audited)

As at September 30, 2021

		September 30, 2021		December 31, 2020	
	Note	Operator's Sub Fund	Participants' Funds	Total	Total
----- (Rupees in '000) -----					
<b>Assets</b>					
Investments					
Equity securities	4	41,836	8,716,575	8,758,411	10,145,283
Government securities	5	1,094,022	5,900,736	6,994,758	6,778,065
Debt securities	6	85,462	1,404,999	1,490,461	1,811,350
Certificates of investment	7	-	5,374,000	5,374,000	2,805,000
Open-ended mutual funds	8	203,832	3,195,275	3,399,107	1,325,619
Takaful / retakaful receivables		-	344,617	344,617	189,100
Other loans and receivables		63,248	390,959	454,207	343,341
Retirement benefit prepayment		-	-	-	785
Prepayments		27,353	-	27,353	6,419
Cash & Bank	9	69,160	458,782	527,942	1,332,393
<b>Total Assets</b>		<b>1,584,913</b>	<b>25,785,943</b>	<b>27,370,856</b>	<b>24,737,355</b>
<b>Equity and Liabilities</b>					
Money ceded to waqf fund		-	500	500	500
Capital contributed from Shareholder Fund		579,000	-	579,000	459,000
Qard-e-Hasna contributed by the Window takaful operator		(559,500)	559,500	-	-
Gains on revaluation of available-for-sale investments		1,018	-	1,018	3,330
Retained earnings arising from business other than participating business attributable to shareholders (Ledger account D)		328,706	-	328,706	200,716
<b>Total Equity</b>		<b>349,224</b>	<b>560,000</b>	<b>909,224</b>	<b>663,546</b>
<b>Liabilities</b>					
Takaful liabilities	10	61,083	25,143,234	25,204,317	22,612,016
Contribution received in advance		97,606	28,116	125,722	168,673
Takaful / retakaful payables		-	19,390	19,390	12,714
Other creditors and accruals		942,326	35,203	977,529	1,197,064
Deferred tax		134,674	-	134,674	83,342
<b>Total Liabilities</b>		<b>1,235,689</b>	<b>25,225,943</b>	<b>26,461,632</b>	<b>24,073,809</b>
<b>Contingencies and commitments</b>					
<b>Total Equity and Liabilities</b>	11	<b>1,584,913</b>	<b>25,785,943</b>	<b>27,370,856</b>	<b>24,737,355</b>

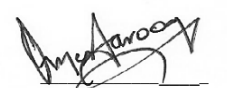
The annexed notes 1 to 24 form an integral part of these condensed interim financial statements.

  
Kamal A. Chino  
Chairman

  
Aryn Currimbhoy  
Director

  
Shahid Ghaffar  
Director

  
Javed Ahmed  
Managing Director &  
Chief Executive Officer

  
Omer Farooq  
Chief Financial Officer

# Condensed Interim Profit and Loss Account - Window Takaful Operations (Un-audited)

For the Nine Months and Quarter ended September 30, 2021

Note	Nine Months ended				Quarter ended				Aggregate	
	Operator's	Sub Fund	Participants' Funds		Operator's	Sub Fund	Participants' Funds		September 30,	September 30,
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	2021	2020
(Rupees in '000)										
Contribution revenue	1,793,230	1,643,286	6,966,607	5,784,609	491,311	787,605	2,408,263	2,081,840	8,759,837	7,427,895
Contribution ceded to retakaful	-	-	(233,394)	(131,318)	-	-	(95,606)	(50,736)	(233,394)	(131,318)
<b>Net contribution revenue</b>	<b>1,793,230</b>	<b>1,643,286</b>	<b>6,733,213</b>	<b>5,653,291</b>	<b>491,311</b>	<b>787,605</b>	<b>2,312,657</b>	<b>2,031,104</b>	<b>8,526,443</b>	<b>7,296,577</b>
Fee income	-	-	47	250	-	-	19	105	47	250
Takaful Operator's Fee	823,059	611,653	(823,059)	(611,653)	272,822	187,454	(272,822)	(187,454)	-	-
Mudarib fee	30,282	24,347	(30,282)	(24,347)	10,515	6,839	(10,515)	(6,839)	-	-
Investment income	71,323	57,920	831,225	804,708	26,245	17,787	304,226	234,879	902,548	862,628
Net realised fair value gains on financial assets	12,660	1,877	473,973	229,465	3,853	195	139,638	129,156	486,633	231,342
Net fair value (losses) / gains on financial assets at fair value through profit or loss	(26)	(9)	(948,637)	(585,847)	(12)	(4)	(1,051,223)	893,996	(948,663)	(585,856)
Other income	14,308	26,078	8,016	27,355	3,722	4,485	1,622	4,438	22,324	53,433
	951,606	721,866	(488,717)	(160,069)	317,145	216,756	(889,055)	1,068,281	462,889	561,797
<b>Net income</b>	<b>2,744,836</b>	<b>2,365,152</b>	<b>6,244,496</b>	<b>5,493,222</b>	<b>808,456</b>	<b>1,004,361</b>	<b>1,423,602</b>	<b>3,099,385</b>	<b>8,989,332</b>	<b>7,858,374</b>
Takaful benefits	(60,918)	86,887	3,941,870	2,232,337	(18,051)	39,746	1,385,177	1,014,142	3,880,952	2,319,224
Recoveries from retakaful	-	-	(192,533)	(95,545)	-	-	(58,935)	(41,837)	(192,533)	(95,545)
Claims related expenses	-	-	447	41	-	-	211	3	447	41
<b>Net Takaful Benefits</b>	<b>(60,918)</b>	<b>86,887</b>	<b>3,749,784</b>	<b>2,136,833</b>	<b>(18,051)</b>	<b>39,746</b>	<b>1,326,453</b>	<b>972,308</b>	<b>3,688,866</b>	<b>2,223,720</b>
Net change in takaful liabilities (other than outstanding claims)	15,522	30,597	2,487,728	3,349,865	6,050	3,485	89,021	2,123,071	2,503,250	3,380,462
Acquisition expenses	1,798,742	1,833,765	2,199	478	523,099	758,076	990	74	1,800,941	1,834,243
Marketing and administration expenses	771,001	689,850	4,785	6,046	234,765	158,383	7,138	3,932	775,786	695,896
Other expenses	8,229	2,737	-	-	4,359	801	-	-	8,229	2,737
<b>Total Expenses</b>	<b>2,593,494</b>	<b>2,556,949</b>	<b>2,494,712</b>	<b>3,356,389</b>	<b>768,273</b>	<b>920,745</b>	<b>97,149</b>	<b>2,127,077</b>	<b>5,088,206</b>	<b>5,913,338</b>
Finance cost	(31,994)	(39,479)	-	-	(7,890)	(12,066)	-	-	(31,994)	(39,479)
<b>Profit / (loss) before tax</b>	<b>180,266</b>	<b>(318,163)</b>	<b>-</b>	<b>-</b>	<b>50,344</b>	<b>31,804</b>	<b>-</b>	<b>-</b>	<b>180,266</b>	<b>(318,163)</b>
Income tax (expense) / credit	(52,276)	92,001	-	-	(17,683)	(9,226)	-	-	(52,276)	92,001
<b>Profit / (loss) after tax for the period</b>	<b>127,990</b>	<b>(226,162)</b>	<b>-</b>	<b>-</b>	<b>32,661</b>	<b>22,578</b>	<b>-</b>	<b>-</b>	<b>127,990</b>	<b>(226,162)</b>


The annexed notes 1 to 24 form an integral part of these condensed interim financial statements.

  
Kamal A. Chinoy  
Chairman

  
Ameen Currimbhoy  
Director

  
Shahid Ghaffar  
Director

  
Javed Ahmed  
Managing Director &  
Chief Executive Officer

  
Omer Farooq  
Chief Financial Officer

# Condensed Interim Statement of Comprehensive Income - Window Takaful Operations (Un-audited)

For the Nine Months and Quarter ended September 30, 2021

	Nine Months ended				Quarter ended				Aggregate	
	Operator's Sub Fund		Participants' Funds		Operator's Sub Fund		Participants' Funds		September 30, 2021	September 30, 2020
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020		
	(Rupees in '000)									
Profit / (loss) after tax for the period - as per Profit and Loss Account	127,990	(226,162)	-	-	32,661	22,578	-	-	127,990	(226,162)
Other comprehensive income / (loss):										
Items that may be classified to profit and loss account in subsequent period:										
Change in unrealised gains / (losses) on available-for-sale financial assets	2,482	7,028	-	-	(1,638)	(1,037)	-	-	2,482	7,028
Reclassification adjustment relating to available-for-sale investments sold during the period	(5,738)	1,182	-	-	(223)	5,911	-	-	(5,738)	1,182
	(3,256)	8,210	-	-	(1,861)	4,874	-	-	(3,256)	8,210
Related deferred tax	944	(2,381)	-	-	539	(1,414)	-	-	944	(2,381)
	(2,312)	5,829	-	-	(1,322)	3,460	-	-	(2,312)	5,829
Items that will not be classified to profit and loss account in subsequent period:										
Actuarial gain on retirement benefit schemes	-	912	-	-	-	-	-	-	-	912
Other comprehensive (loss) / income for the period	(2,312)	6,741	-	-	(1,322)	3,460	-	-	(2,312)	6,741
Total comprehensive income / (loss) for the period	125,678	(219,421)	-	-	31,339	26,038	-	-	125,678	(219,421)

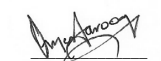
The annexed notes 1 to 24 form an integral part of these condensed interim financial statements.

  
Kamal A. Chinoy  
Chairman

  
Ameen Currimbhoy  
Director

  
Shahid Ghaffar  
Director

  
Javed Ahmed  
Managing Director &  
Chief Executive Officer

  
Omer Farooq  
Chief Financial Officer

# Condensed Interim Cash Flow Statement - Window Takaful Operations (Un-audited)

For the Nine Months ended September 30, 2021

Note	September 30, 2021	September 30, 2020
	----- (Rupees in '000) -----	
<b>Operating Cash flows</b>		
(a) Takaful activities		
Takaful contribution received	8,583,925	7,381,922
Retakaful contribution paid	(238,231)	(135,791)
Claims paid	(1,384,909)	(593,289)
Surrenders paid	(2,407,440)	(1,538,735)
Retakaful and other recoveries received	169,977	121,203
Hadia paid	(1,416,132)	(1,319,348)
Hadia received	11,513	11,413
Marketing and administrative expenses paid	(292,348)	(98,979)
Other acquisition cost paid	(912,016)	(956,768)
Net cash inflow from underwriting activities	2,114,339	2,871,628
(b) Other operating activities		
Other operating payments	(156,608)	-
Other operating receipts	6,196	864,838
Inter-fund transactions	(232,412)	(226,138)
Net cash (outflow) / inflow from other operating activities	(382,824)	638,700
<b>Total cash inflow in all operating activities</b>	<b>1,731,515</b>	<b>3,510,328</b>
<b>Investment activities</b>		
Profit / return received	684,130	665,003
Dividend received	231,032	118,740
Payment for investments	(22,251,491)	(15,164,848)
Proceed from sale of investments	22,549,363	7,360,705
<b>Total cash inflow / (outflow) from investing activities</b>	<b>1,213,034</b>	<b>(7,020,400)</b>
<b>Financing activities</b>		
Capital contributed from shareholders' fund	200,000	543,000
Capital returned to shareholders' fund	(80,000)	-
<b>Total cash inflow in financing activities</b>	<b>120,000</b>	<b>543,000</b>
<b>Net cash inflow / (outflow) from all activities</b>	<b>3,064,549</b>	<b>(2,967,072)</b>
Cash and cash equivalents at beginning of the period	2,837,393	4,693,182
<b>Cash and cash equivalents at the end of the period</b>	<b>9 5,901,942</b>	<b>1,726,110</b>
<b>Reconciliation to Profit and Loss Account</b>		
Operating cash flows	1,731,515	3,510,328
Depreciation expense	(193,204)	(171,811)
Amortisation expense	(22,025)	(23,289)
Increase / (Decrease) in assets other than cash	210,956	(682,870)
Increase in liabilities	(2,057,297)	(3,394,639)
Gain on sale of investments	486,633	231,342
Revaluation losses on investments	(903,084)	(560,581)
Investment income	906,490	904,837
Finance cost on lease liabilities	(31,994)	(39,479)
<b>Profit / (loss) after tax for the period</b>	<b>127,990</b>	<b>(226,162)</b>

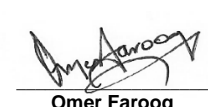
The annexed notes 1 to 24 form an integral part of these condensed interim financial statements.

  
Kamal A. Chinoy  
Chairman

  
Amyn Currimbhoy  
Director

  
Shahid Ghaffar  
Director

  
Javed Ahmed  
Managing Director &  
Chief Executive Officer

  
Omer Farooq  
Chief Financial Officer



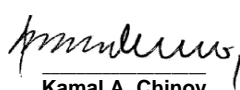
# Condensed Interim Statement of Changes in Equity - Window Takaful Operations (Un-audited)

For the Nine Months ended September 30, 2021

	Money ceded to waqf fund	Capital Contributed from Shareholder Fund	Gain / (loss) on revaluation of available-for- sale investments	Retained earnings arising from business other than participating business attributable to shareholders (Ledger Account D) - net of tax*	Total
(Rupees in '000)					
<b>Balance as at January 01, 2020</b>	<b>500</b>	<b>136,000</b>	<b>(2,039)</b>	<b>205,176</b>	<b>339,637</b>
<b>Total comprehensive income for the period</b>					
Loss for the period after tax	-	-	-	(226,162)	(226,162)
Other comprehensive Income - net of tax	-	-	5,829	912	6,741
	-	-	5,829	(225,250)	(219,421)
<b>Transactions with owner directly recorded in equity</b>					
Capital Contributions from Shareholder's fund	-	543,000	-	-	543,000
<b>Balance as at September 30, 2020</b>	<b>500</b>	<b>679,000</b>	<b>3,790</b>	<b>(20,074)</b>	<b>663,216</b>
<b>Balance as at January 01, 2021</b>	<b>500</b>	<b>459,000</b>	<b>3,330</b>	<b>200,716</b>	<b>663,546</b>
<b>Total comprehensive income / (loss) for the period</b>					
Profit for the period after tax	-	-	-	127,990	127,990
Other comprehensive loss - net of tax	-	-	(2,312)	-	(2,312)
	-	-	(2,312)	127,990	125,678
<b>Transactions with owner directly recorded in equity</b>					
Capital contributions from shareholder's fund	-	200,000	-	-	200,000
Capital returned to shareholder's fund	-	(80,000)	-	-	(80,000)
<b>Balance as at September 30, 2021</b>	<b>500</b>	<b>579,000</b>	<b>1,018</b>	<b>328,706</b>	<b>909,224</b>

\* This includes 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 carrying on of the life insurance business.


The annexed notes 1 to 24 form an integral part of these condensed interim financial statements.

  
Kamal A. Chinoy  
Chairman

  
Aryn Currimbhoy  
Director

  
Shahid Ghaffar  
Director

  
Javed Ahmed  
Managing Director &  
Chief Executive Officer

  
Omer Farooq  
Chief Financial Officer

# Notes to and forming part of the Condensed Interim Financial Statements - Window Takaful Operations (Un-audited)

For the Nine Months and Quarter ended September 30, 2021

## 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Jubilee Life Insurance Company Limited (the Company) was incorporated in Pakistan on June 29, 1995 as a public limited Company under the Companies Ordinance, 1984 (now Companies Act, 2017). Its shares are quoted on the Pakistan Stock Exchange. The Company started its business on June 20, 1996. The addresses of its registered and principal office are 26 - D, 3rd Floor, Kashmir Plaza, Jinnah Avenue, Blue Area, Islamabad and Jubilee Life Insurance Building, 74/1-A, Lalazar, M.T. Khan Road, Karachi, respectively.
- 1.2 The Company was issued the Certificate of authorization for commencement of Window Takaful Operations under Rule 6 of the Takaful Rules, 2012 by the Securities and Exchange Commission of Pakistan (SECP) vide Authorization Reference no. 7 dated June 17, 2015. The Company launched the Window Takaful Operations on July 13, 2015.
- 1.3 The Company is a subsidiary of Aga Khan Fund For Economic Development, S.A., Switzerland.

## 2 BASIS OF PREPARATION

### 2.1 Statement of Compliance

These condensed interim financial statements for Window Takaful Operations of the Company have been prepared to comply with the requirement of Securities and Exchange Commission of Pakistan (SECP) vide its Circular No. 15 of 2019 dated November 18, 2019 in which Life Insurers carrying out Window Takaful Operations are required to prepare separately, the financial statements for Family Takaful Operations as if these are carried out by a standalone Takaful Operator. However, SECP has not prescribed any format for preparation of the stand alone financial statements for Family Takaful Operations.

These condensed interim financial statements of the Window Takaful Operations 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; and
- Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules 2017 and Insurance Accounting Regulations, 2017 and the Takaful Rules, 2012.

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, have been followed.

### 2.2 Standards, interpretations of and amendments to accounting standards that have become effective during the period

There are certain new and amended standards, interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after January 1, 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.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES & FINANCIAL RISK MANAGEMENT / JUDGEMENTS AND ESTIMATES

- 3.1 The significant accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are same as those applied in the preparation of the annual financial statements of the Window Takaful Operations of the Company for the year ended December 31, 2020.
- 3.2 The financial risk management objectives and policies are consistent with those disclosed in the financial statements of the of the Window Takaful Operations of the Company for the year ended December 31, 2020. In preparing these condensed interim financial statements, the management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty are the same as those that applied to the financial statements of the Window Takaful Operations of the Company for the year ended December 31, 2020.

4 INVESTMENTS IN EQUITY SECURITIES	Note	September 30, 2021	December 31, 2020
		(Rupees in '000)	
At fair value through profit or loss	4.1	8,716,575	10,145,283
Available-for-sale	4.2	41,836	-
		<b>8,758,411</b>	<b>10,145,283</b>

#### 4.1 At fair value through profit or loss

	September 30, 2021			December 31, 2020		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
	(Rupees in '000)			(Rupees in '000)		
Others than related parties	9,831,110	-	8,716,575	10,327,241	-	10,145,283
	<b>9,831,110</b>	<b>-</b>	<b>8,716,575</b>	<b>10,327,241</b>	<b>-</b>	<b>10,145,283</b>

#### 4.2 Available-for-sale

	September 30, 2021			December 31, 2020		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
	(Rupees in '000)			(Rupees in '000)		
Others than related parties	50,090	-	41,836	-	-	-
	<b>50,090</b>	<b>-</b>	<b>41,836</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### 5 INVESTMENT IN GOVERNMENT SECURITIES

	Note	September 30, 2021	December 31, 2020
		(Rupees in '000)	
At fair value through profit or loss	5.1 \ 5.3	4,694,950	4,714,530
Available-for-sale	5.2 \ 5.4	2,299,808	2,063,535
		<b>6,994,758</b>	<b>6,778,065</b>

	September 30, 2021				
	Maturity Year	Effective Yield (%)	Amortised Cost	Principal Repayment	Carrying Value
	(Rupees in '000)				
5.1 At fair value through profit or loss					
05 Years GoP Ijara Sukuk	2025	7.10%	3,465,520	3,562,000	3,483,636
05 Years GoP Ijara Sukuk	2025	7.22%	502,450	500,000	503,800
05 Years GoP Ijara Sukuk	2025	7.21%	705,855	701,690	707,514
			<b>4,673,825</b>	<b>4,763,690</b>	<b>4,694,950</b>
5.2 Available-for-sale					
05 Years GoP Ijara Sukuk	2025	7.21%	550,253	548,310	552,861
05 Years GoP Ijara Sukuk	2025	7.01%	636,695	635,000	638,873
05 Years GoP Ijara Sukuk	2025	7.10%	1,103,524	1,133,000	1,108,074
			<b>2,290,472</b>	<b>2,316,310</b>	<b>2,299,808</b>
	December 31, 2020				
	Maturity Year	Effective Yield (%)	Amortised Cost	Principal Repayment	Carrying Value
	(Rupees in '000)				
5.3 At fair value through profit or loss					
05 Years GoP Ijara Sukuk	2025	7.82%	4,429,637	4,507,000	4,313,650
05 Years GoP Ijara Sukuk	2025	7.58%	402,263	400,000	400,880
			<b>4,831,900</b>	<b>4,907,000</b>	<b>4,714,530</b>

December 31, 2020					
Maturity Year	Effective Yield (%)	Amortised Cost	Principal Repayment	Carrying Value	
(Rupees in '000)					
<b>5.4 Available-for-sale</b>					
05 Years GoP Ijara Sukuk	2025	7.30%	1,250,462	1,250,000	1,253,500
05 Years GoP Ijara Sukuk	2025	7.82%	483,648	503,000	481,421
05 Years GoP Ijara Sukuk	2025	6.37%	329,366	330,000	328,614
			<b>2,063,476</b>	<b>2,083,000</b>	<b>2,063,535</b>

		Note	September 30, 2021	December 31, 2020
(Rupees in '000)				
<b>6 INVESTMENTS IN DEBT SECURITIES</b>				
At fair value through profit or loss		6.1	<b>1,405,000</b>	1,720,316
Available-for-sale		6.2	<b>85,461</b>	91,034
			<b>1,490,461</b>	<b>1,811,350</b>

#### 6.1 At fair value through profit or loss

		September 30, 2021			December 31, 2020		
	Note	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
(Rupees in '000)					(Rupees in '000)		
Corporate Sukuks	6.1.1	1,328,644	-	1,405,000	1,702,815	-	1,720,316

		Number of Certificates		Face Value	Carrying Value		
		September 30, 2021	December 31, 2020		September 30, 2021	December 31, 2020	
----- (Rupees in '000) -----							
<b>6.1.1 Corporate Sukuks</b>							
- K-Electric Limited - Sukuk	160,000	160,000	5,000	770,891	776,544		
- Meezan Bank Limited - Sukuk	290	290	1,000,000	300,139	296,359		
- Fatima Fertilizers Limited - Sukuk	10,000	10,000	5,000	5,007	10,068		
- Dawood Hercules Corporation Limited - Sukuk	-	3,600	100,000	-	241,845		
- Dubai Islamic Bank Pakistan Limited - Sukuk	25	25	1,000,000	25,699	25,699		
- HUBCO - Sukuk	1,000	1,000	100,000	102,025	102,249		
- Neelum Jehlum - Sukuk	2,500	2,500	100,000	160,939	177,031		
- International Brands Limited - Sukuk	1,400	1,400	100,000	40,300	90,521		
				1,405,000	1,720,316		

#### 6.2 Available-for-sale

		September 30, 2021			December 31, 2020		
	Note	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
					(Rupees in '000)		
Corporate Sukuks	6.2.1	84,302	-	85,461	90,422	-	91,034

		Number of Certificates		Face Value	Value of Certificates	
		September 30, 2021	December 31, 2020		September 30, 2021	December 31, 2020
----- (Rupees in '000) -----						
6.2.1 Corporate Sukuks						
- K-Electric Limited - Sukuk		18,000	18,000	5,000	69,937	73,563
- Meezan Bank Limited - Sukuk		15	15	1,000,000	15,524	15,329
- Al Baraka Bank (Pakistan) Limited - Sukuk		-	15	1,000,000	-	2,142
					85,461	91,034

	Note	September 30, 2021	December 31, 2020
		----- (Rupees in '000) -----	
<b>7 CERTIFICATES OF INVESTMENT</b>			
Certificates maturing within 12 months	7.1	<b>5,374,000</b>	2,805,000

7.1 The rates of return on these certificates of investment ranges from 6.95% to 7.20% per annum (2020: 6.50% to 12.45% per annum).

	Note	September 30, 2021	December 31, 2020
		----- (Rupees in '000) -----	
<b>8 INVESTMENTS IN OPEN-ENDED MUTUAL FUNDS</b>			
At fair value through profit or loss	8.1	<b>3,144,387</b>	1,131,678
Available-for-sale	8.2	<b>254,720</b>	193,941
		<b>3,399,107</b>	1,325,619

	September 30, 2021			December 31, 2020		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
	(Rupees in '000)			(Rupees in '000)		
<b>8.1 At fair value through profit or loss</b>						
Related Parties	100,000	-	100,353	-	-	-
Others than related parties	3,000,891	-	3,044,034	1,057,194	-	1,131,678
	<b>3,100,891</b>	<b>-</b>	<b>3,144,387</b>	<b>1,057,194</b>	<b>-</b>	<b>1,131,678</b>
<b>8.2 Available-for-sale</b>						
Others than related parties	249,559	-	254,720	190,944	-	193,941
	<b>249,559</b>	<b>-</b>	<b>254,720</b>	<b>190,944</b>	<b>-</b>	<b>193,941</b>

	Note	September 30, 2021	December 31, 2020
		----- (Rupees in '000) -----	
<b>9 CASH &amp; BANK</b>			
<b>Cash and stamps in hand</b>			
- Policy & revenue stamps		<b>7,780</b>	5,269
<b>Cash at bank</b>			
- In Current accounts		<b>14,236</b>	-
- In Islamic savings accounts	9.1	<b>505,926</b>	1,327,124
		<b>520,162</b>	1,327,124
		<b>527,942</b>	1,332,393

9.1 These carry profit ranging from 2.27% to 6.50% (2020: 2.84% to 6.00%) per annum.

	September 30, 2021	September 30, 2020
	----- (Rupees in '000) -----	
<b>Cash and cash equivalents include the following for the purposes of the cash flow statement</b>		
Cash and bank	<b>527,942</b>	1,226,110
Certificates of investment with original maturity of three months or less	<b>5,374,000</b>	500,000
	<b>5,901,942</b>	1,726,110

	Note	September 30, 2021	December 31, 2020
		----- (Rupees in '000) -----	
<b>10 TAKAFUL LIABILITIES</b>			
Reported outstanding claims (including claims in payment)	10.1	417,052	320,427
Incurred but not reported claims	10.2	225,908	200,114
Investment component of unit-linked and account value policies	10.3	24,028,743	21,484,316
Liabilities under group takaful contracts (other than investment linked)	10.4	276,276	112,689
Participant takaful fund balance	10.5	166,124	360,334
Other takaful liabilities	10.6	90,214	134,136
		<b>25,204,317</b>	<b>22,612,016</b>
<b>10.1 Reported outstanding claims (including claims in payment)</b>			
<b>Gross of retakaful</b>			
Payable within one year		394,493	304,326
Payable over a period of time exceeding one year		22,559	16,101
		<b>417,052</b>	<b>320,427</b>
<b>10.2 Incurred but not reported claims</b>			
Gross of retakaful		281,577	243,475
Retakaful recoveries		(55,669)	(43,361)
Net of retakaful		<b>225,908</b>	<b>200,114</b>
<b>10.3 Investment component of unit-linked policies</b>			
Investment component of unit-linked policies		<b>24,028,743</b>	<b>21,484,316</b>
<b>10.4 Liabilities under group takaful contracts (other than investment linked)</b>			
Gross of retakaful		341,542	127,774
Retakaful credit		(65,266)	(15,085)
Net of retakaful		<b>276,276</b>	<b>112,689</b>
<b>10.5</b>	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 takaful liabilities as clarified by SECP.		
	The Company has distributed Rs. 317.67 million out of surplus for the year 2020 (2020: Rs. 394.40 million out of surplus for the years 2017 through 2019) to the Participants of the Individual Family Takaful PTF in line with the mechanism approved by Appointed Actuary and Shariah Advisor of the Company as required under Clause 6 of Waqf (PTF) Policies.		
		September 30, 2021	December 31, 2020
		----- (Rupees in '000) -----	
<b>10.6 Other Takaful liabilities</b>			
Gross of retakaful		103,153	153,498
Retakaful credit		(12,939)	(19,362)
Net of retakaful		<b>90,214</b>	<b>134,136</b>



## 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 September 30, 2021. Out of the reported amount thereon, an amount of Rs. 978.65 million (September 30, 2020: Rs.704.43 million) pertains to Window Takaful Operations. There were no other material contingencies and commitments as at September 30, 2021.

## 12 CONTRIBUTION REVENUE

### Gross Contribution

Regular Contribution Individual Policies\*

First year

2,112,405 1,703,837

Second year renewal

1,422,858 2,050,244

Subsequent year renewal

3,650,441 2,835,006

Total Regular Contribution Individual Policies

7,185,704 6,589,087

Single contribution individual policies

331,054 49,264

Group policies without cash values

1,243,079 789,544

**Total Gross Contribution**

**8,759,837 7,427,895**

### Less: Retakaful Contribution ceded

On individual life first year business

(26,745) (24,973)

On individual life second year business

(20,185) (27,614)

On individual life renewal business

(46,578) (36,032)

On single contribution individual policies

(74) (67)

On group policies

(151,325) (54,045)

Less: Retakaful commission on risk contribution

11,513 11,413

(233,394) (131,318)

**Net Contribution**

**8,526,443 7,296,577**

\* Individual policies are those underwritten on an individual basis, and include joint life policies underwritten as such.

### 13 INVESTMENT INCOME

#### Income from equity securities

##### Fair value through profit or loss

- Dividend income

246,521 81,029

#### Income from Mutual fund

##### Fair value through profit or loss

- Dividend income

5,948 46,562

##### Available-for-sale

- Dividend income

2,139 8,940

8,087 55,502

#### Income from debt securities

##### Fair value through profit or loss

- Return on debt securities

327,078 283,368

##### Available-for-sale

- Return on debt securities

122,978 78,120

450,056 361,488

#### Income from certificates of investment

- Return on certificates of investment

197,884 364,609

902,548 862,628

- 13.1 Dividend income is net of charity amount due to purification of non shariah compliant dividend income amounting to Rs. 13.27 million (September 30, 2020: Rs. 2.79 million).

### 14 NET REALISED FAIR VALUE GAINS ON FINANCIAL ASSETS

#### At fair value through profit or loss

##### Realised gains on:

- Equity securities

503,827 283,618

- Mutual Funds

70,520 693

- Debt securities

53,203 1,470

627,550 285,781

##### Realised losses on:

- Equity securities

(134,955) (52,616)

- Mutual Funds

(18,212) (3,344)

- Debt securities

(3,664) -

(156,831) (55,960)

#### Available-for-sale

##### Realised gains on:

- Mutual Funds

6,476 921

- Debt securities

9,914 1,365

16,390 2,286

##### Realised losses on:

- Debt securities

(476) (765)

486,633 231,342

		For the Nine Months ended	
		September 30, 2021	September 30, 2020
		----- (Rupees in '000) -----	
<b>15</b>	<b>NET FAIR VALUE (LOSSES) / GAINS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		
	Net unrealised gains / (losses) on investments at fair value through profit or loss	(921,466)	(571,805)
	Less: Investment related expenses	(27,197)	(14,051)
		<b>(948,663)</b>	<b>(585,856)</b>
<b>16</b>	<b>NET TAKAFUL BENEFITS</b>		
	<b>Gross Claims</b>		
	Claims under individual policies		
	by death	546,981	256,615
	by insured event other than death	1,170	952
	by surrender	1,992,029	1,108,691
	by partial withdrawal	415,411	429,941
	<b>Total gross individual policy claims</b>	<b>2,955,591</b>	<b>1,796,199</b>
	Claims under group policies		
	by death	151,444	81,300
	by insured event other than death	773,917	441,725
	<b>Total gross policy claims</b>	<b>925,361</b>	<b>523,025</b>
	<b>Total Gross Claims</b>	<b>3,880,952</b>	<b>2,319,224</b>
	<b>Less: Retakaful recoveries</b>		
	On individual life claims	(104,739)	(70,561)
	On group life claims	(87,794)	(24,984)
		<b>(192,533)</b>	<b>(95,545)</b>
	<b>Claim related expenses</b>	<b>447</b>	<b>41</b>
	<b>Net Takaful benefit expense</b>	<b>3,688,866</b>	<b>2,223,720</b>

		For the Nine Months ended	
		September 30, 2021	September 30, 2020
		----- (Rupees in '000) -----	
<b>17 ACQUISITION EXPENSES</b>			
Remuneration to takaful intermediaries on individual policies:			
Hadia to agents on first year contributions	613,480	595,114	
Hadia to agents on second year contributions	55,738	98,725	
Hadia to agents on subsequent renewal contributions	55,952	62,123	
Hadia to agents on single contributions	5,420	293	
Overriding hadia to supervisors	129,342	103,593	
Salaries, allowances and other benefits	145,735	291,417	
Other benefits to insurance intermediaries	111,832	126,274	
Remuneration to takaful intermediaries on group policies:			
Hadia	54,776	40,302	
Other benefits to takaful intermediaries	3,729	7	
Other acquisition costs			
Employee benefit costs	342,581	294,599	
Travelling expenses	3,263	1,810	
Printing and stationery	6,265	4,691	
Depreciation	90,089	67,269	
Depreciation - Right-of-use assets	41,160	38,166	
Rent, rates and taxes	1,535	744	
Legal and professional charges	-	797	
Utilities	13,696	10,703	
Entertainment	4,120	3,377	
Vehicle running expenses	42,822	38,076	
Office repairs and maintenance	19,488	12,183	
Training expenses	58	79	
Postages, telegrams and telephones	18,263	5,417	
Staff welfare	10,289	5,929	
General insurance	4,432	4,713	
Policy stamps	24,335	26,900	
Initial medical fees	2,199	500	
Miscellaneous expenses	342	442	
	<b>1,800,941</b>	<b>1,834,243</b>	

		For the Nine Months ended	
		September 30, 2021	September 30, 2020
Note		----- (Rupees in '000) -----	
<b>18</b>	<b>MARKETING AND ADMINISTRATION EXPENSES</b>		
	Employee benefit cost	18.1 293,108	241,293
	Traveling expenses	5,790	3,835
	Advertisements & sales promotion	200,595	247,179
	Printing and stationery	31,316	17,033
	Depreciation	34,786	32,691
	Depreciation - Right-of-use assets	27,171	33,685
	Amortisation	22,025	23,288
	Rent, rates and taxes	8	472
	Legal and professional charges	3,727	6,559
	Utilities	10,507	5,514
	Entertainment	2,685	1,261
	Vehicle running expenses	8,692	3,443
	Office repairs and maintenance	71,166	38,258
	Appointed actuary fees	1,920	1,572
	Bank charges	5,042	4,289
	Postages, telegrams and telephone	32,063	13,681
	Staff welfare	4,988	3,103
	General insurance	3,284	2,604
	Training expenses	2,937	1,077
	Annual Supervision fees to SECP	8,828	8,460
	Provision for Bad and doubtful debts	4,582	5,837
	Miscellaneous expenses	566	762
		<b>775,786</b>	<b>695,896</b>
<b>18.1</b>	<b>Employee benefit cost</b>		
	Salaries, allowance and other benefits	274,555	227,588
	Charges for post employment benefits	18,553	13,705
		<b>293,108</b>	<b>241,293</b>
<b>19</b>	<b>Income Tax</b>		
	For the period		
	Deferred Tax	(52,276)	(92,001)
		<b>(52,276)</b>	<b>(92,001)</b>

## 20 RELATED PARTY TRANSACTIONS

The Company is controlled by Aga Khan Fund for Economic Development, S.A Switzerland, which owns 57.87% (2019: 57.87%) of the Company's shares. Associated undertakings comprise Habib Bank Limited, Jubilee General Insurance Company Limited and Jubilee Kyrgyzstan Insurance Company (CJSC), Kyrgyzstan, being under the common control of the parent Company.

The related parties comprise of related group companies, local associated companies, directors of the Company, key management employees, staff retirement funds.

The details of transactions with related parties, other than those which have been specifically disclosed elsewhere in the condensed interim financial statement are as follows:

Relationship with the Company	Nature of transactions	September 30, 2021	September 30, 2020
		----- (Rupees in '000) -----	----- (Rupees in '000) -----
i. Associated companies	Purchase of government securities	-	3,334,283
	Sales of government securities	-	1,077,833
	Agency hadia	234,193	287,407
	Profit on Islamic saving accounts	58,500	103,369
	Investment in Mutual Funds	100,000	-
ii. Key management personnel	Individual life policy contributions	365	365

Relationship with the Company	Balances / Investments	September 30, 2021	December 31, 2020
		----- (Rupees in '000) -----	----- (Rupees in '000) -----
i. Associated companies	Banks account balance	38,908	915,594
	Profit accrued on profit and loss sharing account	4,766	2,256
	Investment in Mutual Fund	100,353	-
	Agency Hadia payable	(20,415)	(81,070)
	Contribution received in advance	(2)	(2)

The above transactions are settled in the ordinary course of business. The receivables and payables are mainly unsecured in nature and bear no interest.

## 21 SEGMENTAL INFORMATION

### 21.1 REVENUE ACCOUNT BY STATUTORY FUND FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021

	Individual Family Takaful	Group Family Takaful	Accident & Health Family Takaful	Aggregate September 30, 2021
(Rupees in '000)				
<b>Income</b>				
Contribution less reinsurances	7,420,554	149,036	956,853	8,526,443
Net investment income	469,117	12,442	23,521	505,080
Bonus units transferred from sub fund of statutory fund	317,666	-	-	317,666
<b>Total Net income</b>	<b>8,207,337</b>	<b>161,478</b>	<b>980,374</b>	<b>9,349,189</b>
<b>Takaful benefits and expenditures</b>				
Takaful benefits, including bonuses	2,754,407	166,120	768,339	3,688,866
Management expenses	2,506,130	48,083	62,737	2,616,950
<b>Total Takaful benefits and expenditures</b>	<b>5,260,537</b>	<b>214,203</b>	<b>831,076</b>	<b>6,305,816</b>
<b>Excess / (deficit) of Income over Insurance benefits and Expenditures</b>	<b>2,946,800</b>	<b>(52,725)</b>	<b>149,298</b>	<b>3,043,373</b>
Bonus units transferred to sub fund of statutory fund *	(317,666)			(317,666)
<b>Net change in Takaful liabilities (other than outstanding claims)</b>	<b>2,481,481</b>	<b>(59,675)</b>	<b>81,444</b>	<b>2,503,250</b>
<b>Surplus before tax</b>	<b>147,653</b>	<b>6,950</b>	<b>67,854</b>	<b>222,457</b>
<b>Taxes chargeable to statutory funds</b>				
Current - Tax on Dividend under FTR	(45,447)	-	-	(45,447)
<b>Surplus after tax</b>	<b>102,206</b>	<b>6,950</b>	<b>67,854</b>	<b>177,010</b>
<b>Movement in Takaful liabilities</b>	<b>2,481,481</b>	<b>(59,675)</b>	<b>81,444</b>	<b>2,503,250</b>
<b>Transfer (to) and from Shareholders' Fund</b>				
Capital contributions from Shareholders' Fund	-	105,000	95,000	200,000
Capital returned to Shareholders' Fund	(80,000)	-	-	(80,000)
Qard-e-Hasna paid from Operators' Sub Fund to PTF	-	(110,000)	(140,000)	(250,000)
Qard-e-Hasna received by PTF from Operators' Sub Fund	-	110,000	140,000	250,000
<b>Net transfers from Shareholders' Fund</b>	<b>(80,000)</b>	<b>105,000</b>	<b>95,000</b>	<b>120,000</b>
<b>Balance of Statutory Fund as at January 1, 2021</b>	<b>22,582,478</b>	<b>136,268</b>	<b>339,273</b>	<b>23,058,019</b>
<b>Balance of Statutory Fund as at September 30, 2021</b>	<b>25,086,165</b>	<b>188,543</b>	<b>583,571</b>	<b>25,858,279</b>

\* This corresponding impact is already included in Net change in Insurance liabilities (Net of outstanding claims).



FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2020

	Individual Family Takaful	Group Family Takaful	Accident & Health Family Takaful	Aggregate September 30, 2020
<hr/> <div>(Rupees in '000)</div> <hr/>				
<b>Income</b>				
Contribution less reinsurances	6,510,017	97,148	689,412	7,296,577
Net investment income	574,444	4,784	15,366	594,594
Bonus units transferred from sub fund of statutory fund	394,404	-	-	394,404
<b>Total Net income</b>	<b>7,478,865</b>	<b>101,932</b>	<b>704,778</b>	<b>8,285,575</b>
<b>Takaful benefits and expenditures</b>				
Takaful benefits, including bonuses	1,725,676	57,423	440,621	2,223,720
Management expenses	2,471,210	43,196	57,038	2,571,444
<b>Total Takaful benefits and Expenditures</b>	<b>4,196,886</b>	<b>100,619</b>	<b>497,659</b>	<b>4,795,164</b>
<b>Excess of Income over Takaful benefits and Expenditures</b>	<b>3,281,979</b>	<b>1,313</b>	<b>207,119</b>	<b>3,490,411</b>
Bonus units transferred to sub fund of statutory fund *	(394,404)	-	-	(394,404)
<b>Net change in Takaful liabilities (other than outstanding claims)</b>	<b>3,168,670</b>	<b>20,100</b>	<b>191,690</b>	<b>3,380,460</b>
<b>(Deficit) / surplus before tax</b>	<b>(281,095)</b>	<b>(18,787)</b>	<b>15,429</b>	<b>(284,453)</b>
<b>Taxes chargeable to statutory funds</b>				
Current - Tax on Dividend under FTR	(24,587)	-	-	(24,587)
<b>(Deficit) / Surplus after tax</b>	<b>(305,682)</b>	<b>(18,787)</b>	<b>15,429</b>	<b>(309,040)</b>
<b>Movement in Takaful liabilities</b>	<b>3,168,670</b>	<b>20,100</b>	<b>191,690</b>	<b>3,380,460</b>
<b>Transfer (to) and from Shareholders' Fund</b>				
Capital contributions from Shareholders' Fund	400,000	63,000	80,000	543,000
Qard-e-Hasna paid from Operators' Sub Fund to PTF	-	(25,000)	(75,000)	(100,000)
Qard-e-Hasna received by PTF from Operators' Sub Fund	-	25,000	75,000	100,000
Net transfer to Shareholders' Fund	400,000	63,000	80,000	543,000
<b>Balance of Statutory Fund as at January 1, 2020</b>	<b>17,093,515</b>	<b>58,408</b>	<b>115,421</b>	<b>17,267,344</b>
<b>Balance of Statutory Fund as at September 30, 2020</b>	<b>20,356,503</b>	<b>122,721</b>	<b>402,540</b>	<b>20,881,764</b>

\* This corresponding impact is already included in Net change in Insurance liabilities (Net of outstanding claims).

**21.2 REVENUE ACCOUNT BY SUB-STATUTORY FUND  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021**

	Statutory Funds			Aggregate	
	Individual Family Takaful	Group Family Takaful	Accident & Health Family Takaful	September 30, 2021	September 30, 2020
(Rupees in '000)					
<b>21.2.1 Participants' Investment Fund (PIF)</b>					
<b>Income</b>					
Allocated Contribution	5,007,192	-	-	5,007,192	4,319,193
Bonus Units issued on account of surplus transfer from PTF	317,666	-	-	317,666	394,404
Net investment income	288,918	-	-	288,918	415,065
<b>Total net income</b>	<b>5,613,776</b>	<b>-</b>	<b>-</b>	<b>5,613,776</b>	<b>5,128,662</b>
<b>Less: Takaful benefits and Expenditures</b>					
Takaful benefits	2,611,611	-	-	2,611,611	1,503,988
Takaful operator fee	457,653	-	-	457,653	333,166
Bank charges	85	-	-	85	38
<b>Total</b>	<b>3,069,349</b>	<b>-</b>	<b>-</b>	<b>3,069,349</b>	<b>1,837,192</b>
<b>Excess of income over Takaful benefits and Expenditures</b>	<b>2,544,427</b>	<b>-</b>	<b>-</b>	<b>2,544,427</b>	<b>3,291,470</b>
Technical reserves at beginning of the period	21,484,316	-	-	21,484,316	16,082,821
Technical reserves at end of the period	24,028,743	-	-	24,028,743	19,374,291
<b>Movement in technical reserves</b>	<b>(2,544,427)</b>	<b>-</b>	<b>-</b>	<b>(2,544,427)</b>	<b>(3,291,470)</b>
<b>Surplus / (Deficit)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Movement in Technical reserves</b>	<b>2,544,427</b>	<b>-</b>	<b>-</b>	<b>2,544,427</b>	<b>3,291,470</b>
Balance of PIF at beginning of the period	21,484,316	-	-	21,484,316	16,082,821
<b>Balance of PIF at end of the period</b>	<b>24,028,743</b>	<b>-</b>	<b>-</b>	<b>24,028,743</b>	<b>19,374,291</b>
<b>21.2.2 Participants' Takaful Fund (PTF)</b>					
<b>Income</b>					
Contribution net of re-takaful	620,132	149,036	956,853	1,726,021	1,334,098
Net investment income	48,153	10,388	17,165	75,706	60,866
<b>Total net income</b>	<b>668,285</b>	<b>159,424</b>	<b>974,018</b>	<b>1,801,727</b>	<b>1,394,964</b>
<b>Less: Takaful benefits and Expenditures</b>					
Takaful benefits net of re-takaful recoveries	203,714	166,120	768,339	1,138,173	632,846
Takaful operator's fee	187,251	40,456	137,699	365,406	278,486
Mudarib fee	19,261	4,155	6,866	30,282	24,347
Bank charges	33	13	72	118	171
Medical examination charges	863	1,336	-	2,199	478
Provision for doubtful debts	-	2,856	1,726	4,582	5,837
<b>Total</b>	<b>411,122</b>	<b>214,936</b>	<b>914,702</b>	<b>1,540,760</b>	<b>942,165</b>
<b>Excess / (deficit) of Income over Takaful benefits and Expenditures</b>	<b>257,163</b>	<b>(55,512)</b>	<b>59,316</b>	<b>260,967</b>	<b>452,799</b>
Technical reserves at beginning of the period	243,039	42,651	135,235	420,925	275,683
Technical reserves at end of the period	210,321	84,475	263,640	558,436	447,055
Surplus / (deficit) retained in PTF	289,881	(97,336)	(69,089)	123,456	281,427
	(257,163)	55,512	(59,316)	(260,967)	(452,799)
<b>Surplus / (deficit) before distribution</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Movement in technical reserves</b>	<b>257,163</b>	<b>(55,512)</b>	<b>59,316</b>	<b>260,967</b>	<b>452,799</b>
<b>Transfers from / (to)</b>					
Qard-e-Hasna contributed by Window Takaful Operator	-	110,000	140,000	250,000	100,000
Distribution of Surplus to the participants	(317,666)	-	-	(317,666)	(394,404)
Balance of PTF at beginning of the period	684,464	112,509	294,284	1,091,257	851,157
<b>Balance of PTF at end of the period</b>	<b>623,961</b>	<b>166,997</b>	<b>493,600</b>	<b>1,284,558</b>	<b>1,009,552</b>

### 21.2.3 Operators' Sub Fund (OSF)

#### Income

	Individual Family Takaful	Group Family Takaful	Accident & Health Family Takaful	September 30, 2021	September 30, 2020
Unallocated contributions	1,793,230	-	-	1,793,230	1,643,285
Takaful Operator Fee	644,904	40,456	137,699	823,059	611,653
Mudarib Fee	19,261	4,155	6,866	30,282	24,347
Net investment income	86,599	2,054	6,356	95,009	94,077
	2,543,994	46,665	150,921	2,741,580	2,373,362

#### Less: Takaful benefits and Expenditures

Takaful benefits	(60,918)	-	-	(60,918)	86,887
Acquisition expenses	1,746,826	34,833	42,866	1,824,525	1,856,440
Administration expenses	758,323	9,045	18,073	785,441	708,481
<b>Total Management expenses</b>	2,444,231	43,878	60,939	2,549,048	2,651,808

#### Excess / (deficit) of Income over Takaful liabilities and expenditures

	99,763	2,787	89,982	192,532	(278,446)
Technical reserves at beginning of the period	11,851	21,093	12,617	45,561	20,757
Technical reserves at end of the period	9,408	16,930	34,745	61,083	51,354

#### Movement in technical reserves

	2,443	4,163	(22,128)	(15,522)	(30,597)
--	-------	-------	----------	----------	----------

#### Surplus / (deficit) for the period

	102,206	6,950	67,854	177,010	(309,043)
--	---------	-------	--------	---------	-----------

#### Movement in technical reserves

	(2,443)	(4,163)	22,128	15,522	30,597
--	---------	---------	--------	--------	--------

#### Transfer (to) and from

Capital Contribution from Shareholders' Fund	-	105,000	95,000	200,000	543,000
Capital returned to Shareholders' fund	(80,000)	-	-	(80,000)	-
Qard-e-Hasna contributed to the Participants' Takaful Fund	-	(110,000)	(140,000)	(250,000)	(100,000)
Balance of OSF at beginning of the period	413,698	23,759	44,989	482,446	333,363
<b>Balance of OSF at end of the period</b>	<b>433,461</b>	<b>21,546</b>	<b>89,971</b>	<b>544,978</b>	<b>497,917</b>

#### Statutory Funds

#### Aggregate

Individual Family Takaful	Group Family Takaful	Accident & Health Family Takaful	September 30, 2021	September 30, 2020
---------------------------------	-------------------------	--	-----------------------	-----------------------

(Rupees in '000)

## 22 FAIR VALUE OF FINANCIAL INSTRUMENTS

AS AT SEPTEMBER 30, 2021

	Through profit or loss	Available-for- sale	Held-to- maturity	Loans and receivables	Other financial asset/ liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)										
<b>Financial assets measured at fair value</b>										
Listed equity securities	8,716,575	41,836	-	-	-	8,758,411	8,758,411	-	-	8,758,411
Mutual Funds	3,144,387	254,720	-	-	-	3,399,107	3,399,107	-	-	3,399,107
Government securities										
- GOP - Ijarah Sukuks	4,694,950	2,299,808	-	-	-	6,994,758	-	6,994,758	-	6,994,758
Debt securities										
- Ijarah Sukuks	1,405,000	85,461	-	-	-	1,490,461	-	1,490,461	-	1,490,461
<b>Financial assets not measured at fair value</b>										
Certificates of investment	-	-	5,374,000	-	-	5,374,000				
Other loans and receivables	-	-	-	454,207	-	454,207				
Takaful / retakaful receivables	-	-	-	344,617	-	344,617				
Cash and bank balances	-	-	-	527,942	-	527,942				
	<b>17,960,912</b>	<b>2,681,825</b>	<b>5,374,000</b>	<b>1,326,766</b>	<b>-</b>	<b>27,343,503</b>				
<b>Financial liabilities not measured at fair value</b>										
Takaful Liabilities	-	-	-	-	25,204,317	25,204,317				
Contributions received in advance	-	-	-	-	125,722	125,722				
Takaful / retakaful payables	-	-	-	-	19,390	19,390				
Other creditors and accruals	-	-	-	-	977,529	977,529				
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,326,958</b>	<b>26,326,958</b>				

AS AT DECEMBER 31, 2020

	Through profit or loss	Available-for- sale	Held-to- maturity	Loans and receivables	Other financial asset/ liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)										
<b>Financial assets measured at fair value</b>										
Listed equities	10,145,283	-	-	-	-	10,145,283	10,145,283	-	-	10,145,283
Mutual Funds	1,131,678	193,941	-	-	-	1,325,619	1,325,619	-	-	1,325,619
Government securities										
- GOP Ijarah Sukuks	4,714,530	2,063,535	-	-	-	6,778,065	-	6,778,065	-	6,778,065
Term Finance Certificates										
- Ijarah Sukuks	1,720,316	91,034	-	-	-	1,811,350	-	1,811,350	-	1,811,350
<b>Financial assets not measured at fair value</b>										
Certificates of investment	-	-	2,805,000	-	-	2,805,000				
Other loans and receivables	-	-	-	343,341	-	343,341				
Takaful / retakaful receivables	-	-	-	189,100	-	189,100				
Cash and bank balances	-	-	-	1,332,393	-	1,332,393				
	<b>17,711,807</b>	<b>2,348,510</b>	<b>2,805,000</b>	<b>1,864,834</b>	<b>-</b>	<b>24,730,151</b>				
<b>Financial liabilities not measured at fair value</b>										
Takaful Liabilities	-	-	-	-	22,612,016	22,612,016				
Contributions received in advance	-	-	-	-	168,673	168,673				
Takaful / retakaful Payables	-	-	-	-	12,714	12,714				
Other creditors and accruals	-	-	-	-	1,197,064	1,197,064				
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23,990,467</b>	<b>23,990,467</b>				

The fair value of financial assets and liabilities not carried at fair value is not significantly different from their carrying values since assets and liabilities are short term in nature.

Fair value is an amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences may arise between the carrying values and the fair values estimates.

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

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

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

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

## 23 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on **October 27, 2021** by the Board of Directors of the Company.

## 24 GENERAL

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



  
**Kamal A. Chinoy**  
Chairman

  
**Aryn Currimbhoy**  
Director

  
**Shahid Ghaffar**  
Director

  
**Javed Ahmed**  
Managing Director &  
Chief Executive Officer

  
**Omer Farooq**  
Chief Financial Officer

JUBILEELIFE.COM

**JUBILEE LIFE INSURANCE COMPANY LIMITED**

74/1-A, Lalazar, M.T. Khan Road,  
Karachi-74000, Pakistan

Phone: (021) 35205094-95  
Fax: (021) 35610959  
UAN: (021) 111-111-554  
SMS: "JUBILEELIFE" to 8398  
E-mail: info@jubileelife.com,  
complaints@jubileelife.com  
Website: www.jubileelife.com