

Premier  Insurance

میشہ کالتہ

Interim Financial Statements
for the half year ended June 30, **2024**
(Unaudited)



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COMPANY INFORMATION

Board of Directors

Mr. Khalid Bashir
(Chairman)
Mr. Imran Maqbool
Mr. Ahsan Bashir
Mr. Attaullah A. Rasheed
Mr. Sharik Bashir
Mr. Salman Rafi
Mrs. Rukhsana Saleem

Audit Committee

Mrs. Rukhsana Saleem
(Chairman)
Mr. Imran Maqbool
(Member)
Mr. Ahsan Bashir
(Member)
Mr. Rao Ali Zeeshan
(Secretary)

Investment Committee

Mr. Ahsan Bashir
(Chairman)
Mr. Nadeem Maqbool
(Member)
Mr. Imran Maqbool
(Member)
Mr. Attaullah A. Rasheed
(Member)
Mr. Farhan Ali
(Secretary)

Chief Executive Officer

Mr. Nadeem Maqbool

Acting Chief Financial Officer

Mr. Farhan Ali

Company Secretary

Mr. Fariq Mahmood Khan Rohilla

Ethics, Human Resource, Remuneration & Nomination Committee

Mr. Salman Rafi
(Chairman)
Mr. Sharik Bashir
(Member)
Mr. Nadeem Maqbool
(Member)
Mrs. Rukhsana Saleem
(Member)
Mrs. Niina Afridi
(Secretary)

Claim Settlement Committee

Mr. Imran Maqbool
(Chairman)
Mr. Nadeem Maqbool
(Member)
Mr. Ahsan Bashir
(Member)
Mr. Hasan Mustafa
(Secretary)

COMPANY INFORMATION

Underwriting Committee

Mr. Attaullah A. Rasheed
(Chairman)
Mr. M.K.Baig
(Member)
Mr. Afzal Ur Rehman
(Member)
Mrs. Humera Jawaid
(Secretary)

Risk Management & Compliance Committee

Mr. Nadeem Maqbool
(Chairman)
Mr. Sharik Bashir
(Member)
Mrs. Niina Afridi
(Secretary)

Registrar

FAMCO Share Registration Services
(Pvt) Limited
8-F, Next to Hotel Faran, Nursery,
Block-6, P.E.C.H.S., Shahrah-e-Faisal,
Karachi.

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Reinsurance & Co-Insurance Committee

Mr. Sharik Bashir
(Chairman)
Mr. Afzal Ur Rehman
(Member)
Mr. Ali Muhammad
(Secretary)

Auditors

BDO Ibrahim & Co, Chartered
Accountants.

Legal Advisors

Arfin & Company Advocates

Registered & Head Office

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Wallace Road, Karachi-74000,
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REPORT OF THE DIRECTORS TO MEMBERS

The Directors are pleased to present the unaudited condensed interim financial statements of the Company for the half year ended June 30, 2024.

Performance Review

Following is the overall performance of the Company.

	Conventional		Takaful	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
	----- (Rupees) -----			
Premium / contribution written	99,203	118,769	108,082	81,578
Net Premium / contribution	148,342	156,376	48,372	43,978
Underwriting Result	(29,637)	(34,364)	(277)	(9,182)
Investment income / (Loss)	33,130	26,594	1,495	176
PTF - Surplus / (Deficit)			4,630	(5,671)
(Loss) / Profit before taxation	(9,438)	(28,145)		
(Loss) / Profit after taxation	(11,554)	(30,178)		-
(Loss) / Profit per share	(0.23)	(0.60)		

Conventional Business

Gross premium written during the half year ended 30 June 2024 was Rs. 99.203 million as compared to Rs. 118.77 million in the corresponding period. Net premium for the period was Rs. 148.342 million as compared to Rs. 156.376 million of the last year. Our net claims were Rs. 73.776 million as against Rs. 95.275 million of last year, dropped by 22.57%. Due to the substantial rise in the value of stocks, this year's impairment expense has been avoided. The reviewed period's investment income was Rs. 33.130 million, compared to the comparable period's Rs. 26.594 million.

Window Takaful Operation

Gross contribution written during the half year ended June 30, 2024 was Rs. 108.08 million as against Rs. 81.57 million. Net contribution for the period under review increased by Rs. 4.39 million as compared to the last year. Net claims were Rs. 47.73 million as compared to Rs. 51.91 million for the same period last year.

Future Outlook

Although the economic environment remains challenging, we are optimistic about the improving business outlook and believe your company is well-positioned to leverage upcoming opportunities. Our strategy continues to emphasize growth and profitability through enhanced operational efficiency and strategic resource management.

Our results for the first half of the year have shown improvement compared to the same period last year, and we are optimistic about continuing this positive trend in the second half of the year.

Acknowledgement

The directors would like to thank all our valued customers for their continued patronage and support, also would like to thank the Securities and Exchange Commission of Pakistan and State Bank of Pakistan for their guidance and assistance. It is a matter of deep gratification for your Directors to place on record their appreciation of the efforts made by all the Company employees.

On behalf of the Board

Chairman

CEO / Director

Karachi, Dated: August 26, 2024

میران کے لئے ڈائریکٹران کی رپورٹ

ڈائریکٹران کمپنی کے غیر آڈٹ شدہ اختصاری عبوری مالیاتی گوشوارے برائے ششماہی مدت ختمہ 30 جون 2024 پیش کرتے ہوئے اظہار مسرت کرتے ہیں۔

کارکردگی کا جائزہ

کمپنی کی مجموعی کارکردگی درج ذیل رہی:

مکافیل		روایتی		
30 جون 2023	30 جون 2024	30 جون 2023	30 جون 2024	
روپے '000 میں				
81,578	108,082	118,769	99,203	تحریری پریمیوم/کنٹری بیوشن
43,978	48,372	156,376	148,342	خالص پریمیوم/کنٹری بیوشن
(9,182)	(277)	(34,364)	(29,637)	ذمہ دہی کے نتائج
176	1,495	26,594	33,130	سرمایہ کاری آمدن/خسارہ
(5,671)	4,630			PTF منافع/خسارہ
		(28,145)	(9,438)	(خسارہ)/منافع قبل از ٹیکس
		(30,178)	(11,554)	(خسارہ)/منافع بعد از ٹیکس
		(0.60)	(0.23)	(خسارہ)/منافع فی حصص

روایتی کاروبار

ششماہی مدت ختمہ 30 جون 2024 کے دوران نام تحریری پریمیوم 99.203 ملین روپے رہا جو کہ گزشتہ سال اسی مدت میں 118.77 ملین روپے تھا۔ مدت کا خالص پریمیوم 148.342 ملین روپے رہا جو کہ گزشتہ سال 156.376 ملین روپے تھا۔ ہمارے خالص گلیمز 73.776 ملین روپے رہے جبکہ گزشتہ سال 95.275 ملین روپے تھے جن میں 22.57 فیصد کمی ہوئی۔ حصص کی قدر میں قابل ذکر اضافے کی وجہ سے اس سال فرسودگی کے اخراجات سے گریز کیا گیا۔ جائزہ مدت کی سرمایہ کاری آمدن 33.130 ملین روپے رہی جو کہ گزشتہ سال اسی مدت میں 26.594 ملین روپے تھی۔

وڈو مکافیل آپریشن

ششماہی مدت ختمہ 30 جون 2024 کے دوران نام تحریری کنٹری بیوشن 108.08 ملین روپے رہا جو کہ گزشتہ سال اسی مدت میں 81.57 ملین روپے تھا۔ زیر جائزہ مدت کے خالص کنٹری بیوشن میں گزشتہ سال کی بہ نسبت 4.39 ملین روپے کا اضافہ ہوا۔ خالص گلیمز 47.73 ملین روپے رہے جبکہ گزشتہ سال اسی مدت میں 51.91 ملین روپے تھے۔

مستقبل کی پیش بینی

اگرچہ کہ معاشی ماحول دشوار گزار ہے، تاہم ہم کاروباری منظر نامے میں بہتری کے بارے میں پرامید ہیں اور یقین رکھتے ہیں کہ کمپنی بہترین پوزیشن میں ہے کہ وہ آنے والے مواقعوں سے استفادہ کر سکے۔ ہماری حکمت عملی میں بہتر کاروباری کارکردگی اور وسائل کے کلیدی انتظام کے ذریعے مسلسل نمو اور منافع پر توجہ مرکوز کی جائے گی۔ گزشتہ سال کی بہ نسبت موجودہ سال کی پہلی ششماہی میں ہمارے نتائج میں بہتری آئی ہے اور ہم پرامید ہیں کہ یہی مثبت رجحان سال کی دوسری ششماہی میں بھی جاری رہے گا۔

اعتراف

ڈائریکٹران اپنے تمام قابل قدر گاہکوں کی مسلسل سرپرستی اور تعاون پر ان کے مشکور ہیں اور ہم سکیورٹیز اینڈ انویسٹمنٹ کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی رہنمائی اور مدد پر بھی ان کے مشکور ہیں۔ ڈائریکٹران کمپنی کے لئے تمام ملازمین کی کوششوں پر ان کے لئے بہترین ستائش ریکارڈ پر لانا چاہتے ہیں۔

منجانب

CEO / ڈائریکٹر

چیئرمین

کراچی، مورخہ 26 اگست 2024



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INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE MEMBERS OF PREMIER INSURANCE LIMITED

Introduction

We have reviewed the accompanying condensed interim statement of financial position of PREMIER INSURANCE LIMITED ("the Company") as at June 30, 2024 and the related condensed interim statement of profit or loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and notes to the accounts for the period then ended (here-in-after referred as the "Interim financial statement"). Management is responsible for the preparation and presentation of this Interim financial statement in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial statement based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial statement Performed by the Independent Auditor of the Entity." A review of interim financial statement 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 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statement as at and for the six month period ended June 30, 2024 is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matters

The figures for the quarter ended June 30, 2024 and June 30, 2023 in the condensed interim statement of profit or loss account and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

The engagement partner on the review resulting in this independent auditors' report is Zulfikar Ali Causer

KARACHI

DATED: 30 AUG 2024

UDIN: RR202410067svxfmrdV1t

BDO EBRAHIM & Co
CHARTERED ACCOUNTANTS

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the International BDO network of independent member firms.

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2024

	Note	June 30 2024 (Unaudited)	December 31 2023 (Audited)
----- Rupees in '000 -----			
ASSETS			
Property and equipment	7	196,384	196,594
Intangible assets	9	462	543
Investment properties	9	347,951	346,758
Investments			
- Equity securities	10	696,729	618,023
- Mutual funds	10	89,239	83,542
Investment in associate		259,222	259,222
Loans and other receivables	11	41,243	24,852
Insurance / reinsurance receivables	12	335,756	477,430
Reinsurance recoveries against outstanding claims	19	254,385	276,075
Salvage recoveries accrued		5,254	1,397
Deferred commission expense	20	12,388	21,517
Taxation - provision less payment		22,202	19,478
Deferred tax asset		51,223	50,746
Prepayments	13	36,418	81,282
Cash and bank	14	4,272	39,063
		<u>2,353,128</u>	<u>2,496,522</u>
Total Assets of Window Takaful Operations - Operator's Fund	15	132,447	119,339
TOTAL ASSETS		<u>2,485,575</u>	<u>2,615,861</u>
EQUITY AND LIABILITIES			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital		505,650	505,650
Reserves		1,521,119	1,450,085
Accumulated losses		(1,019,895)	(1,008,339)
TOTAL EQUITY		1,006,874	947,396
LIABILITIES			
Underwriting provisions			
Outstanding claims including IBNR	19	570,087	607,489
Unearned premium reserves	18	130,607	273,246
Unearned reinsurance commission	20	6,759	12,738
Retirement benefit obligations		6,419	6,935
Lease liabilities		5,797	3,954
Insurance / reinsurance payables		444,745	469,773
Other creditors and accruals	16	240,575	225,724
Unclaimed dividends		22,423	22,443
TOTAL LIABILITIES		1,427,412	1,622,302
Total Liabilities of Window Takaful Operations - Operator's Fund		51,289	46,163
TOTAL EQUITY AND LIABILITIES		<u>2,485,575</u>	<u>2,615,861</u>
CONTINGENCIES AND COMMITMENTS			
	17		

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

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF
PROFIT AND LOSS ACCOUNT (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

	Note	Quarter ended		Half year ended	
		June 30 2024	June 30 2023	June 30 2024	June 30 2023
(Rupees in '000)					
Net insurance premium	18	73,700	76,277	148,342	156,376
Net insurance claims	19	(42,501)	(51,510)	(73,776)	(95,274)
Net commission expense and other acquisition costs	20	(8,182)	(4,745)	(16,239)	(10,479)
Insurance claims and acquisition expenses		(50,683)	(56,255)	(90,015)	(105,753)
Management expenses	21	(58,261)	(40,074)	(87,965)	(84,988)
Underwriting results		(35,244)	(20,052)	(29,638)	(34,365)
Investment income	22	23,894	19,745	33,130	26,594
Rental income		1,087	1,271	2,188	2,542
Revaluation gain on investment property		1,193	-	1,193	-
Other income	23	2,653	3,022	3,626	4,418
Other expenses	24	(1,305)	(1,023)	(1,826)	(2,143)
		27,522	23,015	38,311	31,411
Results of operating activities		(7,722)	2,963	8,673	(2,954)
Finance costs - lease liability		(197)	(154)	(323)	(346)
(loss) / Profit before tax from Conventional Insurance Operations		(7,919)	2,809	8,350	(3,300)
Loss before tax from Window Takaful Operations - Operator's Fund		3,045	(14,495)	(17,790)	(24,845)
Loss before taxation & minimum tax differential		(4,874)	(11,686)	(9,440)	(28,145)
Minimum tax differential	25	(461)	(1,249)	(2,592)	(2,504)
Loss before taxation		(5,335)	(12,935)	(12,032)	(30,649)
Taxation	26	235	(1)	476	471
Loss after taxation		(5,100)	(12,936)	(11,556)	(30,178)
Loss per share (basic and diluted)	27	(0.10)	(0.26)	(0.23)	(0.60)

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

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

	Note	Quarter ended		Half year ended	
		June 30 2024	June 30 2023	June 30 2024	June 30 2023
		(Rupees in '000)			
Loss after taxation		(5,100)	(12,936)	(11,556)	(30,178)
Other comprehensive income / (loss) : Items that may be reclassified subsequently to profit & loss account					
Unrealized income / (loss) on available-for-sale investments during the period	30	57,946	10,112	71,034	(78,570)
		57,946	10,112	71,034	(78,570)
Total comprehensive Income / (loss) for the period		52,846	(2,824)	59,478	(108,748)

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

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (unaudited)

FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

	Share capital	Reserves							Total reserves	Total equity
	Issued, subscribed and paid-up	Capital reserves		Revaluation Reserves - Available for sale investments of the Company and associate	Revenue reserves		General reserve	Accumulated losses		
		Reserve for exceptional losses	Devaluation reserve		Revaluation Reserves - Property and Equipment					
----- Rupees in '000 -----										
Balance as at January 01, 2023 (Audited)	505,650	19,490	185	314,615	35,859	996,851	(1,017,237)	349,763	855,413	
Total comprehensive loss for the half year ended June 30, 2023										
Loss after taxation	-	-	-	-	-	-	(30,178)	(30,178)	(30,178)	
Other comprehensive loss for the period	-	-	-	(78,570)	-	-	-	(78,570)	(78,570)	
Total comprehensive loss for the period	-	-	-	(78,570)	-	-	(30,178)	(108,748)	(108,748)	
Balance as at June 30, 2023 (Un-audited)	<u>505,650</u>	<u>19,490</u>	<u>185</u>	<u>236,045</u>	<u>35,859</u>	<u>996,851</u>	<u>(1,047,415)</u>	<u>241,015</u>	<u>746,665</u>	
Balance as at January 01, 2024 (Audited)	505,650	19,490	185	397,700	35,859	996,851	(1,008,339)	441,746	947,396	
Total comprehensive loss for the year ended June 30, 2024										
Loss after taxation	-	-	-	-	-	-	(11,556)	(11,556)	(11,556)	
Other comprehensive loss for the period	-	-	-	71,034	-	-	-	71,034	71,034	
Total comprehensive loss for the period	-	-	-	71,034	-	-	(11,556)	59,478	59,478	
Balance as at 30 June 2024 (Un-audited)	<u>505,650</u>	<u>19,490</u>	<u>185</u>	<u>468,734</u>	<u>35,859</u>	<u>996,851</u>	<u>(1,019,895)</u>	<u>501,224</u>	<u>1,006,874</u>	

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

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (unaudited)

FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

	Note	Half year ended	
		2024	2023
		----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
a) Underwriting activities			
Insurance premium received		183,321	211,153
Reinsurance premium paid		(76,218)	(44,533)
Claims paid		(135,765)	(496,253)
Reinsurance and other recoveries received		95,015	390,108
Commission paid		(27,397)	(16,133)
Commission received		6,989	6,640
Other acquisition costs paid		(9,811)	(7,823)
Management expenses paid		(103,665)	(85,151)
Net cash used in underwriting activities		(67,531)	(41,992)
b) Other operating activities			
Income tax paid		(4,840)	(3,505)
Other operating receipts / (payments)		10,949	(33,055)
Loans advanced, deposits (paid) / received		(16,585)	1,399
Other liabilities reversed		34,865	20,353
Net cash generated from / (used in) other operating activities		24,389	(14,808)
Total cash used in all operating activities		(43,142)	(56,800)
CASHFLOW FROM INVESTING ACTIVITIES			
Profit / return received		19,767	18,235
Rental received		2,188	2,542
Payment for investments made		(13,368)	(8,748)
Proceeds from investments disposed		-	1,864
Fixed capital expenditure incurred		(382)	(1,199)
Proceeds from sale of property and equipment		2,596	3,143
Net cash flows from investing activities		10,801	15,837
CASHFLOW FROM FINANCING ACTIVITIES			
Finance cost paid		(323)	(346)
Dividend paid		(20)	(267)
Payment of lease liability		(2,107)	(3,411)
Total cash used in financing activities		(2,450)	(4,024)
Net cash used in all activities		(34,791)	(44,987)
Cash and cash equivalents at beginning of the period		39,063	53,729
Cash and cash equivalents at end of the period	14	4,272	8,742

CONDENSED INTERIM STATEMENT OF CASH FLOWS (unaudited)

FOR THE HALF YEAR ENDED JUNE 30, 2024

Note	Half year ended	
	June 30 2024	June 30 2023
----- Rupees in '000 -----		
Reconciliation to profit and loss account		
	(43,142)	(56,800)
Operating cashflows		
Depreciation and amortization expense	21 (2,976)	(3,409)
Finance costs	(323)	(346)
Gain on sale of operating fixed assets	23 2,484	1,969
Net realized gain on investments	22 -	2,638
Rental income	2,188	2,542
Dividend income	22 33,301	24,273
Other income	23 1,142	2,449
Loss from Window Takaful Operations - Operator's Fund	15 (17,790)	(24,845)
Decrease in assets other than cash	(184,366)	(398,888)
Increase in liabilities other than borrowings	196,733	420,239
Gain on revaluation of investment property	1,193	-
Loss after taxation	(11,556)	(30,178)

Definition of cash and cash equivalent

Cash and cash equivalent comprises cash in hand, stamps in hand, current and saving accounts and short-term deposits having maturing 3 months from the date of acquisition.

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

Cash and other equivalent

Cash	-	-
Stamps in hand	281	352
	281	352

Current and other accounts

Current accounts	-	3,537
PLS account	3,991	4,853
	3,991	8,390

Total cash and cash equivalent

	4,272	8,742
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The annexed notes 1 to 33 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)

FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Premier Insurance Limited (the Company) was incorporated as a public limited Company in Pakistan in May 1952 and is engaged in general insurance business. The shares of the Company are listed on the Pakistan Stock Exchange. The registered office of the Company is situated at 5th Floor, State Life Building No. 2A, Wallace Road, Off. I.I. Chundrigar Road, Karachi. The Company has been allowed to work as Window Takaful Operator since 02 October 2015 by Securities and Exchange Commission of Pakistan (SECP) under SECP Takaful Rules, 2012 to carry on General Window Takaful Operations in Pakistan.

1.2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

Following are the geographical location and address of all the business units of the Company:

Head office - Registered Office

5th Floor, State Life Building 2-A, Wallace Road, Off. I.I. Chundrigar Road, Karachi, Province of Sindh, Pakistan.

Branches

i) Province of Punjab, Pakistan:

- Zonal office, 162 Shadman II, Lahore
- CSD North, 162 Shadman II, Lahore
- Mall Branch, 23 Shahrah-e-Quaid-e-Azam, Lahore
- 4th Floor, Mehr Fatima Tower, Opp. High Court, Old Bahawalpur Road, Multan
- 1st Floor, Regency Arcade, 949-Mall Road, Faisalabad
- Block - L, Trust Plaza, G.T Road, Gujranwala

ii) Province of Sindh, Pakistan:

- CSD South Karachi, 5th Floor State Life Building 2-A, Wallace Road, Off. I.I. Chundrigar Road, Karachi
- Clifton Branch, 5th Floor State Life Building 2-A, Wallace Road, Off. I.I. Chundrigar Road, Karachi

iii) Province of Khyber Pakhtunkhwa, Pakistan:

- 1081/A, Rehman Building, Saddar Road, Peshawar

iv) Province of Baluchistan, Pakistan:

- 43-Regal Plaza, 2nd Floor, Circular Road, Quetta

iv) Islamabad Capital Territory

- 64-E 2nd Floor, Masco Plaza, Jinnah Avenue, Blue Area, Islamabad.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)

FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

2. BASIS OF PREPARATION

2.1 Statement of Compliance

2.1.1 This condensed interim financial statements is unaudited but subject to the limited scope review by the auditors as required under Code of Corporate Governance for Insurers, 2016. This condensed interim financial statement does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended December 31, 2023 which have been prepared in accordance with accounting and reporting standards as applicable to insurance companies in Pakistan.

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards comprise of:

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

Where the provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017, Takaful Rules, 2012 and General Takaful Regulation, 2019 differ with the requirements of IAS 34, provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017, Takaful Rules, 2012 and General Takaful Accounting Regulation, 2019, have been followed.

The Securities and Exchange Commission of Pakistan ("SECP") vide its S.R.O 1416(I)/2019 dated November 20, 2019 has prescribed format for the presentation of published financial statements for general takaful operator for takaful business. These condensed interim financial statements have been prepared in accordance with the format as prescribed by the SECP. 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 as prescribed by the SECP and should be read in conjunction with the annual audited financial statements of the Operator for the year ended December 31, 2023.

In terms of the requirements of the Takaful Rules 2012, read with SECP Circular 25 of 2015 dated July 09, 2015, the assets, liabilities and profit and loss of the Operator's Fund of the Window Takaful Operations (WTO) of the Company have been presented as a single line item in the condensed interim statement of financial position and condensed interim profit and loss account of the Company respectively.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)

FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

Further, a separate set of financial statements of the Window Takaful Operations has been annexed to these condensed interim financial statements as per the requirements of the Takaful Rules 2012.

2.2 Basis of measurement

These condensed interim financial statements have been prepared on the historical cost basis except for available for sale investments & investment property that have been measured at fair value and staff gratuity which is stated at present value.

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees which is also the Company's functional currency. All financial information presented in Pakistani Rupees has been rounded to nearest Rupees, unless otherwise stated.

3. USE OF ESTIMATES AND JUDGMENTS

The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements for the year ended December 31, 2023.

4. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted in the preparation of these consolidated condensed interim financial statements are consistent with those followed in the preparation of the consolidated annual audited financial statements for the year ended December 31, 2023.

4.1 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS

4.1.1 New accounting standards, amendments and IFRS interpretations that are effective for the year ended December 31, 2023

The following standards, amendments and interpretations are effective for the year ended December 31, 2023. These standards, amendments and interpretations are either not relevant to the Company's operations or did not have significant impact on the financial statements other than certain additional disclosures.

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

**Effective date
(annual periods
beginning on or after)**

Amendments to IAS 1 'Presentation of Financial Statements' and IFRS Practice Statement 2 Making Materiality Judgements- Disclosure of Accounting Policies	January 01, 2023
Amendments to IAS 12 'Income Taxes' - Deferred Tax related to Assets and Liabilities arising from a single transaction	January 01, 2023
Amendments to IAS 12 'Income Taxes' - Temporary exception to the requirements regarding deferred tax assets and liabilities related to pillar two income taxes	January 01, 2023

New accounting standards, amendments and interpretations that are not yet effective

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.

**Effective date
(annual periods
beginning on or after)**

Amendments to IFRS 7 'Financial Instruments: Disclosures' - Supplier finance arrangements	January 01, 2024
Amendments to IFRS 16 'Leases' - Amendments to clarify how a seller-lessee subsequently measures sale and leaseback transactions	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Non-current liabilities with covenants	January 01, 2024
Amendments to IAS 7 'Statement of Cash Flows' - Supplier finance arrangements	January 01, 2024
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Lack of Exchangeability	January 01, 2025
IFRS 17 Insurance Contracts	January 01, 2026

IFRS 1 standard has been issued by IASB effective from 01, July 2009. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP).

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited) FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

IFRS 17 - 'Insurance contracts' has been notified by the IASB to be effective for annual periods beginning on or after January 1, 2023. However SECP has notified the timeframe for the adoption of IFRS - 17 which will be adopted by January 01, 2026.

5. Change in accounting policy

Previously, sum of current tax expense calculated as per applicable tax laws, prior year tax expense and deferred tax was recorded as income tax expense.

During the year the Institute of Chartered Accountant of Pakistan has issued the guidance for accounting of minimum and final taxes through circular No. 7/2024 dated May 15, 2024 and defined following two approaches:

Approach 1: Designate the amount calculated as tax on gross amount of revenue or other basis as a levy within the scope of IFRIC 21/IAS 37 and recognize it as an operating expense. Any excess over the amount designated as a levy is then recognized as current income tax expense falling under the scope of IAS 12.

Approach 2: Designate the amount of tax calculated on taxable income using the notified tax rate as an income tax within the scope of IAS 12 'Income Taxes' and recognize it as current income tax expense. Any excess over the amount designated as income tax, is then recognized as a levy falling under the scope of IFRIC 21/IAS 37.

During the period ended June 30, 2024, the Company has revised its accounting policy. This change in accounting policy has been accounted for retrospectively as referred under International Accounting Standard - 8 'Accounting policies, Changes in Accounting Estimates and Errors', and the comparative financial statements have been restated.

	For the period ended June 30, 2023		
	As previously reported	As restated	Restatement
	(Rupees in thousands)		
Effect on statement of profit or loss (un-audited)			
Minimum tax differential	-	2,504	2,504
Income tax	(2,033)	471	2,504

The change has been applied retrospectively resulting in reclassifications in the statement of profit or loss.

The change do not have any impact on statement of financial position, statement of other comprehensive income, statement of changes in equity and statement of cash flows.

6. FINANCIAL AND INSURANCE RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the annual financial statements of the Company for the year ended December 31, 2023.

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

	Note	June 30 2024 (Unaudited)	December 31 2023 (Audited)
----- Rupees in '000 -----			
7. PROPERTY AND EQUIPMENT			
Operating fixed assets	7.1	165,374	167,456
Capital work-in-progress		26,109	26,109
Right of use assets	7.2	4,901	3,029
		196,384	196,594
7.1 Operating fixed assets			
Opening balance		167,456	172,925
Add: Additions during the period / year		382	612
Less: Written down value of disposals during the period / year		(112)	(821)
Depreciation charged during the period / year		(2,352)	(5,260)
		(2,464)	(6,081)
Closing written down value		165,374	167,456
7.2 Right-of-use assets			
The Company has recognized right-of-use assets in respect of the Head Office and its branches:			
Head Office and branches:			
Opening balance		3,029	6,171
Add: Additions during the period / year		2,496	-
		5,525	6,171
Less: Reversal due to termination during the period / year		-	(1,843)
Depreciation charged during the period / year		(624)	(1,299)
Closing written down value		4,901	3,029
8. INTANGIBLE ASSETS			
Opening balance		543	776
Less: Amortization charged during the period / year		(81)	(233)
Closing written down value		462	543
9. INVESTMENT PROPERTIES			
Carrying value at the beginning of the period / year		346,758	321,317
Revaluation gain on investment property		1,193	25,441
Carrying value at the end of the period / year		347,951	346,758

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

10. INVESTMENTS

Particulars	June 30, 2024 '(Unaudited)				December 31, 2023 '(Audited)			
	Cost	Impairment / provision for the year	Revaluation surplus	Carrying value	Cost	Impairment / provision for the year	Revaluation surplus	Carrying value
----- Rupees in '000 -----								
Available-for-sale								
Equity Securities:								
Related parties								
Listed shares	187,816	-	92,629	280,445	187,816	-	76,886	264,702
Other than related parties								
Unlisted shares	1,483	-	-	1,483	1,483	-	-	1,483
Listed shares	230,555	-	184,246	414,801	230,555	-	121,283	351,838
	232,038	-	184,246	416,284	232,038	-	121,283	353,321
	419,854	-	276,875	696,729	419,854	-	198,169	618,023
Mutual funds *	74,894	-	14,345	89,239	61,526	-	22,016	83,542
	494,748	-	291,220	785,968	481,380	-	220,185	701,565

* Investments in Mutual funds includes units placed as statutory deposit with State Bank of Pakistan in compliance of section 29 of Insurance Ordinance, 2000.

	Note	June 30 2024 (Unaudited)	December 31 2023 (Audited)
----- Rupees in '000 -----			
11 LOANS AND OTHER RECEIVABLES			
Mark-up and dividend receivable		1	195
Loans to employees	11.1	1,078	1,543
Deposits		22,476	9,868
Advance to agents		3,897	1,263
Other receivables		13,791	11,983
		41,243	24,852

11.1 These are short term, unsecured interest free loans and advances provided to permanent employees of the Company adjustable against salaries.

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

	Note	June 30 2024 (Unaudited)	December 31 2023 (Audited)
----- Rupees in '000 -----			
12. INSURANCE / REINSURANCE RECEIVABLES			
Premium due but unpaid		318,263	404,366
Less: Provision for doubtful receivables from insurance contract holder		(179,707)	(178,715)
		138,556	225,651
Amounts due from other insurers / reinsurers		315,392	368,979
Less: Provision for doubtful receivables from insurers / reinsurers		(118,192)	(117,200)
		197,200	251,779
		335,756	477,430
13. PREPAYMENTS			
Prepaid reinsurance premium ceded		34,669	76,979
Other prepaid expense		1,749	4,303
		36,418	81,282
14. CASH AND BANK			
Cash and cash equivalent		281	224
- Policy and revenue stamps, bond papers			
Cash at bank		723	18,222
- Current accounts		3,268	20,617
- Savings account	14.1	4,272	39,063
14.1			
The rate of return on savings account held with various banks range from 8.20% to 20.50% per annum (December 31, 2023: 10.00% to 21.66%).			
15. WINDOW TAKAFUL OPERATIONS - OPERATOR'S FUND			
Assets			
Loan and other receivables		401	308
Receivable from PTF		19,974	16,145
Deferred commission expense		8,051	7,353
Cash and bank		4,118	1,630
		32,544	25,436
Qard-e-hasna contributed to PTF		99,903	93,903
Total Assets		132,447	119,339
Total Liabilities		216,030	185,129

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

	Note	June 30 2024 (Unaudited)	June 30 2023 (Unaudited)
----- Rupees in '000 -----			
Operator's revenue accounts			
Wakala fee		35,258	30,486
Commission expense		(7,874)	(8,313)
General, administrative and management expenses		(45,775)	(46,989)
Modarib's share of PTF Investment income		2,643	1,890
Profit on bank accounts		127	206
Other expenses		(2,169)	(2,125)
Loss for the period		(17,790)	(24,845)

	Note	June 30 2024 (Unaudited)	December 31 2023 (Audited)
----- Rupees in '000 -----			
16. OTHER CREDITORS AND ACCRUALS			
Bonus payable		218	3,102
Commissions payable		121,431	138,561
Federal excise duty and sales tax		21,119	17,342
Federal insurance fee		210	-
Deposits and margins		2,127	2,127
Provision for rent	16.1	14,000	14,000
Others		81,470	50,592
		240,575	225,724

16.1 This represents provision for rent amounting to Rs.14 million (December 31, 2023: Rs.14 million) against which the Company is in litigation with the landlord. The possibility of the eventual beneficiary being other than the Company is considered remote by the Company's legal advisor. However, the Company has made a provision of the disputed amount as a matter of prudence.

17. CONTINGENCIES AND COMMITMENTS

17.1 Contingencies

The status of contingencies are same as disclosed in the annual audited financial statements for the year ended December 31, 2023.

17.2 Commitments

Commitment for capital expenditure	17.2.1	15,038	15,038
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17.2.1 This represents the commitment regarding capital expenditure in Investment Property.

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

	Quarter ended		Half Year Ended	
	June 30, 2024 (Unaudited)	June 30, 2023	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)
----- Rupees in '000 -----				
18. NET INSURANCE PREMIUM				
Written gross premium	56,631	56,990	99,203	118,769
Add: Unearned premium reserve opening	193,902	244,297	273,246	332,080
Less: Unearned premium reserve closing	(130,607)	(159,476)	(130,607)	(159,476)
Premium earned	119,926	141,811	241,842	291,373
Less: Reinsurance premium ceded	29,667	24,748	51,190	56,470
Add: Prepaid reinsurance premium opening	51,228	92,750	76,979	130,491
Less: Prepaid reinsurance premium closing	(34,669)	(51,964)	(34,669)	(51,964)
Reinsurance expense	46,226	65,534	93,500	134,997
Net insurance premium	73,700	76,277	148,342	156,376
19. NET INSURANCE CLAIMS				
Claims paid	81,218	406,284	131,908	496,159
Less: Outstanding claims including IBNR opening	(598,812)	(880,905)	(607,489)	(897,213)
Add: Outstanding claims including IBNR closing	570,087	635,946	570,087	635,946
Claims expense	52,493	161,325	94,506	234,892
Less:				
Reinsurance and other recoveries received	29,518	337,938	42,420	365,421
Reinsurance and other recoveries in respect of outstanding claims - opening	(273,911)	(492,218)	(276,075)	(489,897)
Add: Reinsurance and other recoveries in respect of outstanding claims - closing	254,385	264,094	254,385	264,094
Reinsurance and other recoveries revenue	9,992	109,814	20,730	139,618
Net insurance claims	42,501	51,511	73,776	95,274

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

	Quarter ended		Half Year Ended	
	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)
----- Rupees in '000 -----				
20. NET COMMISSION EXPENSE AND OTHER ACQUISITION COSTS				
Commission paid or payable	5,207	5,358	10,267	12,004
Add: Deferred commission opening	16,866	22,966	21,517	28,694
Less: Deferred commission closing	(12,388)	(16,691)	(12,388)	(16,691)
Commission expense	9,685	11,633	19,396	24,007
Less: Commission received or recoverable from reinsurers	4,407	2,897	6,989	6,640
Add: Unearned reinsurance commission opening	8,833	17,058	12,738	24,251
Less: Unearned reinsurance commission closing	(6,759)	(9,540)	(6,759)	(9,540)
Commission from reinsurance	6,481	10,415	12,968	21,351
Net commission expense / (income)	3,204	1,218	6,428	2,656
Add: Other acquisition costs:				
Tracking device expenses	127	100	175	116
Service charges	2,824	2,332	5,659	5,410
Other costs	2,027	1,095	3,977	2,297
	4,978	3,527	9,811	7,823
Net Commission expense and other acquisition costs	8,182	4,745	16,239	10,479
21. MANAGEMENT EXPENSES				
Employee benefit cost	45,860	29,913	66,067	59,334
Travelling expenses	748	191	1,118	452
Advertisement and sales promotion	715	548	1,376	977
Printing and stationary	508	522	629	1,070
Depreciation	1,459	1,453	2,895	3,294
Amortization	40	58	81	115
Rent, rates and taxes	689	339	1,055	695
Legal and professional charges - business related	953	1,312	2,274	7,048
Electricity, gas and water	1,831	1,326	2,526	1,875
Entertainment	471	352	802	709
Vehicle running expenses	623	140	974	490
Office repairs and maintenance	865	1,008	1,238	1,417
IT & software related expense	355	128	1,043	1,180
Bank charges	15	-	25	5
Postages, telegrams and telephone	1,008	894	1,463	1,790
Insurance expense	696	260	989	520
Annual supervision fee SECP	-	-	842	941
Bad and doubtful debts	1,134	1,139	1,985	2,375
Others	291	491	583	701
	58,261	42,097	87,965	84,988

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

	Quarter ended		Half Year Ended	
	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)
----- Rupees in '000 -----				
22. INVESTMENT INCOME				
Income from equity securities and mutual fund units Available for sale				
- Equity securities	8,330	6,975	17,573	13,981
- Mutual funds	15,728	10,292	15,728	10,292
Net realized gain on investments Available for sale				
- Equity securities and Mutual Funds	-	2,636	-	2,638
Total investment income	24,058	19,903	33,301	26,911
Less: Investment related expenses	(164)	(158)	(171)	(317)
	23,894	19,745	33,130	26,594
23. OTHER INCOME				
Return on bank balances	342	794	1,141	1,729
Gain on sale of operating fixed assets	2,228	2,225	2,484	1,969
Miscellaneous	83	3	1	720
	2,653	3,022	3,626	4,418
24. OTHER EXPENSES				
Auditors' remuneration	684	636	1,401	1,321
Fees and subscription	1,123	984	1,315	1,594
Inadmissible input tax expense	45	(202)	-	(248)
Others	(547)	(395)	(890)	(524)
	1,305	1,023	1,826	2,143
25. Minimum Tax Differential				
Minimum Tax Differential	461	1,249	2,592	2,504
	461	1,249	2,592	2,504

25.1 This represents portion of minimum tax paid under section 113 of Income Tax Ordinance (ITO, 2001), representing levy in terms of requirements of IFRIC 21/IAS 37.

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

	Quarter ended		Half Year Ended	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
	(Unaudited)		(Unaudited)	
	----- Rupees in '000 -----			
26. Taxation				
Current Tax	-	-	-	-
Deferred tax	(235)	1	(476)	(471)
	<u>(235)</u>	<u>1</u>	<u>(476)</u>	<u>(471)</u>

26.1 The relationship between tax expense and accounting profit has not been presented in these condensed interim financial statements as the income of the Company is subject to tax under section 113 of the Income Tax Ordinance, 2001.

27. LOSS PER SHARE - basic and diluted

Loss after tax for the period	<u>(5,100)</u>	<u>(12,936)</u>	<u>(11,556)</u>	<u>(30,178)</u>
	----- Number of shares in '000 -----			
Weighted average number of ordinary shares	<u>50,565</u>	<u>50,565</u>	<u>50,565</u>	<u>50,565</u>
	----- Rupees -----			
Loss per share (basic and diluted)	<u>(0.10)</u>	<u>(0.26)</u>	<u>(0.23)</u>	<u>(0.60)</u>

No figure for diluted earnings per share has been presented as the company has not issued any instrument which would dilute its basic loss per share when exercised.

28. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties comprise of associated companies, entities under common control, entities with common Directors, shareholder and key management personnel of the Company. Transactions with related parties are carried out at arm's length prices except for compensation to key management personnel which is carried out on basis of employment terms and conditions. The transactions with related parties are as follows:

	Half year ended	
	June 30 2024 (Unaudited)	June 30 2024 (Unaudited)
	----- Rupees in '000 -----	
Transactions during the period		
Associated Companies		
Premium underwritten	8,971	10,078
Premium received	60,325	71,962
Claims paid	30,498	34,396
Dividend received	283	-
Commission paid	1,530	-
Others	4,358	3,486
Others		
Premium underwritten	9	11
Premium received	2	12
Meeting fees	320	480
Remuneration and retirement benefits to key management personnel	99,649	68,463

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited) FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

Balances outstanding at the reporting date	Note	June 30	December 31
		2024 (Unaudited)	2023 (Audited)
----- Rupees in '000 -----			
Associated Companies			
Premium receivable		17,671	85,707
Claims outstanding		47,107	51,305
Commission outstanding		1,030	341
Others			
Premium receivable		125	117

28.1 Company's contribution toward staff provident fund for the year is Rs. 1,673 thousands (June 30, 2023: Rs. 4,040 thousands).

29 SEGMENT REPORTING

Segment Current Period	Quarterly ended											
	Unaudited June 30											
	----- Rupees in '000 -----											
	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
----- Rupees in '000 -----												
Premium receivable (inclusive of FED / sales tax, federal insurance fee and administrative surcharge)	25,423	14,596	8,724	9,857	11,825	14,651	11,120	19,060	6,117	4,556	63,209	62,720
Less: FED / sales tax	2,773	1,867	1,234	1,025	1,447	1,753	-	-	631	531	6,084	5,176
Less: Federal insurance fee	177	117	61	88	98	122	111	189	46	39	494	555
Gross written premium (inclusive of administrative surcharge)	22,473	12,612	7,429	8,744	10,280	12,775	11,009	18,871	5,439	3,986	56,630	56,989
Gross direct premium	17,558	11,568	5,964	8,418	9,575	11,895	10,964	18,812	4,481	3,806	48,542	54,500
Facultative inward premium	4,815	977	1,293	(0)	472	525	-	-	832	101	7,412	1,603
Administrative surcharge	101	67	172	326	233	355	45	59	126	79	677	886
Insurance premium earned	26,284	58,949	5,656	6,915	20,339	17,895	55,860	44,380	11,787	13,673	119,926	141,812
Insurance premium ceded to reinsurers	(25,550)	(46,156)	(4,633)	(6,349)	(1,765)	(956)	(9,230)	(6,558)	(5,048)	(5,516)	(46,226)	(65,535)
Net Insurance premium	734	12,793	1,023	566	18,574	16,939	46,630	37,822	6,739	8,157	73,700	76,277
Commission income from reinsurers	3,202	7,307	1,027	1,057	100	66	1,385	1,147	766	837	6,481	10,414
Net underwriting income	3,936	20,100	2,050	1,623	18,674	17,005	48,015	38,969	7,505	8,994	80,181	86,691
Insurance claims	1,399	(51,179)	1,643	(4,008)	(7,100)	(4,701)	(47,367)	(30,808)	(1,067)	(70,629)	(52,492)	(161,325)
Insurance claims recovered from reinsurers and other recoveries revenue	2,038	32,849	(1,521)	3,678	16	(20)	8,010	3,711	1,450	69,597	9,993	109,815
Net Claim	3,437	(18,330)	122	(330)	(7,084)	(4,721)	(39,357)	(27,097)	383	(1,032)	(42,499)	(51,510)
Commission expense	(2,358)	(5,495)	(372)	(257)	(1,322)	(1,162)	(3,459)	(2,915)	(2,174)	(1,804)	(9,685)	(11,633)
Management expense	(12,770)	(16,671)	(2,767)	(1,943)	(9,937)	(5,074)	(27,130)	(12,519)	(5,656)	(3,867)	(58,261)	(40,074)
Other acquisition cost	(856)	(1,594)	(187)	(173)	(797)	(1,371)	(2,766)	336	(375)	(724)	(4,978)	(3,526)
Net insurance claims and expenses	(12,548)	(42,090)	(3,204)	(2,703)	(19,140)	(12,328)	(72,712)	(42,195)	(7,822)	(7,427)	(115,425)	(106,743)
Underwriting result	(8,611)	(21,990)	(1,154)	(1,080)	(466)	4,677	(24,697)	(3,227)	(316)	1,567	(35,244)	(20,052)
Net investment Income											23,894	19,745
Rental income											1,087	1,271
Fair value gain on investment property											1,193	-
Other income											2,653	3,022
Other expenses											(1,305)	(1,023)
Finance cost											(197)	(154)
Share of loss from associate											-	-
Share of profit from WTO - Operator's Fund											3,045	(14,495)
Loss before tax											(4,874)	(11,686)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited) FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

29 SEGMENT REPORTING

Segment Current Period	Half yearly ended											
											Unaudited June 30	
											----- Rupees in '000 -----	
	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
----- Rupees in '000 -----												
Premium receivable (inclusive of FED / sales tax, federal insurance fee and administrative surcharge)	37,652	39,678	15,230	17,013	26,079	31,011	20,743	33,848	11,251	8,146	110,954	129,696
Less: FED / sales tax	4,358	3,618	1,942	1,742	3,280	3,614	-	-	1,252	916	10,832	9,890
Less: Federal insurance fee	282	235	119	149	221	252	207	335	91	66	919	1,037
Gross written premium (inclusive of administrative surcharge)	33,012	35,825	13,169	15,122	22,578	27,145	20,536	33,513	9,908	7,164	99,203	118,769
Gross direct premium	28,002	23,223	11,510	14,258	21,576	24,523	20,456	33,404	8,836	6,498	90,381	101,906
Facultative inward premium	4,815	12,456	1,293	275	472	1,931	-	-	832	531	7,412	15,193
Administrative surcharge	195	146	366	589	529	691	80	109	240	135	1,410	1,670
Insurance premium earned	53,013	119,668	11,567	15,405	41,491	34,788	112,593	93,776	23,178	27,737	241,842	291,374
Insurance premium ceded to reinsurers	(51,644)	(94,463)	(9,764)	(13,977)	(3,546)	(2,053)	(18,371)	(13,105)	(10,175)	(11,399)	(93,500)	(134,997)
Net Insurance premium	1,369	25,205	1,803	1,428	37,945	32,735	94,222	80,671	13,003	16,338	148,342	156,377
Commission income from reinsurers	6,420	14,822	2,033	2,353	204	149	2,757	2,292	1,554	1,735	12,968	21,351
Net underwriting income	7,789	40,027	3,836	3,781	38,149	32,884	96,979	82,963	14,557	18,073	161,310	177,728
Insurance claims expense	12,818	(57,164)	(309)	(9,222)	(12,851)	(12,716)	(92,808)	(75,295)	(1,355)	(80,496)	(94,506)	(234,893)
Insurance claims recovered from reinsurers and other recoveries revenue	(257)	43,492	316	9,103	1,325	344	17,994	10,730	1,353	75,949	20,730	139,618
Net Insurance claims	12,561	(13,672)	7	(119)	(11,526)	(12,372)	(74,814)	(64,565)	(2)	(4,547)	(73,775)	(95,275)
Commission expense	(4,848)	(11,272)	(708)	(695)	(2,782)	(2,197)	(6,929)	(6,054)	(4,129)	(3,789)	(19,396)	(24,007)
Premium deficiency	-	-	-	-	-	-	-	-	-	-	-	-
Management expense	(19,282)	(34,905)	(4,207)	(4,493)	(15,091)	(10,147)	(40,953)	(27,353)	(8,431)	(8,090)	(87,965)	(84,988)
Other acquisition cost	(812)	2	(177)	-	(811)	(129)	(7,656)	(7,698)	(357)	1	(9,811)	(7,823)
Net insurance claims and expenses	(12,382)	(59,847)	(5,085)	(5,307)	(30,210)	(24,845)	(130,352)	(105,670)	(12,919)	(16,424)	(190,947)	(212,093)
Underwriting result	(4,593)	(19,820)	(1,249)	(1,526)	7,939	8,039	(33,373)	(22,707)	1,638	1,649	(29,638)	(34,365)
Investment income											33,130	26,594
Rental income											2,188	2,542
Other income											3,626	4,418
Other expenses											(1,826)	(2,143)
Finance cost											(323)	(346)
Share of loss from WTO - Operator's Fund											(17,790)	(24,845)
Loss before tax											(9,440)	(28,145)

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

29.1 Segment assets and liabilities

The following presents segments assets and liabilities for the year ended June 30, 2024 and December 31, 2023:

											Half yearly ended	
											Unaudited June 30	
											----- Rupees in '000 -----	
	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
	----- Rupees in '000 -----											
Segment assets	212,437	191,495	84,745	69,393	145,293	139,753	132,156	380,236	63,759	74,869	638,389	855,745
Unallocated corporate assets											1,847,186	1,760,116
Total assets											2,485,575	2,615,861
Segment Liabilities	383,416	305,060	152,952	110,546	262,232	222,633	238,522	605,736	115,075	119,270	1,152,197	1,363,245
Unallocated corporate liabilities											275,215	259,057
Total liabilities											1,427,412	1,622,302

Rupees in '000

30. MOVEMENT IN INVESTMENTS - AVAILABLE FOR SALE

January 01, 2023	613,028
Additions	8,746
Disposals (sale and redemptions)	(1,681)
Fair value net gains (excluding net realized gains)	81,472
December 31, 2023	701,565
Additions	13,368
Disposals (sale and redemptions)	-
Fair value net gains (excluding net realized gain)	71,034
June 30, 2024	785,967

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

31. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

IFRS 13 defines fair value as an exit price. 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.

All assets and liabilities for which fair value is measured or disclosed in these condensed interim financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly observable.

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

There had been no transfers between the fair value of hierarchy during the period.

Following are the assets which are either measured at fair value or for which fair value is only disclosed and is different from their carrying value:

	June 30, 2024 (unaudited)		
	Fair Value Measurement		
	Level 1	Level 2	Level 3
	----- Rupees in '000 -----		
Available for sale investments (measured at fair value)			
Equity securities	695,246	1,483	-
Mutual fund units	-	89,239	-
	695,246	90,722	-
	31 December 2023 (audited)		
	Fair Value Measurement		
	Level 1	Level 2	Level 3
	----- Rupees in '000 -----		
Available for sale investments (measured at fair value)			
Equity securities	616,540	1,483	-
Mutual fund units	-	83,542	-
	616,540	85,025	-

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (unaudited)**
FOR THE QUARTER & HALF YEAR ENDED JUNE 30, 2024

32. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue on **26 August, 2024** by the Board of directors of the Company.

33. GENERAL

33.1 There is no individual class of business within the category of 'miscellaneous', where the gross premium of the class of business is 10% or more of the gross premium revenue of the company.

33.2 All amounts have been rounded to the nearest thousand Rupees.

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

**CONDENSED INTERIM
FINANCIAL STATEMENT
WINDOW TAKAFUL OPERATIONS
FOR THE PERIOD ENDED
JUNE 30, 2024**



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INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE MEMBERS OF PREMIER INSURANCE LIMITED (WINDOW TAKAFUL OPERATIONS)

Introduction

We have reviewed the accompanying condensed interim statement of financial position of PREMIER INSURANCE LIMITED (WINDOW TAKAFUL OPERATION) ("the Operator") as at June 30, 2024 and condensed interim statement of comprehensive income, condensed interim statement of cash flows, for the six-month period then ended (here-in-after referred as the "interim financial statements"). Management is responsible for the preparation and fair presentation of this 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.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim financial statement Performed by the Independent Auditor of the Entity". A review of interim financial statement 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 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.

Conclusion

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

Other matter

The figures for the quarter ended June 30, 2024 and June 30, 2023 in the condensed interim statement of profit or loss and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

The engagement partner on the review resulting in this independent auditors' report is Zulfikar Ali Causer.

KARACHI
DATED: 30 AUG 2024

UDIN: RR2024100678H1cWYn3K

BDO EBRAHIM & Co
CHARTERED ACCOUNTANTS

BDO Ebrahim & Co. Chartered Accountants
BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the International BDO network of independent member firms.

PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2024

	Note	Operator's Fund		Participant's Takaful Fund	
		June 30, 2024 Unaudited	31 December 2023 Audited	June 30, 2024 Unaudited	31 December 2023 Audited
Rupees in '000					
ASSETS					
Investments	7	-	-	8,913	8,220
Mutual funds	8	-	-	600	600
Term deposits	9	401	308	66,634	40,861
Loans and other receivables	10	-	-	69,247	58,442
Takaful / retakaful receivables	19	-	-	19,688	15,202
Retakaful recoveries against outstanding claims	11	99,903	93,903	-	-
Qard-e-hasna contributed to PTF	12	-	-	366	360
Salvage recoveries accrued	22	19,974	16,145	-	-
Receivable from PTF	23	-	-	33,399	30,827
Deferred wakala expense	13	8,051	7,353	-	-
Deferred commission expense	14	-	-	9,362	13,655
Prepayments		-	-	58,645	66,350
Cash and bank		4,118	1,630	266,854	234,517
TOTAL ASSETS		132,447	119,339	266,854	234,517
EQUITY AND LIABILITIES					
Reserve attributable to:					
Operator's Fund (OPF)					
Statutory fund		50,000	50,000	-	-
Accumulated deficit		(133,581)	(115,790)	-	-
Total Operators Fund		(83,581)	(65,790)	-	-
Participant's Takaful Fund (PTF) / Waqf					
Seed money		-	-	500	500
Revaluation reserves		-	-	(161)	387
Accumulated deficit		-	-	(51,407)	(56,036)
Balance of Participant's Takaful Fund / Waqf		-	-	(51,068)	(55,149)
Qard-e-Hasna		-	-	99,903	93,903
LIABILITIES					
PTF Underwriting provisions					
Unearned contribution reserve	18	-	-	95,420	88,051
Outstanding claims including IBNR	19	-	-	61,354	54,900
Contribution deficiency reserve	21	-	-	1,516	1,516
Reserve for Unearned retakaful rebate		-	-	1,619	2,484
		-	-	159,909	146,951
Unearned wakala fees	22	33,399	30,827	-	-
Takaful / retakaful payables	16	-	-	34,880	28,981
Payable to OPF	15	-	-	19,974	16,145
Other creditors and accruals		182,629	154,302	3,256	3,686
TOTAL LIABILITIES		216,028	185,129	218,019	195,763
TOTAL FUND AND LIABILITIES		132,447	119,339	266,854	234,517
CONTINGENCIES AND COMMITMENTS	17				

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

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS (unaudited)
 FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2024

	Note	Quarter ended		Half year ended	
		June 30 2024	June 30 2023	June 30 2024	June 30 2023
(Rupees in '000)					
Participant's Takaful Fund					
Contribution earned - net of wakala fee	18	33,450	28,263	65,455	56,251
Less: Contribution ceded to retakaful	18	(8,241)	(6,148)	(17,083)	(12,273)
Net contribution revenue	18	25,209	22,115	48,372	43,978
Re-takaful rebate earned	21	1,524	1,127	3,137	2,220
Net underwriting income		26,733	23,242	51,509	46,198
Net claims - reported / settled	19	(22,546)	(23,282)	(45,021)	(50,081)
- IBNR	19	(2,710)	78	(2,710)	(1,826)
		(25,256)	(23,204)	(47,731)	(51,907)
Other direct expenses	20	(2,379)	(1,940)	(4,055)	(3,473)
Deficit before investment income		(902)	(1,902)	(277)	(9,182)
Investment income	26	1,459	165	1,495	176
Other income	27	2,928	2,941	6,055	5,225
Less: Modarib's share of investment income	28	(1,536)	(1,086)	(2,643)	(1,890)
Surplus / (deficit) for the period		1,949	118	4,630	(5,671)
Operator's Fund					
Wakala fee	22	18,017	15,266	35,258	30,486
Commission expense	23	(3,969)	(4,058)	(7,874)	(8,313)
General, administrative and management expenses	24	(11,152)	(25,732)	(45,775)	(46,989)
		2,896	(14,524)	(18,391)	(24,816)
Modarib's share of PTF investment income	28	1,536	1,086	2,643	1,890
Profit on bank accounts		169	127	206	
Other expenses	25	(1,472)	(1,226)	(2,169)	(2,125)
Profit / (loss) for the period		3,045	(14,495)	(17,790)	(24,845)

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

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
(unaudited)**

FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2024

	Quarter ended		Half year ended	
	June 30 2024	June 30 2023	June 30 2024	June 30 2023
----- (Rupees in '000) -----				
Participant's Takaful Fund				
Surplus / (deficit) for the period	1,949	118	4,630	(5,671)
Other comprehensive loss for the period:				
Unrealized loss on available for sale securities	(980)	(47)	(548)	(38)
Total comprehensive income / (loss) for the period	969	71	4,082	(5,709)
Operator's Fund				
Profit / (loss) for the period	3,045	(14,495)	(17,790)	(24,845)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	3,045	(14,495)	(17,790)	(24,845)

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

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

**PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF CHANGES IN OPERATOR'S
FUND AND PARTICIPANTS' TAKAFUL FUND (unaudited)
FOR THE HALF YEAR ENDED JUNE 30, 2024**

	Attributable to Operator's Fund			Total
	Statutory fund	Unrealized gain / (loss) on revaluation of available-for-sale	Accumulated loss	
	----- Rupees in '000 -----			
Balance as at January 01, 2023 (Audited)	50,000	-	(101,380)	(51,380)
Total comprehensive loss for the period				
Net loss for the period	-	-	(24,845)	(24,845)
Other comprehensive income for the period	-	-	-	-
	<u>-</u>	<u>-</u>	<u>(24,845)</u>	<u>(24,845)</u>
Balance as at June 30, 2023 (Unaudited)	<u>50,000</u>	<u>-</u>	<u>(126,225)</u>	<u>(76,225)</u>
Balance as at January 01, 2024 (Audited)	50,000	-	(115,791)	(65,791)
Total comprehensive loss for the period				
Net loss for the year	-	-	(17,790)	(17,790)
Other comprehensive income for the year	-	-	-	-
	<u>-</u>	<u>-</u>	<u>(17,790)</u>	<u>(17,790)</u>
Balance as at June 30, 2024 (Unaudited)	<u>50,000</u>	<u>-</u>	<u>(133,581)</u>	<u>(83,581)</u>
	----- Rupees in '000 -----			
	Attributable to participants of the Participant's Fund			Total
	Ceded Money	Unrealized loss on revaluation of available-for-sale	Accumulated deficit	
	----- Rupees in '000 -----			
Balance as at January 01, 2023 (Audited)	500	(939)	(67,382)	(67,821)
Total comprehensive loss for the period				
Deficit for the period	-	-	(5,671)	(5,671)
Other comprehensive loss for the period	-	(38)	-	(38)
	<u>-</u>	<u>(38)</u>	<u>(5,671)</u>	<u>(5,709)</u>
Balance as at June 30, 2023 (Unaudited)	<u>500</u>	<u>(977)</u>	<u>(73,053)</u>	<u>(73,530)</u>
Balance as at January 01, 2024 (Audited)	500	386	(56,036)	(55,150)
Total comprehensive income for the period				
Surplus for the period	-	-	4,630	4,630
Total comprehensive loss for the period	-	(548)	-	(548)
	<u>-</u>	<u>(548)</u>	<u>4,630</u>	<u>4,082</u>
Balance as at June 30, 2024 (Unaudited)	<u>500</u>	<u>(162)</u>	<u>(51,406)</u>	<u>(51,068)</u>

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

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

PREMIER TAKAFUL LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF CASH FLOWS (unaudited)
 FOR THE HALF YEAR ENDED JUNE 30, 2024

	Half Year Ended			
	Operator's Fund		Participant's Takaful Fund	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
CASH FLOWS FROM OPERATING ACTIVITIES Note	----- Rupees in '000 -----			
a) Takaful activities				
Contribution received	-	-	72,824	51,507
Re-takaful contributions paid	-	-	(6,168)	(3,096)
Claims / benefit paid	-	-	(49,891)	(40,634)
Re-takaful and other recoveries received	-	-	4,128	1,642
Commissions (paid) / re-takaful rebate received	(6,081)	(5,889)	2,272	1,793
Wakala fees received	34,001	26,922	-	-
Wakala fees paid	-	-	(34,002)	(26,922)
Modarib share received / (paid)	2,643	1,890	(2,643)	(1,890)
Total cash generated from / (used) in takaful activities	30,563	22,923	(13,480)	(17,600)
b) Other operating activities				
General and administration expenses paid	(48,112)	(49,263)	(4,778)	(6,907)
Other operating payments	-	-	-	-
Amounts due from other takaful / retakaful operators	-	-	10,805	(5,443)
Deposits and other receivables	74	62	(12,352)	18,071
Received from / (paid to) Premier Insurance Limited	25,771	35,505	-	-
Accrued salvage recoveries	-	-	6	(59)
Other liabilities settled	65	44	430	(1,949)
Total cash (used in) / generated from other operating activities	(22,202)	(13,652)	(5,889)	3,714
Total cash generated from / (used in) all operating activities	8,361	9,271	(19,369)	(13,886)
CASHFLOW FROM INVESTING ACTIVITIES				
Accrued investment income	-	-	(246)	104
Additions to fixed assets	-	-	-	-
Bank profit received	127	206	6,055	5,225
Sale of investment	-	-	(145)	38
Total cash generated from investing activities	127	206	5,664	5,367
CASHFLOW FROM FINANCING ACTIVITIES				
Qard-e-hasna contributions	(6,000)	(10,000)	6,000	10,000
Total cash (used in) / generated from financing activities	(6,000)	(10,000)	6,000	10,000
Net cash generated from / (used in) activities	2,488	(523)	(7,705)	1,481
Cash and cash equivalents at beginning of the period	1,630	4,147	66,350	71,349
Cash and cash equivalents at the end of the period	4,118	3,624	58,645	72,830

PREMIER TAKAFUL LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF CASH FLOWS (unaudited)
 FOR THE HALF YEAR ENDED JUNE 30, 2024

	Half Year Ended			
	Operator's Fund		Participant's Takaful Fund	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
Note	----- Rupees in '000 -----			
Reconciliation to profit and loss account				
Operating cash flows	8,488	9,271	(13,705)	(13,886)
Investment income	-	206	1,495	176
Increase in assets other than cash	4,621	1,017	39,095	26,846
Increase in liabilities	(30,899)	(35,339)	(22,256)	(18,807)
(Loss) / profit for the year	(17,790)	(24,845)	4,629	(5,671)
Attributed to:				
Operator's Fund	(17,790)	(24,845)	-	-
Participants' Takaful Fund	-	-	4,629	(5,671)
	(17,790)	(24,845)	4,629	(5,671)

Definition of cash and cash equivalent

Cash comprises cash in hand, stamps in hand, current and saving accounts and short-term deposits having maturity of less than three months.

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

Current and other accounts

Current and savings accounts	14	4,118	3,624	58,645	72,830
Total cash and cash equivalent		4,118	3,624	58,645	72,830

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

PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited) FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Premier Insurance Limited (the Operator) has been authorized to undertake Window Takaful Operations (WTO) on October 02, 2015 by Securities and Exchange Commission of Pakistan (SECP) under SECP Takaful Rules, 2012 to carry on General Window Takaful Operations in Pakistan. The operator of the Company is listed on the Pakistan Stock Exchange Limited (PSX). The registered office of the Company is situated at 5th Floor, State Life Building No. 2A, Wallace Road, Karachi.

For the purpose of carrying on the Takaful business, the Operator has formed a Waqf (Participants' Takaful Fund (PTF)) on 31 October 2015 under the Waqf Deed with a Seed money of Rs. 500,000. The Waqf Deed and PTF Policies (Waqf Rules) govern the relationship of Operator, Waqf and Participants for management of Takaful operations, investment of Waqf and Operator's Fund as approved by the Shariah Advisor of the Operator. The accounts of the Waqf are maintained by the Operator in a manner that the assets and liabilities of Waqf remain separately identifiable. The condensed interim financial statements of the Operator are prepared in such a manner that the financial position and results from the operations of Waqf and the Operator are shown separately.

2. BASIS OF PREPARATION

The Securities and Exchange Commission of Pakistan ("SECP") vide its S.R.O 1416(I)/2019 dated November 20, 2019 has prescribed format of the presentation of published financial statements for general takaful operator for takaful business. These condensed interim financial statements have been prepared in accordance with the format as prescribed by the SECP. 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 as prescribed by the SECP and should be read in conjunction with the annual audited financial statements of the Operator for the year ended December 31, 2023.

These condensed interim financial statements reflect the financial position and results of operations of both the Operator's Fund (OPF) and Participants' Takaful Fund (PTF) in a manner that the assets, liabilities, income and expenses of the Operator and PTF remain separately identifiable.

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. The accounting and reporting standards comprise of:

- International Financial Reporting Standards (IAS) 34, interim Financial Reporting issued by the International Accounting Standards Board (IASB) as for interim Financial Reporting notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017, Takaful Rules, 2012 and General Takaful Accounting Regulations, 2019.

PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)

FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024

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, the Takaful Rules, 2012 and General Takaful Accounting Regulations, 2019 shall prevail.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except investments which are carried at fair value and at amortized cost.

2.3 Functional and Presentation Currency

These condensed interim financial statements are presented in Pakistani Rupees which is also the Operator's functional currency. All financial information presented in Pakistani Rupees has been rounded to nearest Thousand Rupees, unless otherwise stated.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the annual audited financial statements for the year ended December 31, 2023.

4. USE OF JUDGEMENTS AND ESTIMATES

The preparation of these condensed interim financial statements are in conformity with approved accounting standards which requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing these condensed interim financial statements, the significant judgments made by management in applying the Operator's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended December 31, 2023.

5. FINANCIAL AND TAKAFUL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the annual financial statements of the Company for the year ended December 31, 2023.

6. CONTRIBUTION DEFICIENCY RESERVE

No provision has been made as the contribution deficiency reserve for each class of business as at June 30, 2024 and considered adequate to meet the expected liability after reinsurance, for claims and other expenses, expected to be incurred after the reporting date in respect of policies in force at the reporting date except health department.

PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)
 FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024

7. INVESTMENTS IN MUTUAL FUNDS - PTF

	June 30, 2024 (Unaudited)			December 31, 2023 (Audited)		
	Cost	Impairment / provision for the Period	Carrying value	Cost	Impairment / provision for the year	Carrying value
----- Rupees in '000 -----						
OPF						
Mutual fund units	-	-	-	-	-	-
Participants' Takaful Fund						
Available for sale						
Mutual fund units:	8,605	-	8,913	7,365	-	8,220
	8,605	-	8,913	7,365	-	8,220

8. INVESTMENTS IN TERM DEPOSITS - PTF

		June 30, 2024 (Unaudited)			December 31, 2023 (Audited)		
		Cost	Impairment / provision for the Period	Carrying value	Cost	Impairment / provision for the year	Carrying value
----- Rupees in '000 -----							
Participants' Takaful Fund							
Held to maturity							
Term deposit receipt	8.1	600	-	600	600	-	600
		600	-	600	600	-	600

8.1 This represents a term deposit with bank having profit at the average rate of 10.75% per annum (December 31, 2023: 10.75%) having maturity till May 02, 2025.

PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)
 FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024

9. LOANS AND OTHER RECEIVABLES - Considered good

	Operator's Fund		Participant's Takaful Fund	
	June 30, 2024 (Unaudited)	December 31, 2023 (Audited)	June 30, 2024 (Unaudited)	December 31, 2023 (Audited)
	----- Rupees in '000 -----			
Profit receivable	35	16	902	1,148
Federal excise duty	366	292	4,561	4,514
Others	-	-	61,171	35,199
	<u>401</u>	<u>308</u>	<u>66,634</u>	<u>40,861</u>

10. TAKAFUL / RETAKAFUL RECEIVABLES - Unsecured and considered good

	June 30, 2024 (Unaudited)	December 31, 2023 (Audited)
	----- Rupees in '000 -----	
Contribution due but unpaid	52,818	41,487
Less: Provision for doubtful receivables takaful participants' holders	<u>(5,714)</u>	<u>(5,714)</u>
	47,104	35,773
Amounts due from other takaful / retakaful operators	<u>22,143</u>	<u>22,669</u>
	<u>69,247</u>	<u>58,442</u>

11. QARD-E-HASNA

Balance as at the beginning of the period	93,903	71,903
Repayment during the year	-	-
Qard-e-Hasna contributed during the period	<u>6,000</u>	<u>22,000</u>
Balance as at the end of the period	<u>99,903</u>	<u>93,903</u>

12. RECEIVABLE FROM PTF

Wakala fee receivable	<u>19,974</u>	<u>16,145</u>
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13. PREPAYMENTS

Prepaid retakaful contribution ceded	7,846	12,862
Other prepaid expense	<u>1,516</u>	<u>793</u>
	<u>9,362</u>	<u>13,655</u>

PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)
 FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024

14. CASH AND BANK

	Operator's Fund		Participant's Takaful Fund	
	June 30, 2024 (Unaudited)	December 31, 2023 (Audited)	June 30, 2024 (Unaudited)	December 31, 2023 (Audited)
----- Rupees in '000 -----				
Cash and cash equivalent				
Policy, revenue stamps and bond papers	-	-	62	39
Cash at bank				
Current accounts	-	-	40	409
Profit and loss sharing accounts	14.1 4,118	1,630	58,543	65,902
	<u>4,118</u>	<u>1,630</u>	<u>58,645</u>	<u>66,350</u>

14.1 The rate of return on profit and loss sharing accounts held with Islamic banks during the year range from 7.50% to 17.38% per annum (December 31, 2023: 3.81% to 17.00%).

15. OTHER CREDITORS AND ACCRUALS

	Operator's Fund		Participant's Takaful Fund	
	June 30, 2024 (Unaudited)	December 31, 2023 (Audited)	June 30, 2024 (Unaudited)	December 31, 2023 (Audited)
----- Rupees in '000 -----				
Payable to Premier Insurance Limited	165,326	139,555	-	-
Federal takaful fee	-	-	(9)	(99)
Sales tax on services	-	-	1,253	16
Commission payable	17,360	14,869	-	-
Auditor's fee	337	398	-	-
Others	(394)	(520)	2,012	3,769
	<u>182,629</u>	<u>154,302</u>	<u>3,256</u>	<u>3,686</u>
16. PAYABLE TO OPF				
Wakala fee payable	-	-	19,974	16,145
	<u>-</u>	<u>-</u>	<u>19,974</u>	<u>16,145</u>

PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)
FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024

17. CONTINGENCES AND COMMITMENTS

There are no contingencies and commitments as at June 30, 2024 (December 31, 2023: Nil)

	Quarter ended		Half Year Ended	
	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)
----- Rupees in '000 -----				
18. NET CONTRIBUTION				
Written gross contribution	44,131	42,959	108,082	81,578
Less: Wakala fee	(18,017)	(15,266)	(35,258)	(30,486)
Contribution Net of Wakala Fee	26,114	27,693	72,824	51,092
Add: Unearned contribution reserve opening	102,756	78,530	88,051	83,119
Less: Unearned contribution reserve closing	(95,420)	(77,960)	(95,420)	(77,960)
Contribution earned	33,450	28,263	65,455	56,251
Less: Retakaful contribution ceded	4,575	7,048	12,067	10,700
Add: Prepaid retakaful contribution opening	11,512	8,100	12,862	10,573
Less: Prepaid retakaful contribution closing	(7,846)	(9,000)	(7,846)	(9,000)
Retakaful expense	8,241	6,148	17,083	12,273
Net contribution	25,209	22,115	48,372	43,978
19. NET CLAIMS EXPENSE				
Claims paid or payable	25,577	21,708	49,892	40,634
Less: Outstanding claims including IBNR opening	(59,753)	(70,033)	(54,901)	(59,670)
Add: Outstanding claims including IBNR closing	61,354	72,872	61,354	72,872
Claims expense	27,178	24,547	56,345	53,836
Less: Retakaful and other recoveries received	1,013	911	4,128	1,642
Less: Retakaful recoveries against outstanding claims - opening	(18,779)	(6,786)	(15,202)	(6,930)
Add: Retakaful recoveries against outstanding claims - closing	19,688	7,217	19,688	7,217
Retakaful and other recoveries revenue	1,922	1,342	8,614	1,929
	25,256	23,205	47,731	51,907
20. DIRECT EXPENSES - PTF				
Tracking services	-	149	6	320
Service charges	1,690	1,374	3,158	2,468
Others	689	417	891	685
	2,379	1,940	4,055	3,473

PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)
FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024

	Quarter ended		Half Year Ended	
	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)
----- Rupees in '000 -----				
21. RETAKAFUL REBATE - PTF				
Rebate from re-takaful received	824	1,107	2,272	1,793
Add: Deferred rebate opening	2,319	1,647	2,484	2,054
Less: Deferred rebate closing	(1,619)	(1,627)	(1,619)	(1,627)
Rebate from retakaful received	<u>1,524</u>	<u>1,127</u>	<u>3,137</u>	<u>2,220</u>
22. WAKALA FEE - OPF				
Gross wakala fee	15,447	15,044	37,830	28,560
Add: Deferred wakala opening	35,969	27,514	30,827	29,218
Less: Deferred wakala closing	(33,399)	(27,292)	(33,399)	(27,292)
Net wakala fee	<u>18,017</u>	<u>15,266</u>	<u>35,258</u>	<u>30,486</u>
<p>The shareholders of the company manage the general takaful operations for the participants and charges 35% for all class of Business (December 31, 2023: 35%) of the gross contribution written as wakala fee against the services.</p>				
23. COMMISSION EXPENSE - OPF				
Commission paid or payable	4,699	4,439	8,572	7,605
Add: Deferred commission opening	7,321	7,240	7,353	8,329
Less: Deferred commission closing	(8,051)	(7,621)	(8,051)	(7,621)
Commission expense	<u>3,969</u>	<u>4,058</u>	<u>7,874</u>	<u>8,313</u>
24. GENERAL, ADMINISTRATIVE AND MANAGEMENT EXPENSES - OPF				
Employee benefit cost	9,823	22,150	39,436	40,143
Rent, rates and taxes	-	264	550	477
Communications	77	235	329	425
Fuel and power	571	946	1,615	1,287
Travelling expenses	56	148	612	310
Entertainments	(165)	265	332	487
Advertisements and sales promotions	225	259	280	617
Repair and maintenance	177	428	738	973
Printing and stationery	306	386	479	727
Vehicle running expenses	(42)	120	486	337
Annual supervision fee SECP	-	-	254	267
Miscellaneous	124	531	664	939
	<u>11,152</u>	<u>25,732</u>	<u>45,775</u>	<u>46,989</u>

PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)
FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024

	Quarter ended		Half Year Ended	
	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)
25. OTHER EXPENSES - OPF	----- Rupees in '000 -----			
Auditors' remuneration	161	149	330	310
Fees and subscription	1,311	1,077	1,839	1,815
	<u>1,472</u>	<u>1,226</u>	<u>2,169</u>	<u>2,125</u>
26. INVESTMENT INCOME - PTF				
Income from mutual funds				
Dividend income	1,459	-	1,459	-
Income from term deposits				
Return on term deposits	-	165	36	176
	<u>1,459</u>	<u>165</u>	<u>1,495</u>	<u>176</u>
27. OTHER INCOME - PTF				
Profit on bank deposits	2,928	2,941	6,055	5,225
Exchange gain	-	-	-	-
	<u>2,928</u>	<u>2,941</u>	<u>6,055</u>	<u>5,225</u>

28. MODARIB FEE

The operator manage the participants' investments as a Modarib and charge 35% (December 31, 2023: 35%) Modarib's share of the investment income earned by PTF.

29. RELATED PARTY TRANSACTIONS - PTF

Related parties comprise associated companies, entities under common control, entities with common directors, major shareholders, directors, key management personnel and funded employee retirement benefit schemes.

Details of the balances and transactions with related parties, other than those which have been specifically disclosed elsewhere in these condensed interim financial statements, are as follows:

Transactions during the period	Half Year Ended	
	June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)
	----- Rupees in '000 -----	
Associated companies		
Contribution underwritten	1,740	283
Contribution received	2,285	2,336
Claims paid	697	(750)

PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)
 FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024

Year end balances

June 30, 2024 (Unaudited) June 30, 2023 (Unaudited)
 ----- Rupees in '000 -----

Associated companies

Contribution receivable	2,192	2,016
Claims outstanding	3,014	753
Commission outstanding	59	59

29.1 Operator's contribution toward staff provident fund during the year is Rs.1,020 thousand (June 30, 2023: 1,175 thousand).

30. SEGMENT INFORMATION

Quarter ended
 June 30, 2024 (Unaudited) June 30, 2023 (Unaudited)
 ----- Rupees in '000 -----

30.1 Participants Takaful Fund

Segment profit and loss	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
----- Rupees in '000 -----												
Participants Takaful Fund												
Contribution receivable (inclusive of Federal Excise Duty / Sales Tax, Federal Takaful Fee and Administrative surcharge)	2,772	3,080	1,724	1,695	27,725	27,874	16,052	14,280	627	160	48,900	47,089
Less: Federal excise duty	298	333	469	207	3,494	3,152	-	-	73	22	4,335	3,714
Less: Federal takaful fee	23	21	12	15	234	237	160	141	6	2	435	416
Gross written contribution (inclusive of Administrative surcharge)	2,450	2,726	1,242	1,473	23,997	24,485	15,892	14,139	548	136	44,131	42,959
Gross direct contribution	2,273	2,111	1,183	1,406	22,627	22,896	15,883	14,124	523	133	42,488	40,669
Facultative inward contribution	130	590	-	-	635	802	-	-	-	-	765	1,392
Administrative surcharge	47	26	59	68	735	788	10	15	26	3	878	900
Less: Wakala expense	(1,839)	(1,776)	(656)	(424)	(7,736)	(7,587)	(7,473)	(5,173)	(312)	(306)	(18,017)	(15,266)
Takaful contribution earned	5,246	5,071	1,875	1,211	22,102	21,677	21,353	14,778	891	792	51,467	43,529
Takaful contribution ceded to retakaful operators	(3,834)	(3,175)	(1,467)	(929)	(2,469)	(1,746)	-	-	(471)	(299)	(8,241)	(6,148)
Net takaful contribution	(427)	120	(248)	(142)	11,897	12,344	13,880	9,605	108	187	25,209	22,114
Rebate earned	893	727	366	210	156	122	-	-	109	68	1,524	1,127
Net underwriting income	466	847	118	68	12,053	12,466	13,880	9,605	217	255	26,733	23,241
Takaful claims	858	(1,345)	(2,251)	(1,039)	(9,681)	(10,015)	(16,036)	(11,246)	(68)	(902)	(27,178)	(24,547)
Takaful claims recovered from retakaful	(497)	369	1,830	655	541	206	-	-	48	113	1,922	1,343
Net claim	361	(976)	(421)	(384)	(9,140)	(9,809)	(16,036)	(11,246)	(20)	(789)	(25,256)	(23,204)
Provision for doubtful contribution	-	-	-	-	-	-	-	-	-	-	-	-
Other direct expense	(188)	(47)	(84)	(24)	(792)	(404)	(1,283)	(1,464)	(31)	(2)	(2,379)	(1,938)
(Deficit) / Surplus before investment income	639	(176)	(387)	(340)	2,121	2,253	(3,440)	(3,102)	165	(536)	(902)	(1,902)
Investment income											1,459	165
Other income											2,928	2,941
Less: Modarib's share of investment income											(1,536)	(1,086)
Surplus / (deficit) transferred to accumulated surplus											1,949	118

PREMIER INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (unaudited)
 FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2024

Segment profit and loss	Half Year Ended											
	June 30, 2024 (Unaudited)		June 30, 2023 (Unaudited)								Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
	----- Rupees in '000 -----											
Contribution receivable (inclusive of Federal Excise Duty / Sales Tax, Federal Takaful Fee and Administrative surcharge)	6,730	6,109	4,766	2,924	51,529	49,012	53,297	30,571	946	170	117,269	88,786
Less: Federal excise duty	743	546	816	364	6,450	5,495	-	-	110	23	8,119	6,429
Less: Federal takaful fee	54	35	39	25	438	414	528	303	8	2	1,068	779
Gross written contribution (inclusive of Administrative surcharge)	5,933	5,528	3,911	2,535	44,641	43,103	52,769	30,268	828	145	108,082	81,578
Gross direct contribution	5,337	3,503	3,725	2,427	42,432	39,939	52,719	30,238	794	141	105,007	76,248
Facultative inward contribution	518	1,986	-	-	802	1,662	-	-	-	-	1,320	3,648
Administrative surcharge	78	39	186	108	1,407	1,502	50	30	34	4	1,755	1,683
Less: Wakala expense	(3,634)	(3,410)	(1,719)	(1,042)	(15,326)	(15,343)	(13,986)	(9,980)	(594)	(710)	(35,258)	(30,486)
Takaful contribution earned	10,360	9,739	4,911	2,978	43,787	43,838	39,959	28,514	1,696	1,668	100,713	86,737
Takaful contribution ceded to retakaful operators	(7,510)	(5,941)	(3,599)	(2,468)	(5,102)	(3,352)	-	-	(872)	(513)	(17,083)	(12,273)
Net takaful contribution	(784)	388	(407)	(532)	23,359	25,143	25,973	18,534	230	445	48,372	43,978
Rebate earned	1,738	1,359	864	521	334	223	-	-	201	117	3,137	2,220
Net underwriting income	954	1,747	457	(11)	23,693	25,366	25,973	18,534	431	562	51,509	46,198
Takaful claims	(6,895)	(1,917)	(2,278)	(571)	(13,896)	(27,950)	(32,476)	(22,491)	(799)	(907)	(56,345)	(53,836)
Takaful claims recovered from retakaful	4,903	971	1,852	454	1,693	386	-	-	166	118	8,614	1,929
Net claim	(1,992)	(946)	(426)	(117)	(12,203)	(27,564)	(32,476)	(22,491)	(633)	(789)	(47,731)	(51,907)
Other direct expense	(226)	(83)	(107)	(38)	(955)	(645)	(2,730)	(2,705)	(37)	(2)	(4,055)	(3,473)
(Deficit) / Surplus before investment income	(1,264)	718	(76)	(166)	10,535	(2,843)	(9,233)	(6,662)	(239)	(229)	(277)	(9,182)
Investment income											1,495	176
Other Income											6,055	5,225
Less: Modarib's share of investment income											(2,643)	(1,890)
Surplus / (deficit) for the period											4,630	(5,671)

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Segment assets and liabilities

The following presents segments assets and liabilities as at June 30, 2024 and December 31, 2023 (audited):

	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Half Year Ended	
											June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
----- Rupees in '000 -----												
Segment assets	7,249	12,661	4,779	5,566	54,546	55,022	64,477	43,304	1,012	1,933	132,062	118,486
Unallocated corporate assets											134,792	116,031
Total assets											266,854	234,517
Segment liabilities	10,609	18,637	6,994	8,193	79,828	80,995	94,362	63,747	1,481	2,845	193,273	174,416
Unallocated corporate liabilities											24,746	21,347
Total liabilities											218,019	195,763

30.2 Operators Fund

Segment profit and loss

	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Half Year Ended	
											June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
----- Rupees in '000 -----												
Wakala fee earned	3,634	3,410	1,719	1,042	15,326	15,343	13,986	9,980	594	710	35,258	30,486
Commission expense	(1,064)	(1,414)	(287)	(178)	(5,100)	(5,531)	(1,286)	(808)	(137)	(383)	(7,874)	(8,313)
Management expense	(4,709)	(415)	(2,232)	569	(19,902)	(26,865)	(18,162)	(19,803)	(771)	(476)	(45,775)	(46,989)
	(2,139)	1,581	(800)	1,433	(9,676)	(17,052)	(5,462)	(10,631)	(314)	(149)	(18,391)	(24,816)
Modarib's share of PTF investment income											2,643	1,890
Profit on bank deposits											127	206
Other expenses											(2,169)	(2,125)
Loss before taxation											(17,790)	(24,845)

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Segment assets and liabilities

The following presents segments assets and liabilities as at June 30, 2024 and December 31, 2023 (audited):

											Half Year Ended	
											June 30, 2024 (Unaudited)	June 30, 2023 (Unaudited)
	----- Rupees in '000 -----											
	Fire and property damage		Marine, aviation and transport		Motor		Health		Miscellaneous		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
	----- Rupees in '000 -----											
Segment assets	442	786	291	345	3,325	3,415	3,931	2,687	62	120	8,052	7,354
Unallocated corporate assets											124,395	111,985
Total assets											132,447	119,339
Segment liabilities	1,833	3,294	1,209	1,448	13,795	14,315	16,306	11,267	256	503	33,399	30,827
Unallocated corporate liabilities											182,629	154,302
Total liabilities											216,028	185,129

31. MOVEMENT IN INVESTMENTS

	OPF		PTF	Total
	Available for sale	Available for sale	Held to maturity	
	----- Rupees in '000 -----			
As at 'January '01, 2023	-	4,630	600	5,230
Addition	-	9,142	2,400	11,542
Disposal (sale and redemption)	-	(6,877)	(2,400)	(9,277)
Designated at available for sale upon initial recognition	-	1,325	-	1,325
As at December 31, 2023	-	8,220	600	8,820
Addition	-	1,241	-	1,241
Disposal (sale and redemption)	-	-	-	-
Designated at available for sale upon initial recognition	-	(548)	-	(548)
As at June 30, 2024	-	8,913	600	9,513

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32. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

IFRS 13 defines fair value as an exit price. 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.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1** Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2** Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly observable.
- Level 3** Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

Following are the assets which are either measured at fair value or for which fair value is only disclosed and is different from their carrying value:

	June 30, 2024 (Unaudited)		
	Fair Value Measurement		
	Level 1	Level 2	Level 3
	----- Rupees in '000 -----		
PTF			
Available for sale investments (measured at fair value)			
Mutual fund units	-	8,913	-
	-	8,913	-

	December 31, 2023 (Audited)		
	Fair Value Measurement		
	Level 1	Level 2	Level 3
	----- Rupees in '000 -----		
PTF			
Available for sale investments (measured at fair value)			
Mutual fund units	-	8,220	-
	-	8,220	-

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33. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on **26 August, 2024** by the Board of Directors of the Operator.

34. GENERAL

34.1 There is no individual class of business within the category of 'miscellaneous', where the gross contribution of the class of business is 10% or more of the gross premium revenue of the Operator.

34.2 The comparative information has been reclassified, rearranged or additionally restated in these financial statements, wherever necessary, to facilitate comparative and to confirm with changes in presentation in the current year. However there were no material reclassification / restatements to report.

34.3 All amounts have been rounded to the nearest thousand Rupees.

Chief Executive Officer

Chairman

Director

Director

Chief Financial Officer

Premier Insurance Limited

Since 1952 as a life-time companion we have delivered distinctive general insurance services across the country with diligence, zeal and commitment. Yet our journey to excel continues; to do more and better for our clients.



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