



Condensed Interim Financial Statements
for the half year ended June 30, 2024

The Directors of your Company are pleased to present the condensed interim financial statements (un-audited) for the half year ended June 30, 2024:

Financial Highlights:
Profit / (Loss)

	June 30 2024	June 30 2023
	(Rs. in 000') (Unaudited)	
Net profit before tax	150,350	85,340
Taxation	(45,098)	(24,749)
Net profit after tax	105,252	60,591
Other comprehensive income – net	5,162	5,160
	(in Rupees)	
Earnings per share	0.62	0.36
Break-up value per share (including amount retained in the statutory funds to meet the requirement of Insurance Ordinance)	12.06	10.59

During the half year of 2024, gross premium written by your Company (including takaful contributions) stood at Rs. 6,534 million as against Rs. 3,345 million in the corresponding period last year. Individual life regular premium (including takaful contributions) posted decline of 2% and stood at Rs. 1,828.3 million as against Rs. 1,864.5 million in the corresponding period last year.

Group Life premiums / contribution (including takaful group family) stood at Rs. 456.2 million (2023: Rs. 375.2 million), posting an increase of 22% from corresponding period of last year. Group Health premium / contribution (including takaful group health) stood at Rs 1,042.7 million (2023: Rs. 615.4 million), posting an increase of 69% from corresponding period of last year.

Single premium / contribution individual policies stood at Rs 3,206.7 million as compared to Rs. 489.7 million written in the corresponding period last year.

The Company posted profit after tax of Rs. 105.2 million as compared to profit after tax of Rs. 60.6 million in corresponding period of last year.

The management is addressing the issues of higher acquisition costs and repricing the products of corporate life and health business to improve the profitability of the company.

Window Takaful Operations

Summarised results of Company's Window Takaful Operations for the half year under review are as follows:

	June 30 2024	June 30 2023
	(Rs. in 000')	
	(Unaudited)	
Policyholder' Fund		
Gross Contribution	1,405,100	1,081,868
Net Contribution	1,111,575	709,383
Investment Income	233,655	116,489
Operator's Fund		
Investment Income	29,382	1,034
Operators' loss before tax	(54,215)	(102,323)
Operators' loss after tax	(37,408)	(72,659)

Future Outlook

Building on the momentum of the last two years, we're committed to keeping the business headed in the right direction. With our committed efforts, we want to exceed the Company's success from the prior year in the upcoming months. Our strategic actions have directly increased sales and profitability, and they will remain the cornerstone of our strategy. Our main goal is to increase profits and value for shareholders and policyholders. We wish to take advantage of the chances for long-term growth and success and overcome the obstacles that lie ahead with careful planning and management.

The Board of Directors would like to express their gratitude to IGI Life customers and business partners. We thank our Stakeholders for the trust they have placed in the Company and our employees for their valuable contributions.

On behalf of the Board of Directors



Shamim Ahmad Khan
Chairman

Dated: August 21, 2024



Ali Nadim
Chief Executive Officer

Dated: August 21, 2024

ڈائریکٹرز رپورٹ برائے ممبران

آپ کی کمپنی کے ڈائریکٹرز 30 جون، 2024 کو ختم ہونے والی ششماہی کے عبوری مالیاتی گوشوارے (غیر آڈٹ شدہ) پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔

مالیاتی جھلکیاں:

نفع (نقصان)	2024 جون 30	2023 جون 30
	(روپے ہزاروں میں) (غیر آڈٹ شدہ)	
خالص نفع قبل از ٹیکس	150,350	85,340
ٹیکسیشن	(45,098)	(24,749)
خالص نفع بعد از ٹیکس	105,252	60,591
دیگر مجموعی آمدن - خالص	5,162	5,160

(روپوں میں)

آمدن فی شیئر	2024 جون 30	2023 جون 30
آمدن فی شیئر	0.62	0.36
نی شیئر بریک اپ ویلیو (اس میں انشورنس آرڈیننس کی تعمیل میں اسٹیچوری فنڈ میں رکھی گئی رقم بھی شامل ہے)	12.06	10.59

2024 کی پہلی ششماہی میں آپ کی کمپنی کا تحریر کردہ مجموعی پریمیوم (بشمول تکافل زرتعاون) گزشتہ سال کے اسی مدت کے 3,345 ملین کے مقابلے میں 6,534 ملین رہا۔ انفرادی لائف ریگولر پریمیوم (بشمول تکافل زرتعاون) گزشتہ سال کے اسی مدت کے 1,864.5 ملین کے مقابلے میں 2% کمی کے ساتھ 1,828.3 ملین رہا۔ گروپ لائف پریمیوم زرتعاون (بشمول تکافل گروپ فیملی) گزشتہ سال کے اسی مدت کے مقابلے میں 22% اضافے کے ساتھ 456.2 ملین رہا (2023: 375.2 ملین)۔ گروپ ہیلتھ پریمیوم زرتعاون (بشمول تکافل گروپ ہیلتھ) گزشتہ سال کے اسی مدت کے مقابلے میں 69% اضافے کے ساتھ 1,042.7 ملین رہا (2023: 615.4 ملین)۔ سنگل پریمیوم زرتعاون انفرادی پالیسی گزشتہ سال کے اسی مدت کے تحریر کردہ 489.7 ملین کے مقابلے میں 3,206.7 ملین رہا۔ گزشتہ سال اسی مدت کے 60.6 ملین بعد از ٹیکس نفع کے مقابلے میں کمپنی کو اس سال 105.2 ملین بعد از ٹیکس کا نفع ہوا۔ کمپنی کے نفع کو بڑھانے کے لیے، مینجمنٹ بزنس کے حصول کی زیادہ لاگت اور کارپوریٹ لائف اور ہیلتھ پرائڈکٹس کی ری پرائسنگ کے معاملات کو دیکھ رہی ہے۔

ونڈ و تکافل آپریشنز

کمپنی کے وونڈ و تکافل آپریشنز کے زیر جائزہ سہ ماہی نتائج کا خلاصہ ذیل میں مذکور ہے:

پالیسی ہولڈرز فنڈ	2024 جون 30	2023 جون 30
	(روپے ہزاروں میں) (غیر آڈٹ شدہ)	
مجموعی زرتعاون	1,405,100	1,081,868
خالص زرتعاون	1,111,575	709,383
سرمایہ کاری آمدن	233,655	116,489
آپریٹنگ		
سرمایہ کاری آمدن	29,382	1,034
آپریٹنگ کا نقصان قبل از ٹیکس	(54,215)	(102,323)
آپریٹنگ کا نقصان بعد از ٹیکس	(37,408)	(72,659)

مستقبل کا منظر نامہ

گزشتہ دو سال کی رفتار اور اقدامات کی بدولت حاصل ہونے والی ترقی کے سفر کو جاری رکھتے ہوئے ہم کمپنی کو صحیح رخ پر چلانے کے وعدے پر قائم ہیں۔ ہماری شبانہ روز کاوشوں کی مقصد، ہمارے آنے والے کل کو آج سے بہتر بنانا ہے۔ ہماری مثبت حکمت عملیوں کی بدولت ہماری سٹیز اور نفع میں براہ راست اضافہ ہوا ہے اور ہماری پوری توجہ انہی حکمت عملیوں پر مرکوز رہے گی اور یہی ہماری کامیابی کی بنیاد ہے۔ ہمارا مقصد شیئر ہولڈرز اور پالیسی ہولڈرز کے نفع کو بڑھانا اور انہیں زیادہ قدر فراہم کرنا ہے۔ ہمارا ہدف محتاط اقدامات اور مینجمنٹ کے ذریعے راستے میں آنے والی رکاوٹوں کو ختم کر کے طویل المیعاد بڑھوتری اور کامیابیوں سے بھرپور فائدہ اٹھانا ہے۔

بورڈ آف ڈائریکٹرز اپنے آئی جی آئی لائف کے کسٹمرز اور بزنس پارٹنرز کے ممنون ہیں۔ ہم اپنے اسٹیک ہولڈرز کے کمپنی پر اعتماد اور اپنی کمپنی کے ملازمین کی قابل قدر اور انتھک محنت پر تہہ دل سے شکریہ ادا کرتے ہیں۔

منجانب بورڈ آف ڈائریکٹرز

S. Anwar

شمیم احمد خان

چیئرمین

بتاریخ: 21 اگست، 2024

A. Nadeem

علی ندیم

چیف ایگزیکٹو آفیسر

بتاریخ: 21 اگست، 2024



INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of IGI Life Insurance Limited
Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **IGI Life Insurance Limited** ("the Company") as at June 30, 2024 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement and notes to the financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review. The figures for the quarters ended June 30, 2024 and June 30, 2023 in the condensed interim profit and loss account and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Emphasis of Matter

We draw attention to note 15 to the interim financial statements describing the matter related to the provincial sales tax liability on premium charged to the policyholders in respect of health and life insurance. Our conclusion is not modified in respect of this matter.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is **Junaid Mesia**.

A.F. Ferguson & Co.
Chartered Accountants
Karachi
Dated: August 27, 2024
UDIN: RR202410611mfjoXaCWU

IGI LIFE INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2024

	(Un-audited) June 30, 2024	(Audited) December 31, 2023
Note	----- Rupees in 000 -----	
Assets		
Property and equipment	9 185,090	172,297
Intangible assets	9 357,430	346,542
Investments		
Listed securities	10 8,950,289	8,189,645
Government securities	11 19,264,259	14,988,498
Debt securities	12 299,985	299,990
	28,514,533	23,478,133
Loans secured against life insurance policies	201,427	195,945
Insurance / takaful / reinsurance / retakaful receivables	576,461	306,061
Other loans and receivables	544,694	533,611
Taxation - payments less provision	773,438	722,339
Deferred tax asset - net	528,459	552,892
Prepayments	57,125	37,744
Cash and bank	13 557,252	342,469
Total assets	<u>32,295,909</u>	<u>26,688,033</u>
Equity and liabilities		
Capital and reserves attributable to Company's equity holders		
Authorised share capital (300,000,000 (December 31, 2023: 300,000,000) ordinary shares of Rs. 10 each)	<u>3,000,000</u>	<u>3,000,000</u>
Issued, subscribed and paid-up capital	1,705,672	1,705,672
Ledger account C & D	(1,152,235)	(1,203,903)
Unappropriated profit	1,522,826	1,469,242
Deficit on revaluation of available for sale investments - net	(19,374)	(24,536)
Total equity	<u>2,056,889</u>	<u>1,946,475</u>
Liabilities		
Insurance liabilities [including policyholders' liabilities and ledger account A & B]	14 28,375,189	23,067,220
Outstanding claims	602,384	570,344
Retirement benefit obligations	29,679	29,679
Premium received in advance	68,268	95,532
Reinsurance / retakaful payables	274,607	171,697
Other creditors and accruals	868,372	776,699
Lease liability against right-of-use assets	20,521	30,387
Total liabilities	<u>30,239,020</u>	<u>24,741,558</u>
Total equity and liabilities	<u>32,295,909</u>	<u>26,688,033</u>
Contingencies and commitments	15	

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

MHE

S. Sankaran

Chairman

[Signature]

Director

[Signature]

Director

Al. Nadin

Chief Executive Officer

[Signature]

Chief Financial Officer

IGI LIFE INSURANCE LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2024

	Note	Half Year Ended		Quarter ended	
		June 30,	June 30,	June 30,	June 30,
		2024	2023	2024	2023
		-----Rupees in 000-----		-----Rupees in 000-----	
Gross premium / contribution revenue		6,533,987	3,344,813	3,285,473	1,566,235
Less: premium / contribution ceded to reinsurers / retakaful operators		193,222	145,420	95,630	54,806
Net premium / contribution revenue	16	<u>6,340,765</u>	<u>3,199,393</u>	<u>3,189,843</u>	<u>1,511,429</u>
Investment income	17	1,647,481	1,098,827	863,156	606,800
Net realised fair value gains on financial assets		292,787	60,954	232,174	53,583
Other income - net		125,522	83,888	35,448	69,891
		<u>2,065,790</u>	<u>1,243,669</u>	<u>1,130,778</u>	<u>730,274</u>
Net income		<u>8,406,555</u>	<u>4,443,062</u>	<u>4,320,621</u>	<u>2,241,703</u>
Insurance benefits		2,528,885	2,223,317	1,448,169	1,024,195
Recoveries from reinsurers / retakaful operators		(58,127)	(60,239)	(36,990)	(15,488)
Net insurance benefits	18	<u>2,470,758</u>	<u>2,163,078</u>	<u>1,411,179</u>	<u>1,008,707</u>
		<u>5,935,797</u>	<u>2,279,984</u>	<u>2,909,442</u>	<u>1,232,996</u>
Change in insurance liabilities (other than outstanding claims)		4,433,716	953,882	2,068,724	557,440
Acquisition expenses	19	936,084	887,237	531,216	439,169
Marketing and administration expenses	20	408,176	344,869	216,530	178,157
Other expenses	21	4,792	4,791	2,395	2,417
Total expenses		<u>5,782,768</u>	<u>2,190,779</u>	<u>2,818,865</u>	<u>1,177,183</u>
		<u>153,029</u>	<u>89,205</u>	<u>90,577</u>	<u>55,813</u>
Finance costs		2,679	3,865	937	1,968
Profit before tax		<u>150,350</u>	<u>85,340</u>	<u>89,640</u>	<u>53,845</u>
Income tax	22	(45,098)	(24,749)	(26,979)	(15,476)
Profit after tax		<u>105,252</u>	<u>60,591</u>	<u>62,661</u>	<u>38,369</u>
		-----Rupees-----		-----Rupees-----	
Earnings per share	23	<u>0.62</u>	<u>0.36</u>	<u>0.37</u>	<u>0.22</u>

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

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Chairman

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Director

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Director

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Chief Executive Officer

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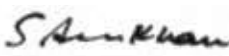
Chief Financial Officer

IGI LIFE INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2024

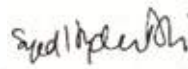
	Half Year Ended		Quarter ended	
	June 30,	June 30,	June 30,	June 30,
	2024	2023	2024	2023
	-----Rupees in 000-----		-----Rupees in 000-----	
Profit after tax	105,252	60,591	62,661	38,369
Other comprehensive income / (loss)				
Change in unrealised gain on available-for-sale financial assets	880,637	127,452	527,953	182,185
Less: taxation	(1,221)	500	3,410	(4,037)
Change in unrealised gain on available-for-sale financial assets - net of tax	879,416	127,952	531,363	178,148
Change in insurance liabilities - net	(874,254)	(122,792)	(537,743)	(161,808)
Other comprehensive income / (loss) for the period	5,162	5,160	(6,380)	16,340
Total comprehensive income for the period	110,414	65,751	56,281	54,709

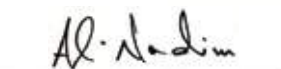
The annexed notes from 1 to 28 form an integral part of these condensed interim financial statements.

Attest


 Chairman


 Director


 Director


 Chief Executive Officer


 Chief Financial Officer

IGI LIFE INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED JUNE 30, 2024

Attributable to equity holders of the Company					
Share capital	Un-appropriated profit *	Ledger C & D account **	Capital reserve	Total	
			Deficit on revaluation of available for sale - investments net***		
-----Rupees in '000-----					
Balance as at December 31, 2022 (audited)	1,705,672	1,152,619	(1,029,780)	(88,124)	1,740,387
Total comprehensive income					
Profit for the half year ended June 30, 2023	-	24,582	36,009	-	60,591
Other comprehensive income for the half year ended June 30, 2023	-	-	-	5,160	5,160
	-	24,582	36,009	5,160	65,751
Balance as at June 30, 2023 (un-audited)	<u>1,705,672</u>	<u>1,177,201</u>	<u>(993,771)</u>	<u>(82,964)</u>	<u>1,806,138</u>
Total comprehensive income					
Profit for the half year ended December 31, 2023	-	41,408	40,700	-	82,108
Other comprehensive income for the half year ended December 31, 2023	-	-	(199)	58,428	58,229
	-	41,408	40,501	58,428	140,337
Appropriation of surplus from ledger D to Shareholder fund	-	250,633	(250,633)	-	-
Balance as at December 31, 2023 (audited)	<u>1,705,672</u>	<u>1,469,242</u>	<u>(1,203,903)</u>	<u>(24,536)</u>	<u>1,946,475</u>
Total comprehensive income					
Profit for the half year ended June 30, 2024	-	53,584	51,668	-	105,252
Other comprehensive income for the half year ended June 30, 2024	-	-	-	5,162	5,162
	-	53,584	51,668	5,162	110,414
Balance as at June 30, 2024 (un-audited)	<u>1,705,672</u>	<u>1,522,826</u>	<u>(1,152,235)</u>	<u>(19,374)</u>	<u>2,056,889</u>

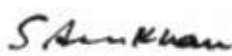
* This includes an amount of Rs. 50 million set aside by the Company in respect of Takaful operations.

** This represents reserve appropriated to shareholders.

*** This balance is net of related change in insurance liabilities.

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

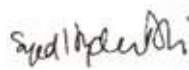
ATTEL



Chairman



Director



Director



Chief Executive Officer




Chief Financial Officer

IGI LIFE INSURANCE LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024

	Half Year ended	
	June 30, 2024	June 30, 2023
Note	-----Rupees in 000-----	
Operating cash flows		
(a) Underwriting activities		
Premiums received net of policy transfers	6,234,380	3,357,160
Reinsurance premium paid	(336,996)	(258,062)
Claims paid	(749,725)	(715,979)
Surrenders paid	(1,718,419)	(1,498,448)
Reinsurance recovery received	60,069	67,703
Commission paid	(409,263)	(385,281)
Commission received	41,884	34,923
Net cash inflow from underwriting activities	3,121,930	602,016
(b) Other operating activities		
Income tax paid	(72,985)	(70,077)
Marketing and administrative expenses paid	(873,702)	(724,246)
Other operating receipts	63,845	43,034
Loans advanced	6,702	(5,366)
Loan repayments received	-	768
Net cash outflow on other operating activities	(876,140)	(755,887)
Total cash inflow from / (outflow on) all operating activities	2,245,790	(153,871)
Investment activities		
Profit / return received	1,649,466	1,077,462
Dividend received	21,565	27,236
Payment for investments	(22,528,416)	(29,250,363)
Proceeds from disposal of investments	20,249,225	31,722,434
Proceeds from disposals of fixed assets	15,106	26,040
Capital work in progress	(7,178)	(53,010)
Fixed capital expenditure	(81,730)	-
Total cash (outflow on) / inflow from investing activities	(681,962)	3,549,799
Net cash inflow from all activities	1,563,828	3,395,928
Cash and cash equivalents at beginning of the period	2,902,409	3,767,513
Cash and cash equivalents at end of the period	13.2 4,466,237	7,163,441
Reconciliation to the profit and loss account		
Operating cash inflows / (outflows)	2,245,790	(153,871)
Depreciation and amortisation expenses	(57,704)	(63,105)
Gain on disposal of fixed assets	7,582	23,782
(Decrease) / increase in assets other than cash	(18,951)	2,906
(Increase) in liabilities	(4,914,692)	(1,070,216)
Investment income	2,793,734	1,291,223
Profit received on bank deposits	49,493	29,872
Profit after taxation	105,252	60,591

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

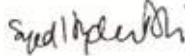
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Chairman



Director



Director



Chief Executive Officer



Chief Financial Officer

IGI LIFE INSURANCE LIMITED
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 IGI Life Insurance Limited ("the Company") was incorporated in Pakistan on October 9, 1994 as a public limited company under the Companies Ordinance, 1984 (now the Companies Act, 2017). Its shares are quoted on the Pakistan Stock Exchange Limited. The Company commenced its operations on May 25, 1995 after registration with the Controller of Insurance on April 30, 1995. The registered office of the Company is situated at 7th Floor, The Forum, Suite No. 701-713, G-20, Block 9, Khayaban-e-Jami, Clifton, Karachi. The registered office is also the principal office of the Company.
- 1.2 The Company is a subsidiary of IGI Holdings Limited ("Holding Company") which holds 82.69% (December 31, 2023: 82.69%) share capital of the Company.
- 1.3 The Company is engaged in life insurance, carrying on both participating and non-participating business. The Company is engaged in providing Shariah Compliant family takaful products as an approved window takaful operator. The Securities and Exchange Commission of Pakistan (SECP) has registered the Company as Pension Fund Manager under the Voluntary Pension System Rules, 2005 vide certificate of registration dated July 27, 2023.
- 1.4 In accordance with the requirements of the Insurance Ordinance, 2000, the Company established a Shareholders' Fund and Separate Statutory Funds, in respect of each class of life insurance and family takaful business. The Statutory Funds established by the Company, in accordance with the advice of the Appointed Actuary, are as follows:
- Life (participating)
 - Life (non-participating) – Individual
 - Life (non-participating) – Group
 - Accident & Health – Individual
 - Accident & Health – Group
 - Pension Business Fund
 - Investment Linked
 - Individual Family Takaful
 - Accident & Health Takaful – Individual
 - Group Family Takaful
 - Group Health Takaful

2 BASIS OF PREPARATION

These condensed interim financial statements have been presented in accordance with the requirements of the Insurance Rules, 2017 issued through S.R.O. 88 (I) / 2017 dated February 09, 2017 by the Securities and Exchange Commission of Pakistan (SECP).

The Securities and Exchange Commission of Pakistan (the SECP), in exercise of the powers conferred under Rule 11(1)(c) of the Takaful Rules, 2012, has imposed certain conditions vide its Circular No. 15 of 2019 dated November 18, 2019 on life insurers related to financial reporting of their window takaful operations. Under these conditions, the Life Insurers shall separately prepare financial statements for family takaful operations as if these are carried out by a Standalone Takaful Operator and shall be annexed with the insurer's annual / interim report (as applicable).

Accordingly, the Company has prepared and annexed to these financial statements, a standalone set of the financial statements for Window Takaful Operations of the Company, as if these are carried out by a Standalone Takaful Operator. This standalone set of financial statements for Window Takaful Operations of the Company is unaudited and un-reviewed and are being submitted in compliance with the conditions imposed by the SECP as detailed above.

2.1 Statement of compliance

- 2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards comprise of:
- Accounting Standards (IAS 34) 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, Insurance Ordinance, 2000, Insurance Rules 2017, Insurance Accounting Regulations, 2017 and 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 shall prevail.

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- 2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended December 31, 2023.
- 2.1.3 These condensed interim financial statements are unaudited and are being submitted to shareholders in accordance with the Pakistan Stock Exchange Limited Regulations and section 237 of the Companies Act, 2017.
- 2.1.4 The comparative statement of financial position presented in these condensed interim financial statements as at December 31, 2023 has been extracted from the audited financial statements of the Company for the year ended December 31, 2023. The comparative condensed interim profit and loss account, the condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement for the half year ended June 30, 2023 have been extracted from the condensed interim financial statements of the Company for the half year then ended which were subject to review but not audited. The comparative condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended June 30, 2023 and June 30, 2024 are also included in these condensed interim financial statements which were not subject to review.

3 BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared on historical cost convention except for certain investments which are carried at fair value and obligations in respect of defined benefit obligation is carried at present value.

4 FUNCTIONAL AND PRESENTATION CURRENCY

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Company operates. These condensed interim financial statements are presented in Pakistani rupees, which is the Company's functional and presentation currency.

5 MATERIAL ACCOUNTING POLICIES INFORMATION

The material accounting policies applied in the preparation of these condensed interim financial statements are same as those applied in the preparation of financial statements of the Company for the year ended December 31, 2023.

5.1 Standards, interpretations of and amendments to the accounting and reporting standards that are effective in the current period:

There are certain new and amended standards and interpretations that are mandatory for the Company's accounting period beginning on or after January 1, 2024, but are considered not to be relevant or do not have any significant effect on the Company's operations and are therefore not detailed in these condensed interim financial statements.

5.2 Standards, interpretations of and amendments to the accounting and reporting standards that are not yet effective:

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Company's accounting period beginning on January 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Company's condensed interim financial statements except for:

- 5.2.1 IFRS 17 - 'Insurance contracts' has been notified by the IASB to be effective for annual periods beginning on or after January 1, 2023. However, the Securities and Exchange Commission of Pakistan through S.R.O. 1715 (1)/2023 has directed companies engaged in insurance and reinsurance business for application of IFRS 17 for periods beginning on or after January 1, 2026.
- 5.2.2 The management has opted temporary exemption from the application of IFRS 9 as allowed by International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance / takaful. Further details relating to temporary exemption from the application of IFRS 9 is given in note 8 to these condensed interim financial statements.
- 5.2.3 There are certain other new and amended standards, interpretations, but are considered not to be relevant or do not have any significant effect on the Company's operations and are therefore not detailed in these condensed interim financial statements.

6 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimating uncertainty were the same as those applied to the annual audited financial statements for the year ended December 31, 2023. The Company intends to have an actuarial valuation in respect of staff retirement benefit plan for 2024 conducted at the year end. Hence actuarial gains / losses for the six months ended June 30, 2024 are not quantifiable and are also considered immaterial by the management. Accordingly the resulting impact has not been accounted for in these condensed interim financial statements.

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7 INSURANCE AND FINANCIAL RISK MANAGEMENT

The Company's insurance and financial risk management objectives and policies are consistent with those disclosed in the annual financial statements as at and for the year ended December 31, 2023.

8 TEMPORARY EXEMPTION FROM APPLICATION OF IFRS 9

As an insurance company, the management has opted temporary exemption from the application of IFRS 9 as allowed by the International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Additional disclosures, as required by the IASB, for being eligible to apply the temporary exemption from the application of IFRS 9 are given in note 8.1 below:

8.1 Fair value of financial assets as at June 30, 2024 and change in the fair values during the half year ended June 30, 2024:

Financial assets with contractual cash flows that meet the SPPI criteria, excluding those held for trading	Note	(Un-audited) June 30, 2024	(Audited) December 31, 2023
----- Rupees in 000 -----			
<i>Pakistan Investment Bonds - available for sale (refer note 11)</i>			
Opening fair value		4,553,588	4,775,838
Additions / (disposals) during the period		239,078	(236,394)
Increase in fair value		89,235	14,144
Closing fair value		<u>4,881,901</u>	<u>4,553,588</u>
<i>Market Treasury Bills - available for sale (refer note 11)</i>			
Opening fair value		10,023,616	6,808,483
Additions during the period		3,353,901	3,178,293
Increase in fair value		24,887	36,840
Closing fair value		<u>13,402,404</u>	<u>10,023,616</u>
<i>GOP Ijarah Sukuk - available for sale (refer note 11)</i>			
Opening fair value		411,294	278,074
Additions during the period		576,830	125,162
(Decrease) / increase in fair value		(8,170)	8,058
Closing fair value		<u>979,954</u>	<u>411,294</u>
<i>Debt Securities - available for sale (refer note 12)</i>			
Opening fair value		299,990	600,000
Disposals during the period		(5)	(300,010)
Closing fair value		<u>299,985</u>	<u>299,990</u>
Financial assets that do not meet the SPPI criteria			
<i>Mutual funds - available for sale (refer note 10)</i>			
Opening fair value		8,189,645	6,039,945
Additions during the period		1,249,263	775,071
(Decrease) / increase in fair value		(488,619)	1,374,629
Closing fair value		<u>8,950,289</u>	<u>8,189,645</u>
9 PROPERTY AND EQUIPMENT			
Tangible assets (including right-of-use-assets)		181,498	168,905
Capital work-in-progress		3,592	3,392
		<u>185,090</u>	<u>172,297</u>
Intangible assets		357,430	346,542
	9.1	<u>542,520</u>	<u>518,839</u>

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Note	(Un-audited)	(Audited)
	June 30, 2024	December 31, 2023
----- Rupees in 000 -----		
9.1 Opening net book value	511,633	525,082
Add: additions during the period / year		
- Leasehold improvements	3,527	5,930
- Furniture and fixtures	-	222
- Office equipment	7,423	1,285
- Computer equipment	5,935	4,783
- Motor vehicles - owned	33,160	21,183
- Right-of-use assets	-	15,400
- Software and licenses	31,685	81,532
	81,730	130,335
Less: net book value of disposals		
- Leasehold improvements	102	911
- Furniture and fixtures	2,626	2,399
- Office equipment	1,334	2,039
- Computer equipment	31	16
- Motor vehicles - owned	-	472
- Right-of-use assets	3,430	11,302
	7,523	17,139
Less: depreciation and amortisation for the period / year	57,704	126,645
Closing net book value	528,136	511,633
Add: capital work-in-progress		
- Advance against civil works	3,592	3,392
- Advance against software	10,792	3,814
	542,520	518,839

(Un-audited)			(Audited)		
June 30, 2024			December 31, 2023		
Carrying amount	Market value	Surplus / (deficit) on revaluation of investments	Carrying amount	Market value	Surplus / (deficit) on revaluation of investments
----- Rupees in 000 -----					

10 INVESTMENTS IN EQUITY SECURITIES

Available for sale

Mutual Funds	8,165,994	8,950,289	784,295	6,916,731	8,189,645	1,272,914
	<u>8,165,994</u>	<u>8,950,289</u>	<u>784,295</u>	<u>6,916,731</u>	<u>8,189,645</u>	<u>1,272,914</u>

11 INVESTMENTS IN GOVERNMENT SECURITIES

Available for sale

Pakistan Investment Bonds 11.1 & 11.2	5,124,620	4,881,901	(242,719)	4,885,542	4,553,588	(331,954)
Market Treasury Bills 11.3	13,358,285	13,402,404	44,119	10,004,384	10,023,616	19,232
GOP Ijarah Sukuk 11.4	981,136	979,954	(1,182)	404,306	411,294	6,988
	<u>19,464,041</u>	<u>19,264,259</u>	<u>(199,782)</u>	<u>15,294,232</u>	<u>14,988,498</u>	<u>(305,734)</u>

11.1 The effective yield on Pakistan Investment Bonds ranges from 7.50% to 24.01% (December 31, 2023: 7.50% to 23.57%) per annum. The market yield ranges from 15.64% to 20.58% (December 31, 2023: 15.79% to 21.36%) per annum. These are due to mature by August, 2029.

11.2 The Company has deposited 10 years Pakistan Investment Bonds having face value amounting to Rs.193 million (December 31, 2023: Rs. 193 million) with the State Bank of Pakistan under section 29 of the Insurance Ordinance, 2000.

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11.3 The effective yield on Market Treasury Bills ranges from 18.45% to 22.95% (December 31, 2023: 21.00% to 22.95%) per annum. The market yield ranges from 18.72% to 20.58% (December 31, 2023: 21.29% to 21.49%) per annum. These are due to mature by June, 2025.

11.4 The effective yield on GOP Ijarah Sukuk ranges from 17.21% to 24.59% (December 31, 2023: 20.33% to 23.71%) per annum and are due to mature by April, 2025.

12 INVESTMENTS IN DEBT SECURITIES

Note	(Un-audited)			(Audited)			
	June 30, 2024			December 31, 2023			
	Carrying amount	Market value	Surplus / (deficit) on revaluation of investments	Carrying amount	Market value	Surplus / (deficit) on revaluation of investments	
	-----Rupees in 000-----						
Available for sale Listed Term Finance Certificates	12.1	299,985	299,985	-	299,990	299,990	-
		<u>299,985</u>	<u>299,985</u>	<u>-</u>	<u>299,990</u>	<u>299,990</u>	<u>-</u>

12.1 The effective yield on term finance certificates ranges from 21.81% to 24.47% (December 31, 2023: 22.94% to 24.47%) per annum and are due to mature by September, 2049.

Note	(Un-audited)	(Audited)	
	June 30, 2024	December 31, 2023	
----- Rupees in 000 -----			
13 CASH AND BANK			
Cash in hand	832	535	
Cash at bank - Savings accounts	13.1	556,420	341,934
	<u>557,252</u>	<u>342,469</u>	

13.1 These savings accounts carry mark-up rate ranges from 19.0% to 20.5% per annum (December 31, 2023: 14.5% to 20.5%).

Note	(Un-audited)	(Audited)	
	June 30, 2024	December 31, 2023	
----- Rupees in 000 -----			
13.2 Cash and cash equivalents			
Cash and bank balances	13	557,252	342,469
Treasury Bills (with original maturity of less than 3 months)		3,908,985	2,559,940
		<u>4,466,237</u>	<u>2,902,409</u>

Note	(Un-audited)	(Audited)	
	June 30, 2024	December 31, 2023	
----- Rupees in 000 -----			
14 INSURANCE LIABILITIES			
Incurred but not reported claims		167,755	151,173
Investment component of unit-linked and account value policies		17,554,220	14,210,116
Liabilities under individual conventional insurance contracts		7,611,504	6,518,733
Liabilities under group insurance contracts		658,760	438,498
Other insurance liabilities		1,547,809	1,086,316
Ledger account A and B		835,141	662,384
		<u>28,375,189</u>	<u>23,067,220</u>

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15 CONTINGENCIES AND COMMITMENTS

- 15.1 With effect from November 1, 2018, the Punjab Revenue Authority (PRA), withdrew the exemption on both, life and health insurance, and subjected the same to the levy of Punjab Sales Tax (PST). Previously, the Sindh Revenue Board (SRB) had withdrawn similar exemptions granted in Sindh. However, during 2019, the Sindh Revenue Board, vide notification no. SRB 3-4/5/2019 dated May 8, 2019, restored the exemption on both, life and health insurance business upto June 30, 2019.

Further, the SRB, vide its notifications SRB-3-4/16/2019, SRB-3-4/14/2020, SRB-3-4/17/2021 and SRB-3-4/1 9/2022 extended the exemption to health insurance upto June 30, 2023. For individual life insurance, the SRB prescribed a reduced rate of 3% on gross premium written. The exemption to Group Life insurance lapsed on June 30, 2019. Hence, Group Life Insurance was made taxable at the full rate of 13%. The SRB, however, vide its notification SRB-3-4/13/2020 dated June 22, 2020, provided exemptions to Individual Life and Group Life Insurance subject to e-deposit of sales tax payable thereon, as were provided or rendered during the period from July 1, 2019 till June 30, 2020. The Company, however, has not availed this exemption.

With effect from April 2, 2020, in Punjab, the Government of the Punjab (Finance department), as part of COVID relief, amended Second Schedule to the Punjab Sales Tax on Services Act, 2012 and changed sales tax rates on health and life insurance to 0% without input tax adjustment for the period from notification's effective date till June 30, 2020. This tax exemption is however retained only in case of Individual Health Insurance through the Punjab Finance Act, 2020 which is effective from July 1, 2020.

The Insurance Association of Pakistan (IAP) had taken up the matter extensively with PRA and SRB for restoration of the exemptions that were withdrawn, besides seeking legal advice. The legal advisors of the IAP/Company have confirmed the contention of the Company that insurance is not a service, but infact, 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.

The legal advisors have also raised the important question of constitutionality of the levy of provincial sales tax on life insurance, which is a Federal subject, and have expressed the view that under Article 142 of the Constitution of Pakistan, only those matters which are not enumerated in the Federal Legislative List, may be legislated upon by the provinces. In their view, since the Federation has retained a legislative mandate over all laws relating to insurance, therefore, only the Federation is entitled to levy any tax in relation to insurance business.

Without prejudice to the main contentions as stated above, even otherwise, the legal advisors have expressed in their opinions a further flaw in the context of the manner in which the entire premium payment, i.e. Gross Written Premium (GWP) is being charged to the levy of provincial sales tax. This is despite the fact that there are two distinct elements of GWP (i) the amount allocated towards the policyholders' investment, which belongs to them and (ii) the difference between the GWP charged and the investment amount allocated. Thus, in their view, if the entire GWP is subjected to provincial sales tax, then this is akin to a direct tax on policyholders, in the nature of income tax, wealth tax, or capital value tax, all of which fall exclusively within the domain of Federal Legislature.

Based on the above contentions, the Company and other life insurance / health insurance companies challenged the levy of PST on life and health insurance in the Punjab through a writ petition in the Honourable Lahore High Court (LHC) in September 2019. Subsequent to the filing of the petition, in October 2019, the PRA issued a show cause notice to the Company and other life insurance companies, attempting to levy PST on the Pan Pakistan GWP, i.e. beyond their jurisdiction, and for the entire calendar year 2018, besides other inaccuracies. The Company and other life insurance companies have filed further writ petitions in the Honourable Lahore High Court against the same. The petition is pending adjudication.

In Sindh, extensive discussions were held at the collective level of IAP with the SRB for the restoration of exemption on life insurance, which remained inconclusive. In November 2019, the Company, and other life insurance companies received show cause notices from the SRB, requiring the companies to deposit the SST on life insurance. Based on the same contentions as PST, the Company and other life insurance companies, have filed a petition in the Honourable Sindh High Court (SHC) in November 2019, challenging the levy of SST. The Honourable SHC, in their interim order dated December 2, 2019, directed that the request of the petitioners, seeking exemption in terms of Section 10 of the SST Act, 2011, shall be considered by the SRB in accordance with the law. The petition is pending adjudication. Further, the Company along with other life Insurance companies has filed a writ petition in the honorable Sindh High Court challenging the vires of the applicability of sales tax on health insurance.

In January 2020, the SRB, PRA and BRA invited the 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 the Chairman SRB, and will continue its efforts to convince the provincial revenue authorities about the merits of the case.

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During the hearing conducted in December, 2020, the Honorable Sindh High Court observed that one of the grounds in the petition is that "insurance" is a federal subject. On this basis, the Honourable Court was of the view that the Federation of Pakistan ought to be made a party. The Honourable Court therefore directed to amend the title of the petition, impleading the Federation as a Party, which has been duly done.

The legal advisors, in their opinion, have expressed the view that the Company has a reasonably strong case on the merits of the petitions filed in both, the Honorable Lahore High Court and Honorable Sindh High Court, against the imposition of the provincial sales taxes on life and health insurance in the Punjab and Sindh also.

Had the sales tax liability on life insurance and health insurance premium been recorded, the profit after tax would have decreased by Rs. 674.290 million (December 31, 2023: Rs 539.619 million) while sales tax liability as at June 30, 2024 would have been higher by Rs. 1,105.393 million (December 31, 2023: Rs. 884.621 million).

15.2 There were no significant contingencies and commitments other than described above.

16 NET PREMIUM / CONTRIBUTION REVENUE

Gross premiums / contribution:

Regular premium / contribution individual policies*

	------(Un-audited)----- For the half year ended	
	June 30, 2024	June 30, 2023
-----Rupees in 000-----		
First year	490,911	632,394
Second year renewal	387,501	429,786
Subsequent year renewal	949,930	802,326

Single premium / contribution individual policies	3,206,792	489,693
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Group policies without cash value	1,498,853	990,614
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Total gross premiums / contribution	6,533,987	3,344,813
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Less: reinsurance premium / contribution ceded

On individual life first year business	21,984	18,742
On individual life second year business	13,976	12,539
On individual life renewal business	35,920	31,281
On single premium policies	885	911
On individual accident and health first year	2,044	1,156
On group policies	160,297	115,714
Less: commission from reinsurers	(41,884)	(34,923)
	193,222	145,420

Net premium / contribution	6,340,765	3,199,393
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* Individual policies are those underwritten on an individual basis and include joint life policies underwritten as such.

17 INVESTMENT INCOME

	------(Un-audited)----- For the half year ended	
	June 30, 2024	June 30, 2023
-----Rupees in 000-----		
Return on government securities	1,557,261	1,010,700
Amortisation of discount	33,878	22,476
Dividend income	21,565	27,236
Profit on debt securities	34,777	38,415
	1,647,481	1,098,827

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------(Un-audited)-----	
For the half year ended	
June 30, 2024	June 30, 2023
-----Rupees in 000-----	

18 NET INSURANCE BENEFITS

Gross claims

Claims under individual policies

By death	85,926	94,153
By maturity	4,892	3,030
By surrender	1,713,527	1,495,418

Total gross individual policy claims	1,804,345	1,592,601
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Claims under group policies

by death	176,404	167,415
by insured event other than death	518,136	402,301
experience refund	30,000	61,000

Total gross group policy claims	724,540	630,716
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Total gross policy claims	2,528,885	2,223,317
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Less: reinsurance recoveries

On individual life claims	40,812	26,434
On group life claims	17,315	33,805
	58,127	60,239

Net insurance benefit expense	2,470,758	2,163,078
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19 ACQUISITION EXPENSES

Remuneration to insurance intermediaries

on individual policies:

- Commission on first year premiums / contribution	181,963	241,532
- Commission on second year premiums / contribution	20,263	25,910
- Commission on subsequent renewal premiums / contribution	28,294	32,653
- Commission on single premiums / contribution	59,628	14,374
- Other benefits to insurance intermediaries	294,275	267,173
	584,423	581,642

Remuneration to insurance intermediaries on group policies:

- Commission	89,118	70,175
- Other benefits to insurance intermediaries	1,167	1,155
	90,285	71,330

Branch overheads:

- Salaries and other benefits	87,567	80,780
- Other operational cost	167,774	144,174
	255,341	224,954

Other acquisition cost :

- Policy stamps	6,035	9,311
	936,084	887,237

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		-----Un-audited-----	
		For the half year ended	
		June 30, 2024	June 30, 2023
		-----Rupees in 000-----	
20	MARKETING AND ADMINISTRATION EXPENSES		
	Salaries, allowances & other benefits	225,184	197,166
	Travelling expenses	9,764	7,886
	Directors fees	5,383	5,634
	Regulators fee	9,488	6,853
	Actuary's fees	5,810	7,434
	Legal and professional charges	5,277	2,465
	Advertisement and publicity	2,158	2,210
	Printing and stationery	3,023	3,005
	Depreciation and amortisation	57,704	63,105
	Rentals	9,912	8,313
	Vehicles and general repair and maintenance	17,125	5,963
	Utilities-electricity, water and gas	7,779	6,621
	Transportation	5,930	731
	Communication	5,231	2,887
	Consultancy fee	3,527	3,564
	Training and workshop	5,659	1,957
	Insurance	2,089	2,750
	Interest on premium deposit in advance	110	238
	Social security	591	667
	Entertainment	7,331	5,565
	Miscellaneous expenses	19,101	9,855
		<u>408,176</u>	<u>344,869</u>
21	OTHER EXPENSES		
	Auditors' remuneration	<u>4,792</u>	<u>4,791</u>
22	TAXATION		

As per Income Tax Ordinance, 2001, the current tax expense is chargeable to income attributable to shareholder's fund only. During the half year ended June 30, 2024, the shareholder's fund reflected a profit before tax of Rs. 75.470 million resulting in current tax amounting to Rs. 21.886 million.

The Income Tax Ordinance, 2000 requires insurance companies to charge tax on the surplus transferred to shareholder's fund. However, due to application of the Insurance Accounting Regulations, 2017, the surplus generated by statutory funds (other than participating fund) of the Company are also presented in profit and loss account on aggregate basis. Therefore the Company has recognised deferred tax of Rs. 517.669 million (December 31, 2023: Rs. 540.881 million) in this respect.

		-----Un-audited-----			
		Half year ended		Quarter ended	
		June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
		-----Rupees in 000-----			
23	EARNINGS PER SHARE				
	Basic / diluted earning per share				
	Profit for the period	<u>105,252</u>	<u>60,591</u>	<u>62,661</u>	<u>38,369</u>
		-----No of Shares-----			
	Weighted average number of ordinary shares	<u>170,567,200</u>	<u>170,567,200</u>	<u>170,567,200</u>	<u>170,567,200</u>
		----- (Rupees) -----			
	Earnings per share	<u>0.62</u>	<u>0.36</u>	<u>0.37</u>	<u>0.22</u>

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24 SEGMENT INFORMATION

Each class of business has been identified as a reportable segment. The following is a schedule of class of business wise assets, liabilities, revenues and results have been disclosed in accordance with the requirements of the Insurance Ordinance, 2000, the Insurance Rules, 2017 and the Insurance Accounting Regulations, 2017:

24.1 Revenue account by statutory funds

(In-audited)												
For half year ended June 30, 2024												
CONVENTIONAL - STATUTORY FUNDS							TAKAFUL - STATUTORY FUNDS				Total	
Life (Participating)	Life (Non-participating)		Investment Linked	Accident & Health		Pension Business Fund	Individual Family	Individual Accidental and Health	Group Family	Group Health		
	Individual	Group		Individual	Group							
..... Rupees in '000												
INCOME												
Premiums / contribution less reinsurances / retakaful	5,608	1,564,297	274,420	2,166,786	3,472	888,368	31,332	1,220,042	120	22,427	122,009	6,298,881
Net investment income	249,184	584,466	13,061	1,022,737	56	-	32,081	775,662	-	9,674	17,106	2,704,027
Other income - net	5,526	19,433	32,562	33,290	37	20,471	1,931	11,082	10	205	975	125,522
Total net income	260,318	2,168,196	320,043	3,222,813	3,565	908,839	65,344	2,006,786	130	32,306	140,090	9,128,430
CLAIMS AND EXPENDITURE												
Claims, including bonuses, net of reinsurance recoveries	134,108	404,078	174,245	657,355	(366)	458,430	16,777	568,358	-	14,844	42,929	2,470,758
Management expenses less recoveries	1,411	219,214	42,771	340,166	9,680	177,774	-	465,644	576	9,967	28,406	1,295,609
Total claims and expenditure	135,519	623,292	217,016	997,521	9,314	636,204	16,777	1,034,002	576	24,811	71,335	3,766,367
Excess / (shortage) of Income over claims and expenditure	124,799	1,544,904	103,027	2,225,292	(5,749)	272,635	48,567	972,784	(446)	7,495	68,755	5,362,063
Add: Policyholders' liabilities at beginning of the period	1,613,859	5,440,758	182,213	7,660,369	19,947	322,881	421,751	6,776,244	2,259	(35,244)	(201)	22,404,836
Less: Policyholders' liabilities at end of the period	(1,565,901)	(6,969,111)	(170,573)	(9,961,348)	(19,352)	(530,935)	(468,297)	(7,830,977)	(1,390)	34,552	(56,717)	(27,540,049)
Movement in policyholders' liabilities	47,958	(1,528,353)	11,640	(2,300,979)	595	(208,054)	(46,546)	(1,054,733)	869	(692)	(56,918)	(5,135,213)
Surplus / (deficit) before tax	172,757	16,551	114,667	(75,687)	(5,154)	64,581	2,021	(81,949)	423	6,803	11,837	226,850
Taxation	-	(4,373)	(40,078)	23,479	1,599	(20,020)	(626)	24,698	(131)	(2,739)	(5,021)	(23,212)
Surplus / (deficit) after tax	172,757	12,178	74,589	(52,208)	(3,555)	44,561	1,395	(57,251)	292	4,064	6,816	203,638
Movement in policyholders' liabilities	(47,958)	1,528,353	(11,640)	2,300,979	(595)	208,054	46,546	1,054,733	(869)	692	56,918	5,135,213
Transfers (to) or from shareholders' fund												
- Capital contributions from shareholders' fund	-	-	-	-	-	-	-	108,349	-	-	-	108,349
- Qard-e-Hasna from Operators' Sub Fund to PTF	-	-	-	-	-	-	-	-	-	-	-	-
- Qard-e-Hasna received from PTF to Operators' Sub Fund	-	-	-	-	-	-	-	-	-	-	-	-
- Capital returned to shareholder's fund	-	-	(150,000)	-	-	-	-	-	-	-	-	(150,000)
- Surplus appropriated to shareholders' fund	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	(150,000)	-	-	-	-	108,349	-	-	-	(41,651)
Balance of statutory fund at beginning of the period	2,276,243	5,925,609	442,476	7,535,045	6,128	467,057	435,751	6,525,474	7,354	13,762	77,551	23,712,450
Balance of statutory fund at end of the period	2,401,042	7,466,140	355,425	9,783,816	1,978	719,672	483,692	7,631,305	6,777	18,518	141,285	29,009,650
Represented by:												
Capital contributed by shareholders' fund	-	-	-	691,392	49,014	161,147	6,000	706,399	4,095	42,200	155,889	1,816,136
Policyholders' liabilities / PTF	1,565,901	6,969,111	170,573	9,961,348	19,352	530,935	468,297	7,830,977	1,390	(34,552)	56,717	27,540,049
Retained earnings attributable to policyholders (Ledger Account A)	786,683	-	-	-	-	-	-	-	-	-	-	786,683
Retained earnings on par business attributable to shareholders - undistributable (Ledger Account B)	48,458	-	-	-	-	-	-	-	-	-	-	48,458
Retained earnings on other than participating business (Ledger Account D) / PTF	-	492,384	184,840	(868,987)	(56,390)	27,590	9,395	(906,878)	1,292	10,831	(71,334)	(1,187,257)
Revaluation surplus on revaluation of available for sale investments	-	4,645	12	63	2	-	-	807	-	39	13	5,581
BALANCE OF STATUTORY FUND	2,401,042	7,466,140	355,425	9,783,816	1,978	719,672	483,692	7,631,305	6,777	18,518	141,285	29,009,650

(Un-audited)											
For half year ended June 30, 2023											
CONVENTIONAL - STATUTORY FUNDS							TAKAFUL - STATUTORY FUNDS				Total
Life (Participating)	Life (Non-participating)		Investment Linked	Accident & Health		Pension Business Fund	Individual Family	Individual Accidental and Health	Group Family	Group Health	
	Individual	Group		Individual	Group						

..... Rupees in '000

INCOME

Premiums / contribution less reinsurances / retakaful	7,059	410,504	248,469	865,684	3,186	555,265	28,667	1,002,541	596	11,972	30,527	3,164,470
Net investment income	153,269	314,983	9,892	429,519	8	-	17,542	312,407	-	2,174	6,087	1,245,881
Other income - net	4,812	10,178	3,279	32,018	39	14,228	1,697	17,069	11	193	365	83,889
Total net income	165,140	735,665	261,640	1,327,221	3,233	569,493	47,906	1,332,017	607	14,339	36,979	4,494,240

CLAIMS AND EXPENDITURE

Claims, including bonuses, net of reinsurance recoveries	97,248	435,200	181,585	623,987	1,701	379,063	-	408,031	-	13,025	23,238	2,163,078
Policy transfers to other statutory funds	-	-	-	-	-	-	-	-	-	-	-	-
Management expenses less recoveries	10,201	193,214	48,094	300,259	8,448	132,913	-	465,307	798	12,625	23,262	1,195,121
Total claims and expenditure	107,449	628,414	229,679	924,246	10,149	511,976	-	873,338	798	25,650	46,500	3,358,199

Excess / (shortage) of income over claims and expenditure

	57,691	107,251	31,961	402,975	(6,916)	57,517	47,906	458,679	(191)	(11,311)	(9,521)	1,136,041
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Add: Policyholders' liabilities at beginning of the period Less: Policyholders' liabilities at end of the period Movement in policyholders' liabilities

	1,562,449	5,092,807	165,940	5,472,909	17,861	302,137	355,811	4,719,947	3,291	(30,717)	(19,185)	17,643,250
	(1,543,755)	(5,051,553)	(140,520)	(5,968,808)	(14,962)	(319,332)	(402,020)	(5,268,035)	(2,086)	43,750	23,782	(18,643,539)
	18,694	41,254	25,420	(495,899)	2,899	(17,195)	(46,209)	(548,088)	1,205	13,033	4,597	(1,000,289)

Surplus / (deficit) before tax

	76,385	148,505	57,381	(92,924)	(4,017)	40,322	1,697	(89,409)	1,014	1,722	(4,924)	135,752
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Taxation

	-	(41,215)	(19,177)	27,025	1,167	(11,693)	(492)	27,219	(294)	(155)	2,907	(14,708)
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Surplus / (deficit) after tax

	76,385	107,290	38,204	(65,899)	(2,850)	28,629	1,205	(62,190)	720	1,567	(2,017)	121,044
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Movement in policyholders' liabilities

	(18,694)	(41,254)	(25,420)	495,899	(2,899)	17,195	46,209	548,088	(1,205)	(13,033)	(4,597)	1,000,289
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Transfers (to) or from shareholders' fund

- Capital contributions from shareholders' fund
- Qard-e-Hasna from Operators' Sub Fund to PTF
- Qard-e-Hasna received from PTF to Operators' Sub Fund
- Capital returned to shareholder's fund
- Surplus appropriated to shareholders' fund

	-	-	-	-	5,214	-	-	-	-	6,000	-	11,214
	-	-	-	-	-	-	-	-	-	(6,000)	-	(6,000)
	-	-	-	-	-	-	-	-	-	6,000	-	6,000
	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	5,214	-	-	-	-	6,000	-	11,214

Balance of statutory fund at beginning of the period

	2,078,224	5,635,062	314,603	5,368,342	869	292,243	367,636	4,516,808	8,050	7,665	45,650	18,635,152
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Balance of statutory fund at end of the period

	2,135,915	5,701,098	327,387	5,798,342	334	338,067	415,050	5,002,706	7,565	2,199	39,036	19,767,699
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Represented by:

Capital contributed by shareholders' fund	-	-	150,000	584,831	47,214	32,057	6,000	555,148	4,095	42,200	151,554	1,573,099
Policyholders' liabilities / PTF	1,543,755	5,051,553	140,520	5,968,808	14,962	319,332	402,020	5,268,035	2,086	(43,750)	(23,782)	18,643,539
Retained earnings attributable to policyholders (Ledger Account A)	558,363	-	-	-	-	-	-	-	-	-	-	558,363
Retained earnings on par business attributable to shareholders - undistributable (Ledger Account B)	33,797	-	-	-	-	-	-	-	-	-	-	33,797
Retained earnings on other than participating business (Ledger Account D) / PTF	-	666,526	37,797	(750,243)	(61,694)	(13,322)	7,030	(816,583)	1,384	2,873	(93,069)	(1,019,301)
Revaluation surplus / (deficit) on revaluation of available for sale investments	-	(16,981)	(930)	(5,054)	(148)	-	-	(3,894)	-	876	4,333	(21,798)

BALANCE OF STATUTORY FUND

	2,135,915	5,701,098	327,387	5,798,342	334	338,067	415,050	5,002,706	7,565	2,199	39,036	19,767,699
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24.2 Condensed Interim Statement of Financial Position by Segment

	----- Un-audited -----			----- Audited -----		
	June 30, 2024			December 31, 2023		
	Shareholders Fund	Statutory Funds	Total	Shareholders Fund	Statutory Funds	Total
	----- Rupees in 000 -----			----- Rupees in 000 -----		
Assets						
Property and equipment	54,873	130,217	185,090	20,300	151,997	172,297
Intangible assets	10,792	346,638	357,430	-	346,542	346,542
Investments						
Mutual funds	-	8,950,289	8,950,289	-	8,189,645	8,189,645
Government securities	329,478	18,934,781	19,264,259	320,132	14,668,366	14,988,498
Debt securities	-	299,985	299,985	-	299,990	299,990
Loans secured against life insurance policies	-	201,427	201,427	-	195,945	195,945
Insurance / takaful / reinsurance / retakaful receivables	-	576,461	576,461	-	306,061	306,061
Other loans and receivables	71,240	473,454	544,694	52,770	480,841	533,611
Taxation - payments less provision	773,438	-	773,438	722,339	-	722,339
Deferred tax asset - net	528,459	-	528,459	552,892	-	552,892
Prepayments	10,364	46,761	57,125	2,208	35,536	37,744
Cash and bank	832	556,420	557,252	535	341,934	342,469
Total assets	1,779,476	30,516,433	32,295,909	1,671,176	25,016,857	26,688,033
Liabilities						
Insurance liabilities [including policyholders' liabilities and ledger account A & B]	-	28,375,189	28,375,189	-	23,067,220	23,067,220
Outstanding claims	-	602,384	602,384	-	570,344	570,344
Retirement benefit obligations	29,679	-	29,679	29,679	-	29,679
Premium received in advance	-	68,268	68,268	-	95,532	95,532
Reinsurance / retakaful payables	-	274,607	274,607	-	171,697	171,697
Other creditors and accruals	292,464	575,908	868,372	309,867	466,832	776,699
Liabilities against right-of-use assets	20,521	-	20,521	30,387	-	30,387
Total liabilities	342,664	29,896,356	30,239,020	369,933	24,371,625	24,741,558

25 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of Holding Company, associated companies, retirement benefit funds, directors and key management personnel of the Company. Remuneration to the key personnel is determined in accordance with the terms of their appointments. All transactions involving related parties arise in the normal course of business. Transactions with the key management personnel are made under their terms of employment / entitlements. Contributions to the employee retirement benefits are made in accordance with the terms of employee retirement benefit schemes and actuarial advice.

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

	----- (Un-audited) -----							
	For the half year ended June 30							
	Holding Company		Post Employment Benefit Plans		Key Management Personnel		Other Related Parties	
2024	2023	2024	2023	2024	2023	2024	2023	
----- (Rupees in '000) -----								
Transactions								
Premium underwritten	-	1,663	-	-	-	-	126,285	99,208
Premium paid for general insurance	-	-	-	-	-	-	1,818	1,047
Claims paid	1,089	5,284	-	-	-	-	48,778	41,321
Charge for administrative services received	3,000	3,000	-	-	-	-	74,356	54,613
Charge for administrative services provided	25	1,673	-	-	-	-	20,678	25,368
Rent expense	-	-	-	-	-	-	12,959	14,636
Remuneration paid	-	-	-	-	178,370	91,917	-	-
Charged in respect of employees gratuity fund	-	-	9,500	8,594	-	-	-	-
Charge in respect of provident fund	-	-	3,799	4,402	-	-	-	-

Holding Company		Post Employment Benefit Plans		Key Management Personnel		Other Related Parties	
June 30, 2024	December 31, 2023	June 30, 2024	December 31, 2023	June 30, 2024	December 31, 2023	June 30, 2024	December 31, 2023
(un-audited)	(audited)	(un-audited)	(audited)	(un-audited)	(audited)	(un-audited)	(audited)

(Rupees in '000)

Balances

Payable for group shared services	8,492	5,517	-	-	-	-	2,281	57,755
Premium receivable	-	-	-	-	-	-	19,675	352
Payable to employee gratuity fund	-	-	29,679	29,679	-	-	-	-
Payable to employee provident fund	-	-	3,397	3,147	-	-	-	-

26 FAIR VALUES OF FINANCIAL ASSETS AND LIABILITIES

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

Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

Fair value of investments is determined as follows:

- Fair value of listed equity securities is determined on the basis of closing market prices quoted on the Pakistan Stock Exchange.
- Fair value of mutual funds is determined on the basis of closing net assets value (NAV) per unit published by Mutual Fund Association of Pakistan (MUFAP).
- Fair values of Treasury Bills and Pakistan Investment Bonds are derived using the PKRV rates (Reuters page).
- The fair value of all other financial assets and financial liabilities of the Company approximate their carrying amounts due to short term maturities of these instruments.

26.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Company to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: fair value measurements using quoted price (unadjusted) in an active market 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 measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at June 30, 2024 and December 31, 2023, the Company held the following financial instruments measured at fair value:

	-----Un-audited-----		
	As at June 30, 2024		
	Level 1	Level 2	Level 3
	----- Rupees in 000-----		
Assets carried at fair value			
Available-for-sale investments	-	28,514,533	-
	-----Audited-----		
	As at December 31, 2023		
	Level 1	Level 2	Level 3
	----- Rupees in 000-----		
Assets carried at fair value			
Available-for-sale investments	-	23,478,133	-

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27 GENERAL

All figures have been rounded off to the nearest of thousand rupees, except otherwise stated.

28 DATE OF AUTHORISATION FOR ISSUE

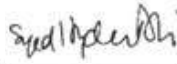
These condensed interim financial statements were authorised for issue on August 21, 2024 by the Board of Directors of the Company.



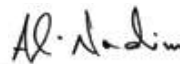
Chairman



Director



Director



Chief Executive Officer



Chief Financial Officer

IGI

Life | Window Takaful Operations



**Condensed Interim Financial Statements (Window
Takaful Operation)**

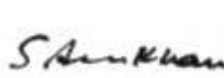
For the half year ended June 30, 2024

IGI LIFE INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT JUNE 30, 2024

	As at			As at
	June 30, 2024			December 31, 2023
	Operator sub fund	Policyholders fund	Total	Total
Note	Rupees in 000			
Assets				
Property and equipment	30,268	-	30,268	41,103
Investments				
Mutual funds	640,405	6,822,448	7,462,853	6,570,887
Government Securities	-	488,005	488,005	168,747
Listed Securities	-	-	-	-
Term deposits	-	-	-	-
	640,405	7,310,453	7,950,858	6,739,634
Takaful / retakaful receivables	-	49,368	49,368	15,639
Other loans and receivables	71,018	-	71,018	82,815
Taxation - payments less provision	-	-	-	-
Deferred tax asset - net	-	-	-	-
Prepayments	6,976	-	6,976	9,871
Cash and bank	-	69,987	69,987	33,756
Total assets	748,667	7,429,808	8,178,475	6,922,818
Equity and liabilities				
Equity and reserves				
Waqf Ceded Money	-	500	500	500
Capital contributed	908,083	-	908,083	799,734
Ledger account C & D	(966,088)	-	(966,088)	(928,680)
Surplus / (deficit) on revaluation of available for sale investments	859	-	859	9,530
Total equity	(57,146)	500	(56,646)	(118,916)
Liabilities				
Insurance liabilities [including policyholders' liabilities and profit retained in waqf]	49,591	7,804,940	7,854,531	6,743,057
Outstanding claims	-	148,497	148,497	129,259
Contribution received in advance	-	40,792	40,792	25,750
Takaful / retakaful payables	-	50,165	50,165	56,948
Other creditors and accruals	141,136	-	141,136	86,720
Interfund receivable / (payable)	615,086	(615,086)	-	-
Lease liability against right-of-use assets	-	-	-	-
Total liabilities	805,813	7,429,308	8,235,121	7,041,734
Total equity and liabilities	748,667	7,429,808	8,178,475	6,922,818
Contingencies and commitments				

9

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.


Chairman


Director


Director

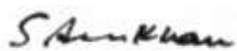

Chief Executive Officer


Chief Financial Officer

**IGI LIFE INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024**

	Note	June 30, 2024			June 30, 2023		
		Operator sub fund	Policyholders fund	Total	Operator sub fund	Policyholders fund	Total
		Rupees in 000					
Contribution revenue	10	-	1,405,100	1,405,100	-	1,081,868	1,081,868
Less: wakala fee recognised		257,699	(257,699)	-	340,284	(340,284)	-
		257,699	1,147,401	1,405,100	340,284	741,584	1,081,868
Less: contribution ceded to retakaful operators	10	-	35,826	35,826	-	32,201	32,201
Net contribution revenue		257,699	1,111,575	1,369,274	340,284	709,383	1,049,667
Investment income		1,243	72,920	74,163	995	49,643	50,638
Net realised fair value gains / (losses) on financial assets		28,139	160,735	188,874	39	66,846	66,885
Takaful operator fee income		106,524	(106,524)	-	87,090	(87,090)	-
Other income - net		10,760	1,512	12,272	17,638	-	17,638
		146,666	128,643	275,309	105,762	29,399	135,161
Net income		404,365	1,240,218	1,644,583	446,046	738,782	1,184,828
Takaful benefits		-	645,998	645,998	-	445,066	445,066
Recoveries from retakaful operators		-	(19,867)	(19,867)	-	(772)	(772)
Net takaful benefits	11	-	626,131	626,131	-	444,294	444,294
		404,365	614,087	1,018,452	446,046	294,488	740,534
Change in takaful liabilities (including profit retained in waqf fund)		(50,689)	614,087	563,398	42,348	294,488	336,836
Acquisition expenses	12	396,931	-	396,931	402,483	-	402,483
Marketing and administration expenses		112,338	-	112,338	103,538	-	103,538
Total expenses		458,580	614,087	1,072,667	548,369	294,488	842,857
Loss before tax attributable to Operator		(54,215)	-	(54,215)	(102,323)	-	(102,323)
Taxation		(16,807)	-	(16,807)	(29,664)	-	(29,664)
Loss after tax attributable to Operator		(37,408)	-	(37,408)	(72,659)	-	(72,659)

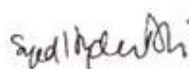
The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.



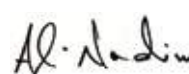
Chairman



Director



Director



Chief Executive Officer



Chief Financial Officer

**IGI LIFE INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024**

	June 30, 2024			June 30, 2023		
	Operator sub fund	Policyholders fund	Total	Operator sub fund	Policyholders fund	Total
	-----Rupees in 000-----					
Loss after tax attributable to Operator	(37,408)	-	(37,408)	(72,659)	-	(72,659)
Other comprehensive income						
Change in unrealised (loss) / gains on available-for-sale financial assets - net of tax	(8,671)	548,076	539,405	10,739	192,406	203,145
Change in takaful liabilities - net	-	(548,076)	(548,076)	-	(192,406)	(192,406)
Other comprehensive income for the period	(8,671)	-	(8,671)	10,739	-	10,739
Total comprehensive loss for the period attributable to Operator	(46,079)	-	(46,079)	(61,920)	-	(61,920)

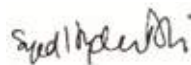
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Chairman



Director



Director



Chief Executive Officer



Chief Financial Officer

**IGI LIFE INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024**

	<u>For The Half year ended June 30,</u>	
Note	<u>2024</u>	<u>2023</u>
	-----Rupees in 000-----	
Operating Cash flows		
(a) Underwriting activities		
Premiums received net of policy transfers - net of retakaful	1,353,714	1,032,161
Claims paid - net of retakaful recoveries	(55,559)	(58,712)
Surrenders paid	(551,334)	(398,211)
Commissions paid	(172,943)	(145,991)
Net cash inflow from underwriting activities	573,878	429,247
(b) Other operating activities		
Payment for expenses	(252,722)	(350,798)
Other operating receipts	1,952	6,992
Inter fund transactions	-	-
Net cash outflow on other operating activities	(250,770)	(343,806)
Total cash outflow on all operating activities	323,108	85,441
Investment activities		
Profit / return received	70,012	57,783
Dividend received	15,266	18,596
Payments (made) / received on investments	(372,155)	(122,542)
Fixed capital expenditure	-	-
Total cash inflow from / (outflow on) investing activities	(286,877)	(46,163)
Net cash (outflow on) / inflow from all activities	36,231	39,278
Cash and cash equivalents at beginning of period	33,756	98,014
Cash and cash equivalents at end of period	69,987	137,292
Reconciliation to Profit and Loss Account		
Operating cash flows	323,108	85,441
Depreciation and amortisation expenses	17,197	20,046
Increase in assets other than cash	(89,624)	23,529
Decrease in liabilities	(563,398)	(336,836)
Investment income and other income	264,989	124,515
Profit received on bank deposits	10,320	10,646
Loss after taxation	(37,408)	(72,659)

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

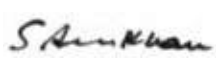

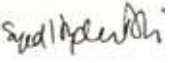
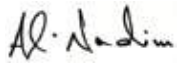

				
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

IGI LIFE INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024

	Attributable to equity holders of the Company				Total
	Capital contributed	Waqf Ceded Money	Ledger C & D account	Surplus / (deficit) on revaluation of available for sale investments **	
	-----Rupees in 000-----				
Balance as at December 31, 2022	746,497	500	(832,735)	(9,424)	(95,162)
Total comprehensive income / (loss)					
Loss for the half year ended June 30, 2023	-	-	(72,659)	-	(72,659)
Other comprehensive income for the half year ended June 30, 2023	-	-	-	10,739	10,739
	-	-	(72,659)	10,739	(61,920)
Capital Contributed	6,000	-	-	-	6,000
Balance as at June 30, 2023	752,497	500	(905,394)	1,315	(151,082)
Total comprehensive income / (loss)					
Loss for the half year ended December 31, 2023	-	-	(23,286)	-	(23,286)
Other comprehensive income for the half year ended December 31, 2023	-	-	-	8,215	8,215
	-	-	(23,286)	8,215	(15,071)
Transactions with owners recorded directly in equity					
Capital Contributed	47,237	-	-	-	47,237
Balance as at December 31, 2023	799,734	500	(928,680)	9,530	(118,916)
Total comprehensive income / (loss)					
Loss for the half year ended June 30, 2024	-	-	(37,408)	-	(37,408)
Other comprehensive loss for the half year ended June 30, 2024	-	-	-	(8,671)	(8,671)
	-	-	(37,408)	(8,671)	(46,079)
Transactions with owners recorded directly in equity					
Capital Contributed	108,349	-	-	-	108,349
Balance as at June 30, 2024	<u>908,083</u>	<u>500</u>	<u>(966,088)</u>	<u>859</u>	<u>(56,646)</u>

** This balance is net of related change in insurance liabilities.

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

				
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

IGI LIFE INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 IGI Life Insurance Limited ("the Company") was incorporated in Pakistan on October 9, 1994 as a public limited company under the Companies Ordinance, 1984 (now Companies Act, 2017). Its shares are quoted on the Pakistan Stock Exchange Limited. The Company commenced its operations on May 25, 1995 after registration with the Controller of Insurance on April 30, 1995. The registered office of the Company is situated at 7th Floor, The Forum, Suite No. 701-713, G-20, Block 9, Khayaban-e-Jami, Clifton, Karachi which is also the principal office of the Company.
- 1.2 The Company was granted approval on July 02, 2015 under Rule 6 of the Takaful Rules, 2012 to start its Window Takaful Operations ("the Operations") by the Securities and Exchange Commission of Pakistan ("the SECP") in Pakistan. The Waqf deed was executed on June 20, 2015 and the operations were commenced also commenced in year 2015.
- 1.3 In accordance with the requirements of the Insurance Ordinance, 2000 and Takaful Rules, 2012, the Company established a Operator Sub Fund (OSF), Participant Investment Fund (PIF) and Participant Waqf Fund (PTF) under each statutory funds mentioned below:
- Individual Family Takaful
 - Individual Accidental and Health Takaful
 - Group Family Takaful
 - Group Health Takaful

2 BASIS OF PREPARATION

These financial statements have been presented in accordance with the requirements of the Insurance Rules, 2017 issued through S.R.O. 88 (I) / 2017 dated February 09, 2017 by the Securities and Exchange Commission of Pakistan (SECP).

The Securities and Exchange Commission of Pakistan (the SECP), in exercise of the powers conferred under Rule 11(1)(c) of the Takaful Rules, 2012, has imposed certain conditions vide its Circular No. 15 of 2019 dated November 18, 2019 on life insurers related to financial reporting of their window takaful operations. Under these conditions, the Life Insurers shall separately prepare financial statements for family takaful operations as if these are carried out by a Standalone Takaful Operator and shall be annexed with the insurer's annual / interim report (as applicable).

2.1 Statement of compliance

These 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, Insurance Ordinance, 2000, Insurance Rules 2017, Insurance Accounting Regulations, 2017 and 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 shall prevail.

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

- 2.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended December 31, 2023.
- 2.3 These condensed interim financial statements are unaudited and are being submitted to shareholders in accordance with the Pakistan Stock Exchange Limited Regulations and section 237 of the Companies Act, 2017.

3 BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared on historical cost convention except for certain investments which are carried at fair value and obligations in respect of defined benefit obligation is carried at present value.

4 FUNCTIONAL AND PRESENTATION CURRENCY

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Company operates. These condensed interim financial statements are presented in Pakistani rupees, which is the Company's functional and presentation currency.

5 MATERIAL ACCOUNTING POLICIES INFORMATION

The significant accounting policies applied in the preparation of these condensed interim financial statements are same as those applied in the preparation of financial statements of the Company for the year ended December 31, 2023.

5.1 Standards, interpretations of and amendments to the accounting and reporting standards that are effective in the current period:

There are certain other new and amended standards and interpretations that are mandatory for the Company's accounting period beginning on or after January 1, 2024, but are considered not to be relevant or do not have any significant effect on the Company's operations and are therefore not detailed in these condensed interim financial statements.

5.2 Standards, interpretations of and amendments to the accounting and reporting standards that are not yet effective:

5.2.1 There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Company's accounting period beginning on January 1, 2025. However, these are not considered to be relevant or did not have any material effect on the

IFRS 17 - 'Insurance contracts' has been notified by the IASB to be effective for annual periods beginning on or after January 1, 2023. However, the Securities and Exchange Commission of Pakistan through S.R.O. 1715 (1)/2023 has directed companies engaged in insurance and reinsurance business for application of IFRS 17 for periods beginning on or after January 1, 2026.

5.2.2 The management has opted temporary exemption from the application of IFRS 9 as allowed by International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with takaful. Further details relating to temporary exemption from the application of IFRS 9 is given in note 8 to these condensed interim financial statements.

The management is in the process of assessing the impact of these amendments on the financial statements of the Company.

5.2.3 There are certain other new and amended standards, interpretations, but are considered not to be relevant or do not have any significant effect on the Company's operations and are therefore not detailed in these condensed interim financial statements.

6 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

In preparing these condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimating uncertainty were the same as those applied to the annual financial statements for the year ended December 31, 2023. The Company intends to have an actuarial valuation in respect of staff retirement benefit plan for 2023 conducted at the year end. Hence actuarial gains / losses for the half year ended June 30, 2024 are not quantifiable and are also considered immaterial by the management. Accordingly the resulting impact has not been accounted for in these condensed interim financial statements.

7 TAKAFUL FINANCIAL AND RISK MANAGEMENT

The Company's takaful risk management objectives and policies are consistent with those disclosed in the condensed Interim Financial statements as at and for the half year ended June 30, 2024.

8 TEMPORARY EXEMPTION FROM APPLICATION OF IFRS 9

As an takaful operator, the management has opted temporary exemption from the application of IFRS 9 as allowed by International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with takaful.

9 CONTINGENCIES AND COMMITMENTS

The contingencies and commitments reported in the main financials of the Company also includes impacts of Window Takaful Operations as at June 30, 2024. There were no other material contingencies and commitments as at June 30, 2024.

		(Un-audited)	
		For the half year ended June, 30	
		2024	2023
		---- (Rupees in '000) ----	
10 NET CONTRIBUTION REVENUE			
Gross contribution:			
Regular contribution individual policies*			
First year		276,181	328,186
Second year renewal		499,951	405,770
Subsequent year renewal		193,173	263,125
Single contribution individual policies		288,040	38,180
Group policies without cash value		147,755	46,607
Total gross contribution		1,405,100	1,081,868
Less: retakaful contribution ceded			
On individual life first year business		9,001	8,223
On individual life second year business		10,172	9,518
On individual life renewal business		16,878	13,935
On single premium policies		68	65
On group policies		4,383	4,491
Commission from reinsurers		(4,676)	(4,031)
		35,826	32,201
Net contribution		1,369,274	1,049,667

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

		(Un-audited)	
		For the half year ended June, 30	
		2024	2023
		---- (Rupees in '000) ----	
11 NET TAKAFUL BENEFITS			
Gross Claims			
Claims under individual policies			
By death		36,891	9,792
By surrender		551,334	398,211
Total gross individual policy claims		588,225	408,003
Claims under group policies			
by death		14,844	13,825
by insured event other than death		42,929	23,238
experience refund		-	-
Total gross group policy claims		57,773	37,063
Total gross policy claims		645,998	445,066
Less: retakaful recoveries			
On Individual life claims		19,867	(28)
On Group Life claims		-	800
		19,867	772
Net takaful benefit expense		626,131	444,294

12 ACQUISITION EXPENSES

Remuneration to takaful intermediaries on individual policies:

- Commission on first year contribution
- Commission on second year contribution
- Commission on subsequent renewal contribution
- Commission on single contribution
- Other benefits to takaful intermediaries

(Un-audited)	
For the half year ended June, 30	
2024	2023
---- (Rupees in '000) ----	
103,397	122,671
9,601	14,515
14,133	18,645
7,296	1,145
169,536	157,816
303,963	314,792

Remuneration to takaful intermediaries on group policies:

- Commission
- Other benefits to takaful intermediaries

18,112	14,915
-	-
18,112	14,915

Branch overheads :

- Salaries and other benefits
- Other operational cost

24,507	24,398
46,954	43,546
71,461	67,944

Other acquisition cost :

- Policy stamps

3,395	4,832
396,931	402,483

13 SEGMENT INFORMATION

Each fund of business under takaful statutory funds has been identified as a reportable segment. The following is a schedule of class of business wise revenues and results have been disclosed in accordance with the requirements of the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, and the Takaful Rules, 2012.

13.1 Participants' Investment Fund (PIF)

----- (Un-audited) -----					
TAKAFUL - STATUTORY FUNDS				Aggregate	
Individual Family	Individual Accidental and Health	Group Family	Group Health	For the half year ended June 30,	For the year ended December 31,
				2024	2023
----- (Rupees in '000) -----					
Income					
Allocated Contribution	1,045,738	-	-	-	2,016,518
Net Investment Income	741,131	-	-	-	1,271,909
Other Income	1,512	-	-	-	7,098
Total Net Income	1,788,381	-	-	-	3,295,525
Less: Claims and Expenditure					
Surrenders / Partial Surrenders	551,334	-	-	-	929,452
Risk Contributions	94,622	-	-	-	189,768
Wakalat-ul-Istismar	48,765	-	-	-	79,325
Policy admin fee	57,759	-	-	-	105,723
	752,480	-	-	-	1,304,268
Excess of Income over Claims and expenditure	1,035,901	-	-	-	1,991,257
Add: Technical reserves at the beginning	6,596,367	-	-	-	4,605,110
Less: Technical reserves at the end	(7,632,268)	-	-	-	(6,596,367)
	(1,035,901)	-	-	-	(1,991,257)
Surplus					
Movement in technical reserves	1,035,901	-	-	-	1,991,257
Balance of PIF at the beginning of the period	6,596,367	-	-	-	4,605,110
Balance of PIF at the end of the period	7,632,268	-	-	-	6,596,367

13.2 Participants' Takaful Fund (PTF)

------(Un-audited)-----						
TAKAFUL - STATUTORY FUNDS				Aggregate		
Individual Family	Individual Accidental and Health	Group Family	Group Health	For the half year ended June 30.		For the year ended December 31.
				2024	2023	2023
------(Rupees in '000)-----						
Income						
Contribution net of retakaful	32,633	(590)	13,684	84,198	129,925	138,011
Net investment income	-	-	1,789	5,163	6,952	10,947
Other income	3,280	-	1,396	-	4,676	8,915
	35,913	(590)	16,869	89,361	141,553	157,873
Less: Claims and Expenditure						
Claims	17,024	-	14,844	42,929	74,797	89,725
Wakala fee	-	-	-	-	-	-
	17,024	-	14,844	42,929	74,797	89,725
Excess of Income over Claims and expenditure	18,889	(590)	2,025	46,432	66,756	68,148
Add : Technical reserves at the beginning	172,498	769	(44,160)	(23,190)	105,917	37,771
Less : Technical reserves at the end	(170,661)	(949)	(8,136)	(83,756)	(263,502)	(138,253)
Add: Deficit retained in technical reserves	-	128	51,175	60,513	111,816	115,009
	1,837	(52)	(1,121)	(46,433)	(45,769)	14,527
Surplus / (deficit)	20,726	(642)	904	(1)	20,987	82,675
Movement in technical reserves	(1,837)	52	1,121	46,433	45,769	(14,527)
Qard-e-Hasna contributed by Window Takaful Op	-	-	-	-	-	6,000
Balance of PTF at the beginning of the period	172,499	769	6,987	23,219	203,474	129,326
Balance of PTF at the end of the period	191,388	179	9,012	69,651	270,230	203,474

13.3 Operators' Sub Fund (OSF)

------(Un-audited)-----						
TAKAFUL - STATUTORY FUNDS				Aggregate		
Individual Family	Individual Accidental and Health	Group Family	Group Health	For the half year ended June 30.		For the year ended December 31.
				2024	2023	2023
------(Rupees in '000)-----						
Income						
Allocation fee	210,435	710	8,743	37,811	257,699	603,654
Investment income	34,531	-	7,885	11,943	54,359	(52,282)
Other Income	9,570	10	205	975	10,760	18,821
Wakala fee - PTF	25,858	-	-	-	25,858	60,522
Policy admin fee	57,759	-	-	-	57,759	105,723
Takaful operator fee	-	-	-	-	-	-
Wakalat-ul-Istismar	48,765	-	-	-	48,765	79,325
	386,918	720	16,833	50,729	455,200	815,763
Less: Expenses						
Acquisition cost	306,782	576	4,713	13,399	325,470	647,251
Administration expenses / deferred taxation	137,444	131	9,389	20,028	166,992	235,184
	444,226	707	14,102	33,427	492,462	882,435
Excess of (expenditure)/over income	(57,308)	13	2,731	17,302	(37,262)	(66,672)
Add : Technical reserves at the beginning	7,376	1,490	8,916	22,989	40,771	30,456
Less : Technical reserves at the end	(7,322)	(1,211)	(7,583)	(33,475)	(49,591)	(40,775)
	54	279	1,333	(10,486)	(8,820)	(10,319)
Deficit	(57,254)	292	4,064	6,816	(46,082)	(76,991)
Movement in technical reserves	(54)	(279)	(1,333)	10,486	8,820	10,319
Capital Contribution during the period	108,349	-	-	-	108,349	53,237
Qard-e-Hasna contributed to the Participants Takaful Fund	-	-	-	-	-	(6,000)
Balance of OSF at the beginning of the period	(243,391)	6,585	6,775	54,332	(175,699)	(156,264)
Balance of OSF at the end of the period	(192,350)	6,598	9,506	71,634	(104,612)	(175,699)
Balance of Family Takaful statutory fund	7,631,306	6,777	18,518	141,285	7,797,886	6,624,142

14 FAIR VALUES OF FINANCIAL ASSETS AND LIABILITIES

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Company to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: fair value measurements using quoted price (unadjusted) in an active market 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 measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at June 30, 2024 the Operator and policyholders held the following financial instruments measured at fair value:

As at June 30, 2024		
Level 1	Level 2	Level 3
----- Rupees in '000-----		
Assets carried at fair value		
Available-for-sale investments	7,950,858	-
As at December 31, 2023		
Level 1	Level 2	Level 3
----- Rupees in '000-----		
Assets carried at fair value		
Available-for-sale investments	6,739,634	-

15 GENERAL

All figures have been rounded off to the nearest of thousand rupees, except otherwise stated.

16 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on August 21, 2024 by the Board of Directors of the Company.



Chairman



Director



Director



Chief Executive Officer



Chief Financial Officer