



Century Insurance Company Limited  
A Lakson Group Company

# YOUR TRUST OUR ASSURANCE

Quarterly Report September 2024 (Un-audited)



## Century Insurance at a Glance

- Century Insurance is a Lakson Group Company.
- Operating since 1989, dealing in all areas of general insurance and takaful business.
- One of the premier general insurance companies of Pakistan.
- Rated "AA" with a stable outlook by VIS Credit Rating Company Limited, signifying a 'very strong capacity to meet policyholders' and contractual obligations.
- Total equity in excess of Rs. 3.0 billion.
- Twice awarded 'Top 25 Companies Award' by the Karachi Stock Exchange.
- Very strong reinsurance treaty arrangements with highly rated international reinsurers.
- Broad client base consisting of individuals as well as some of the most prestigious local and multinational companies.

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## Our Vision

To be an organization known for integrity and ethical behavior and fully dedicated to its Clients, Business Partners, Shareholders and Employees, providing exceptional quality service and committed to achieving excellence in all areas of its operations.

## Our Mission

- To become a company of choice for its valued Clients, Stockholders and Employees.
- To ensure continued growth of the financial strength and resilience of the company so that it may be able to withstand any unexpected shocks or cyclical economic downturns.
- The Company culture to be known for Integrity and Ethical behavior.
- The Company to be known as one of the best insurance companies of the country.



# Corporate Information

## Board of Directors

Mr. Iqbal Ali Lakhani - Chairman  
Mr. Amin Mohammed Lakhani  
Ms. Anushka Lakhani  
Mr. Aftab Ahmad  
Mr. Atiq Anwar Mahmudi  
Mr. Jawed Akhlaq  
Mr. Mohammad Hussain Hirji - Chief Executive

## Advisor

Mr. Sultan Ali Lakhani

## Chief Financial Officer

Mr. Sabza Ali Pirani

## Company Secretary

Mr. Mansoor Ahmed

## Audit Committee

Mr. Atiq Anwar Mahmudi - Chairman  
Mr. Amin Mohammed Lakhani  
Mr. Aftab Ahmad

## Investment Committee

Mr. Iqbal Ali Lakhani - Chairman  
Mr. Aftab Ahmad  
Mr. Mohammad Hussain Hirji  
Mr. Sabza Ali Pirani

## Ethics, Human Resource & Remuneration Committee

Mr. Jawed Akhlaq - Chairman  
Mr. Amin Mohammed Lakhani  
Mr. Mohammad Hussain Hirji

## External Auditors

M/s. BDO Ebrahim & Co.  
Chartered Accountants

## Share Registrar

M/s. FAMCO Share Registration Services (Pvt.) Ltd.  
8-F, Near to Hotel Faran, Nursery,  
Block-6, P.E.C.H.S., Shakra-e-Faisal,  
Karachi.  
Tel: (021) 3438 0101-5  
Fax: (021) 3438 0106  
Email: [info.shares@famcosrs.com](mailto:info.shares@famcosrs.com)  
Website: [www.famcosrs.com](http://www.famcosrs.com)

## Bankers

Al Baraka Bank (Pakistan) Limited  
Askari Bank Limited  
Bank Alfalah Limited  
Bank Islami Pakistan Limited  
Dubai Islamic Bank Pakistan Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
JS Bank Limited  
MCB Islamic Bank Limited  
Meezan Bank Limited  
NRSP Microfinance Bank Limited  
Samba Bank Limited  
Silkbank Limited  
Soneri Bank Limited  
Standard Chartered Bank (Pakistan) Limited  
Telenor Microfinance Bank Limited  
U Microfinance Bank Limited  
United Bank Limited

## Registered & Corporate Office

Lakson Square, Building No. 2,  
Sarwar Shaheed Road, Karachi-74200.

## Head Office

11th Floor, Lakson Square, Building No. 3, Sarwar  
Shaheed Road, Karachi-74200.

Website: [www.cicl.com.pk](http://www.cicl.com.pk)  
UAN: 111-111-717  
NTN: 0710008-6

# Directors' Review

On behalf of the Board of Directors, we are pleased to present to you the un-audited financial statements for the nine-month period ended 30 September 2024.

## General Review

The overall operational performance of the Company for the nine-month period ended 30 September 2024 has been good. Gross written premium (inclusive of takaful contribution) has increased by Rs. 300 million (17%) to Rs. 2,051 million whereas net premium has increased by Rs. 92 million (11%) to Rs. 964 million. Underwriting profit stood at Rs. 131 million. Investment & other income is Rs. 471 million, also up by Rs. 121 million (35%). Earnings Per Share (EPS) stood at Rs. 7.60.

## Operating Results

The comparative financial highlights for the nine-month period ended 30 September 2024 and 30 September 2023 are presented below:

Description	Rs. In Millions (except otherwise stated)			
	2024	2023	Increase / (Decrease)	
			Amount	%
Gross Written Premium (including Takaful Contribution)	<b>2,051</b>	1,751	300	17
Net Premium	<b>964</b>	872	92	11
Underwriting results	<b>131</b>	161	(30)	(19)
Investment & other income	<b>471</b>	350	121	35
Profit from Window Takaful Operations	<b>68</b>	44	24	55
Profit before tax	<b>654</b>	544	110	20
Profit after tax	<b>421</b>	318	103	32
Earnings per share (Rs.)	<b>7.60</b>	5.75	1.85	32
Total assets	<b>5,582</b>	4,965	617	12
Paid-up capital	<b>553</b>	553	-	-
Total equity	<b>3,032</b>	2,607	425	16

As compared to the nine-month period ended 30 September 2023, the gross written premium (inclusive of takaful contribution) for Marine has increased by Rs. 88 million (23%), Motor by Rs. 77 million (19%), Accident & Health by Rs. 130 million (32%) and Miscellaneous by Rs. 16 million (20%). The gross written premium (inclusive of takaful contribution) for Fire decreased by Rs. 11 million (2%).

## Window Takaful Operations

### Participant Takaful Fund (PTF)

The gross written contribution for the nine-month period ended 30 September 2024 is Rs. 280 million as compared to Rs. 207 million for the same period last year. Net contribution revenue (before adjustment for wakala fee) is Rs. 116 million and the surplus is Rs. 20 million.

### Operator's Fund (OPF)

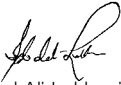
Gross wakala fee income for the nine-month period ended 30 September 2024 is Rs. 97 million while net wakala fee income is Rs. 83 million. Profit before tax is Rs. 68 million.

## Future Outlook

The management is making concerted efforts to increase market share and profitability and the business of the Company is expected to continue to grow at a steady pace. We shall continue to strive to identify new and innovative products and distribution channels, expand the branch network to serve clients in new cities and recruit, train and motivate our employees so as to maintain the momentum of profitable growth. We are hopeful that this will result in improved sustainability and enhanced shareholder equity.

## Acknowledgments

The management is making concerted efforts to increase market share and profitability and the business of the Company is expected to continue to grow at a steady pace. We shall continue to strive to identify new and innovative products and distribution channels, expand the branch network to serve clients in new cities and recruit, train and motivate our employees so as to maintain the momentum of profitable growth. We are hopeful that this will result in improved sustainability and enhanced shareholder equity.



Iqbal Ali Lakhani  
Chairman



Mohammad Hussain Hirji  
Director & Chief Executive

Karachi: 29 October 2024

تیسری سہ ماہی 30 ستمبر 2023ء کے مقابلے میں مجموعی پریکیم (بشمول نکافل کنٹریوشن) برائے بحری بیمر میں 88 ملین روپے (23 فیصد)، مو ٹری بیمر میں 77 ملین روپے (19 فیصد)، بیمر حادثہ وصحت میں 130 ملین روپے (32 فیصد)، اور بیمر متفرق میں 16 ملین روپے (20 فیصد) اضافہ ہوا ہے۔ مجموعی پریکیم (بشمول نکافل کنٹریوشن) برائے آتش زدگی میں 11 ملین روپے (2 فیصد) کمی رہی ہے۔

### ونڈو نکافل آپریشنز

شرکت داروں کا نکافل فنڈ تیسری سہ ماہی 30 ستمبر 2024ء میں شرکت داروں کا تحریر شدہ مجموعی کنٹریوشن کا فنڈ 280 ملین روپے جبکہ اسی مدت کے دوران گزشتہ سال 207 ملین روپے رہا۔ خالص کنٹریوشن (وکالہ فیس کی ایڈجسٹمنٹ سے پہلے) 116 ملین روپے رہا اور سرپلس 20 ملین روپے ہوا۔

آپریٹر فنڈ مجموعی وکالہ فیس برائے تیسری سہ ماہی 30 ستمبر 2024ء میں 97 ملین روپے ہے۔ جبکہ خالص وکالہ فیس کی آمدنی 83 ملین روپے ہے۔ قبل از ٹیکس منافع 68 ملین روپے رہا۔

### مستقبل کے خدوخال

کمپنی کی انتظامیہ کاروبار میں منافع اور مارکیٹ شیئر میں اضافے کی مستحکم رفتار کو برقرار رکھنے کے لیے ٹھوس اقدامات کر رہی ہے۔ ہم منافع بخش ترقی کی رفتار کو برقرار رکھنے کے لیے نئی اور جدید مصنوعات کی شناخت، دیگر شہروں میں کلائنٹ کی خدمات کی غرض سے اضافی برانچوں کے قیام اور بیمر فروخت کے عملے کی حوصلہ افزائی اور تربیت کرتے رہیں گے۔ ہم امید کرتے ہیں کہ مندرجہ بالا اقدامات حصص یافتگان کی ایکویٹی میں اضافے اور بہتر پائیداری کا باعث بنیں گے۔

### اعترافات

میں ادارے کی ترقی اور کامیابی کو ممکن بنانے کے لیے تمام ملازمین کی کوششوں پر انہیں کمپنی ڈائریکٹرز کی جانب سے سراہنا چاہتا ہوں۔ ہم اپنے شانہ بشانہ رہنے پر تمام کلائنٹس، انشورنس انڈسٹری میں ریگولیٹر کی حیثیت سے رہنمائی کرنے پر سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) اور کمپنی پر بھروسہ و اعتماد کرنے پر اپنے ری انشورر اور شیئر ہولڈرز کے بھی شکر گزار ہیں۔

Muhammad Usman Binji  
محمد حسین حیرتی  
ڈائریکٹر اور چیف ایکریٹو

اقبال علی لاکھانی  
چیئر مین

کراچی: 29 اکتوبر 2024ء



# ڈائریکٹرز کی جائزہ رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے ہم مسرت کے ساتھ 30 ستمبر 2024ء کو ختم ہونے والی تیسری سہ ماہی کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کر رہے ہیں۔

## عمومی جائزہ

30 ستمبر 2024ء کو ختم ہونے والی تیسری سہ ماہی کی مدت میں ادارے کی آپریشن کارکردگی میں بہتر آئی ہے۔ مشترکہ مجموعی پریمیئم (بشمول تکافل کنزیوشن) 2,051 ملین روپے 17 فیصد اضافہ جو کہ 300 ملین روپے ہوا۔ مجموعی خالص پریمیئم 964 ملین روپے 11 فیصد اضافہ جو کہ 92 ملین روپے ہوا۔ انڈر رائٹنگ آمدنی 131 ملین روپے رہی ہے۔ انوسمنٹ اور دیگر آمدنی 471 ملین روپے رہی جو کہ 35 فیصد کے ساتھ 121 ملین روپے کا اضافہ ہے۔ فی حصص آمدنی 7.60 روپے رہی ہے۔

## کاروباری امور کے نتائج

تیسری سہ ماہی کی مدت 30 ستمبر 2024ء اور 30 ستمبر 2023ء کی تقابلی مالیاتی جھلکیاں درج ذیل ہیں۔

بیان	30 ستمبر 2024ء	30 ستمبر 2023ء	(روپے ملین میں) اضافہ/(کمی)	(رقم)	(رقم)	فیصد
تحریر شدہ مجموعی پریمیئم (بشمول تکافل کنزیوشن)	2,051	1,751	300	17		
خالص پریمیئم	964	872	92	11		
انڈر رائٹنگ نتائج	131	161	(30)	(19)		
سرمایہ کاری و دیگر آمدنی	471	350	121	35		
ونڈ تکافل آپریشن سے منافع	68	44	24	55		
منافع قبل از ٹیکس	654	544	110	20		
منافع بعد از ٹیکس	421	318	103	32		
آمدنی فی حصص (روپے)	7.60	5.75	1.85	32		
کل اثاثہ جات	5,582	4,965	617	12		
ادا شدہ سرمایہ	553	553	-	-		
کل ایکویٹی	3,032	2,607	425	16		

# Condensed Interim Statement of Financial Position

As at September 30, 2024

		(Un-audited) September 30, 2024	(Audited) December 31, 2023
	Note	------(Rupees)-----	
<b>Assets</b>			
Property and equipment	8	163,165,138	100,890,307
Intangible assets		677,516	747,250
Investment in associates	9	76,514,435	73,966,924
Investments			
Equity securities	10.1	821,606,224	941,604,326
Debt securities	10.2	2,112,477,179	1,851,391,049
Loan and other receivable	11	127,191,919	95,975,373
Insurance / reinsurance receivable	12	963,544,813	822,041,695
Reinsurance recoveries against outstanding claims	21	216,467,264	193,897,623
Salvage recoveries accrued		2,785,000	2,785,000
Deferred commission expense	22	47,263,983	32,747,815
Deferred taxation		-	1,941,781
Retirement benefit obligations		11,172,051	14,059,440
Prepayments	13	299,259,311	280,250,689
Cash and bank	14	431,974,110	436,347,757
		<u>5,274,098,943</u>	<u>4,848,647,029</u>
Total assets of Window Takaful Operations - Operator's fund	16	307,421,743	223,551,545
<b>Total Assets</b>		<u><b>5,581,520,686</b></u>	<u><b>5,072,198,574</b></u>

	(Un-audited) September 30, 2024	(Audited) December 31, 2023
Note	------(Rupees)-----	
<b>Equity and Liabilities</b>		
Authorized share capital (70,000,000 Ordinary share of Rs.10 each)	<u>700,000,000</u>	<u>700,000,000</u>
<b>Capital and reserves attributable to Company's equity holders</b>		
Ordinary share capital	553,264,840	553,264,840
Share premium	254,024,260	254,024,260
Reserves	253,659,626	216,463,724
Unappropriated profit	1,971,192,184	1,799,315,078
<b>Total Equity</b>	<u>3,032,140,910</u>	<u>2,823,067,902</u>
<b>Liabilities</b>		
<b>Underwriting Provisions</b>		
Outstanding claims including IBNR	21 474,576,508	397,707,648
Unearned premium reserve	20 1,017,663,215	816,790,202
Unearned reinsurance commission	22 70,255,549	53,028,033
Deferred taxation	7,683,511	-
Premiums received in advance	3,536,112	7,260,474
Insurance / reinsurance payables	17 556,952,899	593,491,964
Other creditors and accruals	18 211,041,808	164,448,644
Taxation - provision less payments	84,757,091	136,226,166
<b>Total Liabilities</b>	<u>2,426,466,693</u>	<u>2,168,953,131</u>
Total liabilities of Window Takaful Operations - Operator's fund	16 122,913,083	80,177,541
<b>Total Equity and Liabilities</b>	<u>5,581,520,686</u>	<u>5,072,198,574</u>
<b>Contingencies and Commitments</b>	19	


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

  
Iqbal Ali Lakhani  
Chairman

  
Amin Mohammed Lakhani  
Director

  
Aftab Ahmad  
Director

  
Mohammad Hussain Hirji  
Director & Chief Executive

  
Sabza Ali Pirani  
Chief Financial Officer

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

For the three and nine months period ended September 30, 2024

	Note	Three months period ended		Nine months period ended	
		September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
		----- (Rupees) -----		----- (Rupees) -----	
Net insurance premium	20	325,049,179	303,249,810	964,018,852	871,457,202
Net insurance claims	21	(182,218,824)	(134,447,151)	(537,809,039)	(448,326,360)
Net commission and other acquisition costs	22	18,935,895	18,439,085	57,152,373	58,103,472
Insurance claims and acquisition expenses		(163,282,929)	(116,008,066)	(480,656,666)	(390,222,888)
Management Expenses		(109,098,823)	(99,717,519)	(352,280,825)	(320,016,315)
<b>Underwriting results</b>		<b>52,667,427</b>	<b>87,524,225</b>	<b>131,081,361</b>	<b>161,217,999</b>
Investment income	23	109,108,226	116,763,248	404,264,088	285,482,406
Other income	24	27,246,197	20,706,954	62,356,284	59,287,097
Other expenses		(2,523,986)	(1,966,870)	(10,406,242)	(8,361,603)
<b>Results of operating activities</b>		<b>186,497,864</b>	<b>223,027,557</b>	<b>587,295,491</b>	<b>497,625,899</b>
Finance costs - Lease liabilities		(1,943,149)	(911,954)	(5,357,241)	(3,106,228)
Share of profit of associates		-	-	4,375,244	5,335,752
Profit from Window Takaful Operations - Operator's Fund	16	19,846,402	16,036,841	67,885,882	43,918,465
<b>Profit before tax</b>		<b>204,401,117</b>	<b>238,152,444</b>	<b>654,199,376</b>	<b>543,773,888</b>
Income tax expense - current - tax		(75,492,183)	(89,946,262)	(239,214,194)	(210,702,795)
- Prior			4,483,865	-	(14,247,474)
- deferred		2,108,530	691,819	5,680,052	(823,647)
		(73,383,653)	(84,770,578)	(233,534,142)	(225,773,916)
<b>Profit after tax</b>		<b>131,017,464</b>	<b>153,381,866</b>	<b>420,665,234</b>	<b>317,999,972</b>
<b>Earnings per share - basic and diluted</b>	25	<b>2.37</b>	<b>2.77</b>	<b>7.60</b>	<b>5.75</b>

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



Iqbal Ali Lakhani  
Chairman



Amin Mohammed Lakhani  
Director



Aftab Ahmad  
Director



Mohammad Hussain Hirji  
Director & Chief Executive



Sabza Ali Pirani  
Chief Financial Officer

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

For the three and nine months period ended September 30, 2024

	Three months period ended		Nine months period ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
	----- (Rupees) -----		----- (Rupees) -----	
Profit after tax	131,017,464	153,381,866	420,665,234	317,999,972
<b>Other comprehensive income</b>				
<b>Item to be reclassified to profit and loss account in subsequent period:</b>				
Unrealised appreciation on 'available for sale' investments - net of tax	52,808,366	5,023,137	47,761,654	2,291,396
Reclassification adjustment for net loss / (gain) on available for sale investments included in profit and loss account - net of tax	2,858,738	(1,271,790)	(10,290,020)	(4,774,649)
	55,667,104	3,751,347	37,471,634	(2,483,253)
Unrealised appreciation on 'available for sale' investments of Window Takaful Operations - net of tax	3,007,306	1,708,138	3,078,734	1,968,143
Reclassification adjustment for net gain on available for sale investments of Window Takaful Operation - net of tax	-	-	(3,354,466)	(965,680)
	3,007,306	1,708,138	(275,732)	1,002,463
- Share in other comprehensive income / (loss) of an associate - net of tax	-	-	181,292	(110,403)
<b>Total comprehensive income for the period</b>	<b>189,691,874</b>	<b>158,841,351</b>	<b>458,042,428</b>	<b>316,408,779</b>

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

  
Iqbal Ali Lakhani  
Chairman

  
Amin Mohammed Lakhani  
Director

  
Aftab Ahmad  
Director

  
Mohammad Hussain Hirji  
Director & Chief Executive

  
Sabza Ali Pirani  
Chief Financial Officer

# Condensed Interim Statement of Cash Flows (Un-audited)

For the nine months period ended September 30, 2024

	September 30, 2024	September 30, 2023
Note	----- (Rupees) -----	-----
<b>Operating cash flows</b>		
<b>(a) Underwriting activities</b>		
Insurance premium received	1,497,862,480	1,426,905,707
Reinsurance premium paid	(744,138,912)	(220,475,816)
Claims paid	(744,412,183)	(594,061,486)
Reinsurance and other recoveries received	313,819,386	108,257,006
Commissions paid	(83,418,217)	(63,568,391)
Commissions received	264,770,096	24,078,763
Management expenses paid	(352,009,032)	(322,535,315)
Net cash generated from underwriting activities	<u>152,473,618</u>	<u>358,600,468</u>
<b>(b) Other operating activities</b>		
Income tax paid	(264,207,775)	(185,485,068)
Other operating receipt / (paid)	1,827,699	(5,569,596)
Net cash used in other operating activities	(262,380,076)	(191,054,664)
<b>Total cash generated from all operating activities</b>	<u>(109,906,458)</u>	<u>167,545,804</u>
<b>Investment activities</b>		
Profit / return received	267,600,727	146,478,610
Dividends received	14,045,043	31,203,686
Payments for investments	(3,205,936,100)	(5,911,032,435)
Proceeds from disposal of investments	3,340,730,585	5,528,326,872
Fixed capital expenditure	(54,963,287)	(11,371,066)
Proceeds from sale of property and equipment	5,649,323	1,361,406
<b>Total cash generated from / (used in) investing activities</b>	<u>367,126,291</u>	<u>(215,032,927)</u>
<b>Financing activities</b>		
Dividends paid	(247,938,426)	(137,803,318)
Lease rental paid	(13,655,054)	(16,274,929)
<b>Total cash used in financing activities</b>	<u>(261,593,480)</u>	<u>(154,078,247)</u>
<b>Net cash generated from / (used in) from all activities</b>	<u>(4,373,647)</u>	<u>(201,565,370)</u>
<b>Cash and cash equivalents at beginning of the period</b>	436,147,757	425,475,752
<b>Cash and cash equivalents at end of the period</b>	<u>15</u> <u>431,774,110</u>	<u>223,910,382</u>

	September 30, 2024	September 30, 2023
	------(Rupees)-----	
<b>Reconciliation to profit and loss account</b>		
Operating cash flows	(109,906,458)	167,545,804
Depreciation / amortization expense	(24,311,721)	(24,547,343)
Profit on disposal of fixed assets	445,775	241,748
Profit on disposal of investments	59,691,392	75,455,824
Dividend income	12,045,630	28,802,086
Investment and other income	407,645,603	248,311,418
Increase in assets other than cash	187,799,185	294,140,308
Increase in liabilities other than running finance	(154,154,560)	(497,338,413)
Profit from Window Takaful Operations	41,410,388	25,388,540
<b>Profit after tax</b>	<b>420,665,234</b>	<b>317,999,972</b>


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

  
Iqbal Ali Lakhani  
Chairman

  
Amin Mohammed Lakhani  
Director

  
Aftab Ahmad  
Director

  
Mohammad Hussain Hirji  
Director & Chief Executive

  
Sabza Ali Pirani  
Chief Financial Officer

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

For the nine months period ended September 30, 2024

	Attributable to equity holders of the Company					Total
	Share capital Issued, subscribed and paid-up	Capital reserves Share premium	Revenue reserves			
			General reserve	Unrealised appreciation / (diminution) ‘available for sale’ investments	Retained earnings	
	(Rupees)					
<b>Balance as at January 01, 2023 (Audited)</b>	553,264,840	254,024,260	119,000,000	83,008,210	1,419,710,349	2,429,007,659
<b>Total comprehensive income for the period ended September 30, 2023</b>						
Profit after tax for the nine months period	-	-	-	-	317,999,972	317,999,972
<b>Other comprehensive income</b>						
Share in other comprehensive income of an associate	-	-	-	-	(110,403)	(110,403)
Net unrealised gain arising during the period on revaluation of available for sale investments net of tax	-	-	-	4,259,539	-	4,259,539
Reclassification adjustment for net gain on available for sale investments included in profit and loss account net of tax	-	-	-	(5,740,329)	-	(5,740,329)
<b>Total comprehensive income</b>				(1,480,790)	317,889,569	316,408,779
<b>Transactions with owners recorded directly in equity</b>						
Final cash dividend of Rs.2.50 (25%) per share for the year ended December 31, 2022	-	-	-	-	(138,316,469)	(138,316,469)
<b>Balance as at September 30, 2023 (Un-audited)</b>	553,264,840	254,024,260	119,000,000	81,527,420	1,599,283,449	2,607,099,969
<b>Balance as at January 01, 2024 (Audited)</b>	553,264,840	254,024,260	119,000,000	97,463,724	1,799,315,078	2,823,067,902
<b>Total comprehensive income for the period ended September 30, 2024</b>						
Profit after tax for the nine months period	-	-	-	-	420,665,234	420,665,234
<b>Other comprehensive income</b>						
Share in other comprehensive income from associates	-	-	-	-	181,292	181,292
Net unrealised gain arising during the period on revaluation of available for sale investments (including WTO) net of tax	-	-	-	50,840,388	-	50,840,388
Reclassification adjustment for net gain on available for sale investments included in profit and loss account (including WTO) net of tax	-	-	-	(13,644,486)	-	(13,644,486)
<b>Total comprehensive income</b>				37,195,902	420,846,526	458,042,428
<b>Transactions with owners recorded directly in equity</b>						
Final cash dividend of Rs.4.50 (45%) per share for the year ended December 31, 2023	-	-	-	-	(248,969,420)	(248,969,420)
<b>Balance as at September 30, 2024</b>	553,264,840	254,024,260	119,000,000	134,659,626	1,971,192,184	3,032,140,910


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

  
Iqbal Ali Lakhani  
Chairman

  
Amin Mohammed Lakhani  
Director

  
Aftab Ahmad  
Director

  
Mohammad Hussain Hirji  
Director & Chief Executive

  
Sabza Ali Pirani  
Chief Financial Officer



# Notes to the Condensed Interim Financial Statements (Un-audited)

For the three and nine months period ended September 30, 2024

## 1. STATUS AND NATURE OF BUSINESS

Century Insurance Company Limited (the Company) is a public limited company incorporated in Pakistan on October 10, 1985 under the repealed Companies Ordinance, 1984 (now Companies Act 2017). The Company is listed on the Pakistan Stock Exchange Limited and is engaged in general insurance business. The registered office of the Company is situated at Lakson Square Building No. 2, Sarwar Shaheed Road, Karachi.

The Company was granted authorization on August 07, 2017 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations by Securities and Exchange Commission of Pakistan (SECP) and under Takaful Rules, 2012 to carry on general takaful operations in Pakistan. The Company has formed a Waqf for Participants' Fund ("PTF") by executing the Waqf deed dated August 17, 2017. The Company commenced its activities of Window Takaful Operations on August 18, 2017.

## 2. BASIS OF PREPARATION

### 2.1 Statement of Compliance

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

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

The Securities and Exchange Commission of Pakistan ("SECP") vide its S.R.O 89(1)/2017 dated February 9, 2017 has prescribed the format of the presentation of annual financial statements for the general insurance companies. These condensed interim financial statements have been prepared in accordance with the format prescribed by the SECP.

2.1.2 This condensed interim financial statement 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 statement 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.

# Notes to the Condensed Interim Financial Statements (Un-audited)

For the three and nine months period ended September 30, 2024

**2.1.3** The comparative statement of financial position presented in this condensed interim financial statement has been extracted from the annual audited financial statements of the Company for the year ended December 31, 2023, whereas the comparative condensed interim statement of profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial statement for the nine months period ended September 30, 2023.

**2.1.4** In terms of the requirements of The General Accounting Regulation, 2019, read with SECP SRO 1416(I)/2019 dated November 20, 2019, 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 balance sheet and profit and loss account of the Company respectively.

## **2.2 Basis of measurement**

These condensed interim financial statements have been prepared under the historical cost convention basis unless stated otherwise.

## **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.

These condensed interim financial statements for the three months and nine months period ended September 30, 2024 have been prepared under the historical cost convention, except for certain investments which are carried at fair values, obligations under employee benefits are measured at present value and investment in associate is valued under equity method of accounting.

## **3. USE OF ESTIMATES AND JUDGMENTS**

The preparation of condensed interim financial statement 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 expense. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively. In preparing these condensed interim financial statement, 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 financial statements as at and 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 Standards, interpretations of and amendments to published approved accounting standards that are effective in the current period:**

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after January 01, 2024 but are considered not to be relevant or do not have any significant effect on the Company's operations and therefore not detailed in these interim financial statements.

#### **4.2 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective.**

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after January 01, 2024, but are considered not to be relevant or expected to have any significant effect on the Company's operations and are therefore, not detailed in these interim financial statements.

### **5. 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.

### **6. DISCLOSURES RELATED TO TEMPORARY EXEMPTION FROM IFRS 9**

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

The debt instruments accounted for fair value through other comprehensive income under IAS 39 are potentially eligible to SPPI test whereas it is not applicable for the debt instruments accounted for fair value through profit and loss.

The tables below set out the fair values on gross basis as at the end of reporting period and the amount of change in the fair value during that period for the following two groups of financial assets separately:

- a) financial assets with contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding excluding any financial asset that meets the definition of held for trading in IFRS 9, or that is managed and whose performance is evaluated on a fair value basis; and

# Notes to the Condensed Interim Financial Statements (Un-audited)

For the three and nine months period ended September 30, 2024

b) all other financial assets.

	September 30, 2024 (Un-audited)				
	Fail the SPPI Test		Pass the SPPI Test		
	Fair value	Change in Unrealized gain or (loss) during the period	Carrying value	Cost less impairment	Change in Unrealized gain or (loss) during the period
	----- (Rupees) -----				
<b>Financial assets</b>					
Investment in associate	149,633,524	-	-	-	-
Investments					
- Equity securities - Available for sale	648,021,866	135,792,444	-	-	-
- Equity securities - Held for trading	173,584,358	31,122,257	-	-	-
- Debt securities - Held for trading	-	-	733,706,600	-	2,778,102
- Debt securities - Available for sale	-	-	1,348,913,656	-	49,532,756
- Debt securities - Held to maturity	-	-	29,856,923	-	-
Loan and other receivables*	127,191,919	-	-	-	-
Cash and Bank	-	-	431,974,110	-	-
<b>TOTAL</b>	<b>1,098,431,667</b>	<b>166,914,701</b>	<b>2,544,451,289</b>	<b>-</b>	<b>52,310,858</b>

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

	Gross Carrying amount of debt instruments that pass the SPPI test					
	AA-	A+	A	A-	Unrated	Total
	----- (Rupees) -----					
<b>Investment in debt securities -</b>						
Held for trading	-	-	-	-	733,706,600	733,706,600
Available for sale	149,760,000	77,947,000	20,000,000	15,000,000	1,086,206,656	1,348,913,656
Held to Maturity	-	-	-	-	29,856,923	29,856,923
	<b>149,760,000</b>	<b>77,947,000</b>	<b>20,000,000</b>	<b>15,000,000</b>	<b>1,849,770,179</b>	<b>2,112,477,179</b>

## 7. PREMIUM DEFICIENCY RESERVE

No provision has been made as the unearned premium reserve for each class of business at period end is adequate to meet the expected future liability after reinsurance from claims and other expenses, expected to be incurred after the balance sheet date in respect of policies in force at the reporting date.

## 8. PROPERTY AND EQUIPMENT

	(Un-audited) September 30, 2024	(Audited) December 31, 2023
Note	------(Rupees)-----	
Operating assets	8.1 <b>118,196,516</b>	78,439,744
Right of use assets	8.2 <b>42,775,848</b>	16,493,563
Capital work in progress	8.3 <b>2,192,774</b>	5,957,000
	<b><u>163,165,138</u></b>	<b><u>100,890,307</u></b>
<b>8.1 Operating assets</b>		
Opening Balance as at January 01	<b>78,439,744</b>	80,468,039
Add: Additions during the period / year		
- Motor vehicles	<b>44,470,800</b>	15,135,090
- Computers and related accessories	<b>5,346,832</b>	1,798,310
- Office equipment	<b>2,459,374</b>	616,684
- Furniture and fixtures	<b>3,102,143</b>	269,702
- Office improvement	<b>3,348,364</b>	530,074
	<b>58,727,513</b>	18,349,860
Less: - Net book value of deletions	<b>5,203,548</b>	3,519,730
- Depreciation for the period / year	<b>13,767,193</b>	16,858,425
	<b>18,970,741</b>	20,378,155
Closing Balance as at September 30	<b><u>118,196,516</u></b>	<b><u>78,439,744</u></b>
<b>8.2 Right of use assets</b>		
Opening Balance as at January 01	<b>16,493,563</b>	36,183,696
Additions during the period / year	<b>36,826,812</b>	-
Written down value of disposals / written off	-	(3,507,028)
Depreciation for the period / year	<b>(10,544,527)</b>	(16,183,105)
Closing Balance as at September 30	<b><u>42,775,848</u></b>	<b><u>16,493,563</u></b>
<b>8.3 Capital work in progress</b>		
Advance against renovation of office	<b>2,192,774</b>	-
Advance against purchase of vehicles	-	5,957,000
	<b><u>2,192,774</u></b>	<b><u>5,957,000</u></b>
<b>9. INVESTMENT IN ASSOCIATES</b>		
Opening Balance as at January 01	<b>73,966,924</b>	67,361,755
Share of profit from associates	<b>4,375,244</b>	9,563,620
Dividend received from associates	<b>(2,009,025)</b>	(110,402)
Share in other comprehensive income / (loss)	<b>181,292</b>	(2,848,049)
Closing Balance as at September 30	9.1 <b><u>76,514,435</u></b>	<b><u>73,966,924</u></b>

**9.1** This includes investment in Colgate - Palmolive (Pakistan) Limited of Rs. 17.932 million (December 31, 2023: Rs. 16.308 million and Century Paper & Board Mills Limited of Rs. 58.582 million (December 31, 2023: Rs. 57.659 million).

# Notes to the Condensed Interim Financial Statements (Un-audited)

For the three and nine months period ended September 30, 2024

## 10. INVESTMENTS

### 10.1 Investments in equity securities

	September 30, 2024 (Un-audited)				December 31, 2023 (Audited)			
	Cost	Impairment on AFS	Unrealised gain on revaluation	Carrying value	Cost	Impairment on AFS	Unrealised gain on revaluation	Carrying value
Note	----- (Rupees) -----							
Available for sale	512,229,422	-	135,792,444	648,021,866	672,443,300	-	137,005,741	809,449,041
Held for trading	142,462,101	-	31,122,257	173,584,358	100,180,211	-	31,975,074	132,155,285
	<b>654,691,523</b>	<b>-</b>	<b>166,914,701</b>	<b>821,606,224</b>	<b>772,623,511</b>	<b>-</b>	<b>168,980,815</b>	<b>941,604,326</b>

#### 10.1.1 Available for sale

##### Related parties

Mutual funds	377,286,334	-	129,141,602	506,427,936	364,055,116	-	121,904,871	485,959,987
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##### Others

Listed shares	-	-	-	-	4,926,319	-	2,312,515	7,238,834
Unlisted shares	75,199	-	84	75,283	75,283	-	-	75,283
Mutual funds	134,867,889	-	6,650,758	141,518,647	303,386,582	-	12,788,355	316,174,937
	134,943,088	-	6,650,842	141,593,930	308,388,184	-	15,100,870	323,489,054
	<b>512,229,422</b>	<b>-</b>	<b>135,792,444</b>	<b>648,021,866</b>	<b>672,443,300</b>	<b>-</b>	<b>137,005,741</b>	<b>809,449,041</b>

### 10.2 Investments in debt securities

	September 30, 2024 (Un-audited)			December 31, 2023 (Audited)		
	Cost	Unrealised gain / (loss) on revaluation	Carrying value	Cost	Unrealised gain / (loss) on revaluation	Carrying value
Note	----- (Rupees) -----					
<b>Held for trading</b>						
Government securities	730,928,498	2,778,102	733,706,600	970,984,235	4,194,996	975,179,231
<b>Held to maturity</b>						
Government securities	29,856,923	-	29,856,923	29,827,578	-	29,827,578
<b>Available for sale</b>						
Sukuk	25,000,000	-	25,000,000	25,000,000	-	25,000,000
Term finance certificate	237,737,000	(30,000)	237,707,000	342,597,600	1,195,251	343,792,851
Government securities	1,036,643,900	49,562,756	1,086,206,656	483,244,131	(5,652,742)	477,591,389
	<b>1,299,380,900</b>	<b>49,532,756</b>	<b>1,348,913,656</b>	<b>850,841,731</b>	<b>(4,457,491)</b>	<b>846,384,240</b>
	<b>2,060,166,321</b>	<b>52,310,858</b>	<b>2,112,477,179</b>	<b>1,851,653,544</b>	<b>(262,495)</b>	<b>1,851,391,049</b>

10.2.1 This includes securities which are placed with State Bank of Pakistan as statutory deposit in accordance with the requirement of clause (a) of sub section 2 of section 29 of the Insurance Ordinance, 2000.

10.2.2 The market value of held to maturity debt securities is Rs. 29.387 million (2023: Rs. 29.435 million).

		(Un-audited) September 30, 2024	(Audited) December 31, 2023
	Note	------(Rupees) -----	
<b>11. LOAN AND OTHERS RECEIVABLE</b>			
Accrued investment income		101,282,142	71,925,639
Security deposits		8,881,858	7,704,004
Advance to employees		5,436,216	7,101,596
Advance against expenses		497,114	2,073,409
Receivable against sales of shares		228,063	-
Receivable from Window Takaful Operations		7,819,718	6,695,183
Others		3,046,808	475,542
		<u>127,191,919</u>	<u>95,975,373</u>
<b>12. INSURANCE / RE-INSURANCE RECEIVABLE</b>			
<b>Unsecured and Considered good</b>			
Due from insurance contract holders	12.1	765,021,104	533,971,144
Amounts due from other insurers / reinsurers		80,541,514	17,547,046
Reinsurance recoveries due but unpaid		117,982,195	270,523,505
		<u>963,544,813</u>	<u>822,041,695</u>
<b>12.1</b>	This include receivable amounting to Rs. 521.786 million (December 31, 2023: Rs. 381.741 million) due from related parties.		
<b>13. PREPAYMENTS</b>			
Prepaid reinsurance premium ceded		296,006,979	276,559,169
Prepayments		3,252,332	3,691,520
		<u>299,259,311</u>	<u>280,250,689</u>
<b>14. CASH AND BANK</b>			
Cash in hand		565,230	497,550
Policy stamps and bond papers in hand		8,174,613	2,774,872
		<u>8,739,843</u>	<u>3,272,422</u>
Cash at bank			
Current accounts		25,338,600	22,865,868
Saving accounts	14.1	397,895,667	410,209,467
		<u>423,234,267</u>	<u>433,075,335</u>
		<u>431,974,110</u>	<u>436,347,757</u>
<b>14.1</b>	Saving accounts expected profit rate ranging from 16.00% to 21.00% per annum (December 31, 2023: 20.50% to 21.50% per annum).		

# Notes to the Condensed Interim Financial Statements (Un-audited)

For the three and nine months period ended September 30, 2024

## 15. CASH AND CASH EQUIVALENT

Cash and cash equivalents for the purpose of the Statement of cash flows comprises:

	(Un-audited) September 30, 2024	(Un-audited) September 30, 2023
	------(Rupees) -----	
Cash and bank balance	431,974,110	224,910,382
Less: Local Currency account with the lien	<u>200,000</u>	<u>1,000,000</u>
	<u>431,774,110</u>	<u>223,910,382</u>

## 16. WINDOW TAKAFUL OPERATIONS - OPERATOR'S FUND

### Assets

Investments	200,464,982	151,057,179
Cash and bank deposits	36,474,430	14,731,012
Current assets - others	<u>70,482,331</u>	<u>57,763,354</u>
<b>Total Assets</b>	<u>307,421,743</u>	<u>223,551,545</u>

### Total Liabilities

	<u>122,913,083</u>	<u>80,177,541</u>
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Three months period ended		Nine months period ended	
September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
------(Rupees) -----		------(Rupees) -----	
<u>19,846,402</u>	16,036,841	<u>67,885,882</u>	43,918,465

### Profit before tax for the period

<u>19,846,402</u>	16,036,841	<u>67,885,882</u>	43,918,465
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Details of assets and liabilities and segment disclosures of Window Takaful Operations are stated in annexed condensed interim financial statements.



<b>(Un-audited)</b> <b>September 30,</b> <b>2024</b>	<b>(Audited)</b> <b>December 31,</b> <b>2023</b>
------(Rupees)-----	

## 17. INSURANCE AND REINSURANCE PAYABLES

Due to other insurers / reinsurers	<u>556,952,899</u>	<u>593,491,964</u>
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## 18. OTHER CREDITORS AND ACCRUALS

Agent commission payable	58,067,854	50,428,650
Federal excise duty	19,475,048	19,996,543
Federal insurance fees	1,522,199	1,649,983
Creditors	8,102,266	7,684,995
Retention money	399,319	148,185
Margin deposits	12,461,321	16,848,806
Payable against purchase of shares	294,575	-
Withholding tax payable	2,286,599	61,164
Accrued expenses	23,258,646	17,618,932
Deposits from employees against car scheme	28,476,018	22,833,219
Unclaimed dividend	7,334,112	6,303,118
Lease liability	47,152,851	18,623,853
Others	2,211,000	2,251,196
	<u>211,041,808</u>	<u>164,448,644</u>

## 19. CONTINGENCIES AND COMMITMENTS

### 19.1 Contingencies

The status of contingencies remain unchanged as disclosed in annual financial statements for the year ended December 31, 2023.

### 19.2 Commitments

Capital work-in-progress	-	600,000
Software development	-	600,000
	<u>-</u>	<u>600,000</u>

# Notes to the Condensed Interim Financial Statements (Un-audited)

For the three and nine months period ended September 30, 2024

## 20. NET INSURANCE PREMIUM

	(Un-audited)			
	Three month period ended		Nine months period ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
	------(Rupees)-----		------(Rupees)-----	
Written Gross premium	681,099,916	545,739,064	1,771,748,712	1,544,567,113
Add : Unearned premium reserve opening	853,353,153	833,197,664	816,790,202	737,791,111
Less: Unearned premium reserve closing	1,017,663,215	894,454,688	1,017,663,215	894,454,688
<b>Premium earned</b>	<b>516,789,854</b>	<b>484,482,040</b>	<b>1,570,875,699</b>	<b>1,387,903,536</b>
Less: Reinsurance premium ceded	237,394,782	285,167,044	626,304,657	606,151,776
Add: Prepaid reinsurance premium opening	250,352,872	232,505,230	276,559,169	246,734,602
Less: Prepaid reinsurance premium closing	296,006,979	336,440,044	296,006,979	336,440,044
Reinsurance expense	191,740,675	181,232,230	606,856,847	516,446,334
<b>Net Insurance Premium</b>	<b>325,049,179</b>	<b>303,249,810</b>	<b>964,018,852</b>	<b>871,457,202</b>

## 21. NET INSURANCE CLAIMS EXPENSE

Claim paid	238,583,387	228,279,132	744,412,183	594,061,486
Add : Outstanding claims including IBNR closing	474,576,508	403,320,226	474,576,508	403,320,226
Less: Outstanding claims including IBNR opening	390,689,942	401,092,559	397,707,648	391,209,002
<b>Claims expense</b>	<b>322,469,953</b>	<b>230,506,799</b>	<b>821,281,043</b>	<b>606,172,710</b>
Less: Reinsurance and others recoveries received	84,158,443	78,715,559	260,902,363	165,496,908
Add: Reinsurance and others recoveries in respect of outstanding claims closing	216,467,264	185,766,571	216,467,264	185,766,571
Less: Reinsurance and others recoveries in respect of outstanding claims opening	160,374,578	168,422,482	193,897,623	193,417,129
Reinsurance and other recoveries revenue	140,251,129	96,059,648	283,472,004	157,846,350
<b>Net Insurance claims</b>	<b>182,218,824</b>	<b>134,447,151</b>	<b>537,809,039</b>	<b>448,326,360</b>

## 22. NET COMMISSION EXPENSE

Commission paid or payable	37,693,653	32,380,573	82,608,195	62,424,109
Add : Deferred commission expense opening	29,575,578	25,410,483	32,747,815	31,438,864
Less: Deferred commission expense closing	47,263,983	38,601,300	47,263,983	38,601,300
<b>Net commission</b>	<b>20,005,248</b>	<b>19,189,756</b>	<b>68,092,027</b>	<b>55,261,673</b>
Less: Commission received or recoverable	53,447,318	50,772,659	142,471,916	117,643,274
Add: Unearned Reinsurance commission opening	55,749,374	47,667,279	53,028,033	56,532,968
Less: Unearned Reinsurance commission closing	70,255,549	60,811,097	70,255,549	60,811,097
Commission from reinsurers	38,941,143	37,628,841	125,244,400	113,365,145
<b>Net Commission expense</b>	<b>(18,935,895)</b>	<b>(18,439,085)</b>	<b>(57,152,373)</b>	<b>(58,103,472)</b>

### 23. INVESTMENT INCOME

	(Un-audited)			
	Three month period ended September 30, 2024	September 30, 2023	Nine months period ended September 30, 2024	September 30, 2023
	------(Rupees)-----	-----	------(Rupees)-----	-----
<b>Income from equity securities</b>				
<b>Available-for-sale</b>				
Dividend income	181,162	1,215,552	2,194,225	21,184,301
<b>Held for trading</b>				
Dividend income	3,625,931	3,227,160	9,851,405	7,617,785
<b>Income from debt securities</b>				
<b>Held to maturity</b>				
Return on government securities	1,629,494	1,467,869	4,893,426	3,982,360
Return on other fixed income securities and deposits	-	-	-	-
	1,629,494	1,467,869	4,893,426	3,982,360
<b>Available-for-sale</b>				
Return on government securities	40,935,026	14,284,948	113,745,439	45,621,136
Return on other fixed income securities and deposits	14,723,890	20,378,815	55,957,234	54,708,313
	55,658,916	34,663,763	169,702,673	100,329,449
<b>Held for trading</b>				
Return on government securities	42,963,420	42,266,964	132,816,700	80,141,980
<b>Net realised gains / (loss) on investments</b>				
<b>Available for sale</b>				
- Gain on sale of equity securities	97,561	27,812,485	57,876,451	75,201,768
- Debt securities	-	83,625	-	(2,119,182)
	97,561	27,896,110	57,876,451	73,082,586
<b>Fair value through profit or loss</b>				
- Gain on sale of equity securities	4,120,046	1,048,924	3,067,993	2,373,238
- Loss on sale of debt securities	(1,545,891)	-	(1,253,052)	-
	2,574,155	1,048,924	1,814,941	2,373,238
<b>Net unrealised gain / (loss) on investments at fair value through profit and loss (Held for trading purposes)</b>				
- Equity securities	4,173,079	4,181,372	31,122,257	3,440,779
- Debt securities	5,200,404	1,423,254	2,778,102	(3,995,379)
	9,373,483	5,604,626	33,900,359	(54,600)
<b>Total investment income</b>	116,104,122	117,390,968	413,050,180	288,157,099
Add: Reversal of impairment in debt securities Held to maturity	15,564	15,564	46,692	31,128
Less: Investment related expenses	(7,011,460)	(643,284)	(8,832,784)	(2,705,821)
<b>Investment income</b>	109,108,226	116,763,248	404,264,088	285,482,406

# Notes to the Condensed Interim Financial Statements (Un-audited)

For the three and nine months period ended September 30, 2024

	(Un-audited)			
	Three month period ended September 30, 2024	September 30, 2023	Nine months period ended September 30, 2024	September 30, 2023
	------(Rupees)-----	-----	------(Rupees)-----	-----
<b>24. OTHER INCOME</b>				
Return on bank balances	26,839,958	20,355,983	61,754,504	58,706,674
Gain on sale of fixed assets	406,239	32,475	445,775	241,748
Others	-	318,496	156,005	338,675
	<u>27,246,197</u>	<u>20,706,954</u>	<u>62,356,284</u>	<u>59,287,097</u>
<b>25. EARNINGS PER SHARE - BASIC AND DILUTED</b>				
Profit after tax for the period	<u>131,017,464</u>	153,381,866	420,665,234	317,999,972
	----- (Numbers) -----	-----	----- (Numbers) -----	-----
Weighted average number of ordinary shares	<u>55,326,484</u>	55,326,484	55,326,484	55,326,484
	------(Rupees)-----	-----	------(Rupees)-----	-----
Earnings per share - basic and diluted	<u>2.37</u>	2.77	7.60	5.75

25.1 No figure for diluted earnings per share has been presented as the Company has not issued any instrument which would have an impact on earnings per share when exercised.

## 26. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of group companies; directors and their close family members; staff retirement funds; key management personnel and major shareholders of the Company. The associated companies are associated either based on holding in equity or due to the same management and / or common directors. The transactions with related parties are carried out at commercial terms and conditions. Transactions with the key management personnel are made under their terms of employment / entitlements. Contributions to the employee retirement benefits are made in accordance with the terms of employee retirement benefit schemes.

Balances, including investments in associates, are disclosed in relevant notes to these condensed interim financial statements. Details of transactions with related parties during the period, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

	(Un-audited)			
	Three month period ended <b>September 30,</b> <b>2024</b>	September 30, 2023	Nine months period ended <b>September 30,</b> <b>2024</b>	September 30, 2023
	------(Rupees)-----	-----	------(Rupees)-----	-----
<b>Transactions with related parties</b>				
Premium written	<u>216,360,558</u>	248,397,432	<u>859,890,362</u>	925,238,899
Claims paid	<u>70,563,937</u>	114,557,901	<u>325,886,269</u>	233,022,731
Investment in mutual funds	<u>4,500,001</u>	309,022,311	<u>1,372,292,255</u>	1,416,342,112
Sale of units of mutual funds	<u>9,222,196</u>	329,572,311	<u>1,376,150,241</u>	1,439,086,017
Dividend received	<u>-</u>	-	<u>2,009,025</u>	2,401,600
Dividend paid	<u>-</u>	-	<u>192,349,448</u>	106,158,434
Expenses	<u>7,819,720</u>	25,180,790	<u>40,462,298</u>	45,564,688
Staff benefit plans	<u>3,803,060</u>	4,275,477	<u>11,330,841</u>	13,961,982
Remuneration to key management personnel	<u>46,866,361</u>	34,928,707	<u>140,599,083</u>	105,711,097

## 27. FAIR VALUE OF MEASUREMENT

IFRS 13 "Fair Value Measurement" defines fair value as 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.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from book value.

In respect of investments in quoted equity securities, fair value is determined by reference to stock exchange quoted market price at the close of business day. For term finance certificates, fair value is determined by reference to average broker rates.

### Fair value hierarchy

IFRS 13 requires the Company to classify fair value measurement using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has following levels:

Level 1 Quoted prices in active markets for identical assets or liabilities.

Level 2 Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) and;

Level 3 Those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).

# Notes to the Condensed Interim Financial Statements (Un-audited)

For the three and nine months period ended September 30, 2024

The following table shows the carrying amount and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

September 30, 2024 (Un-audited)											
	Held-for-trading	Available-for-sale	Held-to-maturity	Loans and receivables	Investment in Associate	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees)											
<b>Financial assets measured at fair value</b>											
Investments											
- Equity securities	173,584,358	647,946,583	-	-	-	-	821,530,941	173,584,358	328,045,637	319,900,946	821,530,941
- Debt securities	733,706,600	1,348,913,656	-	-	-	-	2,082,620,256	-	2,082,620,256	-	2,082,620,256
Assets of Window Takaful Operations - Operator's fund	-	200,464,982	-	-	-	-	200,464,982	-	200,464,982	-	200,464,982
<b>Financial assets not measured at fair value</b>											
Cash and bank*	-	-	-	431,974,110	-	-	431,974,110	-	-	-	-
Investments											
- In associates	-	-	-	-	76,514,435	-	76,514,435	149,633,524	-	-	149,633,524
- Debt securities	-	-	29,856,923	-	-	-	29,856,923	-	-	-	-
- Unquoted equity shares*	-	75,283	-	-	-	-	75,283	-	-	75,283	75,283
Insurance / reinsurance receivable*	-	-	-	963,544,813	-	-	963,544,813	-	-	-	-
Loan and other receivable*	-	-	-	121,258,589	-	-	121,258,589	-	-	-	-
Reinsurance recoveries against outstanding claims*	-	-	-	216,467,264	-	-	216,467,264	-	-	-	-
Assets of Window Takaful Operations - Operator's fund*	-	-	-	94,677,325	-	-	94,677,325	-	-	-	-
<b>Financial liabilities not measured at fair value</b>											
Outstanding claims including IBNR*	-	-	-	-	-	(474,576,508)	(474,576,508)	-	-	-	-
Insurance / reinsurance payables*	-	-	-	-	-	(556,952,899)	(556,952,899)	-	-	-	-
Other creditors and accruals*	-	-	-	-	-	(187,757,962)	(187,757,962)	-	-	-	-
Total liabilities of Window Takaful Operations - Operator's fund*	-	-	-	-	-	(26,731,127)	(26,731,127)	-	-	-	-
	907,290,958	2,197,400,504	29,856,923	1,827,922,101	76,514,435	(1,246,018,496)	3,792,966,425	323,217,882	2,611,130,875	319,976,229	3,254,324,986

December 31, 2023 (Audited)

	Held-for-trading	Available-for-sale	Held-to-maturity	Loans and receivables	Investment in Associate	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees)											
<b>Financial assets measured at fair value</b>											
Investments											
- Equity securities	132,155,285	809,373,758	-	-	-	-	941,529,043	139,394,119	462,233,978	319,900,946	941,529,043
- Debt securities	975,179,231	846,384,240	-	-	-	-	1,821,563,471	-	1,821,563,471	-	1,821,563,471
Assets of Window Takaful Operations											
- Operator's fund	-	151,057,179	-	-	-	-	151,057,179	-	151,057,179	-	151,057,179
<b>Financial assets not measured at fair value</b>											
Cash and bank*											
	-	-	-	436,347,757	-	-	436,347,757	-	-	-	-
Investments											
- In associates	-	-	-	-	73,966,924	-	73,966,924	19,726,990	-	-	19,726,990
- Debt securities	-	-	29,827,578	-	-	-	29,827,578	-	29,386,500	-	29,386,500
- Unquoted equity shares*	-	75,283	-	-	-	-	75,283	-	-	75,283	75,283
Insurance / reinsurance receivable*	-	-	-	822,041,695	-	-	822,041,695	-	-	-	-
Loan and other receivables	-	-	-	86,800,368	-	-	86,800,368	-	-	-	-
Reinsurance recoveries against outstanding claims*	-	-	-	193,897,623	-	-	193,897,623	-	-	-	-
Total assets of Window Takaful Operations	-	-	-	64,661,203	-	-	64,661,203	-	-	-	-
<b>Financial liabilities not measured at fair value</b>											
Outstanding claims including IBNR*											
	-	-	-	-	-	(397,707,648)	(397,707,648)	-	-	-	-
Insurance / reinsurance payables*	-	-	-	-	-	(593,491,964)	(593,491,964)	-	-	-	-
Other creditors and accruals*	-	-	-	-	-	(123,654,887)	(123,654,887)	-	-	-	-
Total liabilities of Window Takaful Operations - Operator's fund*	-	-	-	-	-	(20,222,254)	(20,222,254)	-	-	-	-
	1,107,334,516	1,806,890,460	29,827,578	1,603,748,646	73,966,924	(1,135,076,753)	3,486,691,371	159,121,109	2,484,241,128	319,976,229	2,963,338,466

## 27.1 Valuation techniques used in determination of fair values within level 2

Item	Valuation approach and input used
Units of mutual funds	Fair values of investments in units of mutual funds are determined based on redemption prices disclosed at the Mutual Funds Association of Pakistan (MUFAP) as at the close of the business days.
Pakistan Investment Bonds / Market Treasury Bills	Fair values of Pakistan Investment Bonds and Market Treasury Bills are derived using PKRV & PKFRV rates (MUFAP page).
Term Finance Certificates and Bonds	Investments in debt securities (comprising Term Finance Certificates, Bonds and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the SECP.

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

## 27.2 Valuation techniques used in determination of fair values within level 3

Item	Valuation approach and input used
Units of private equity fund	Fair value of Private equity fund is based on the net assets value of the fund.

# Notes to the Condensed Interim Financial Statements (Un-audited)

For the three and nine months period ended September 30, 2024

27.3 During the period ended September 30, 2024, there were no transfers between level 1 and 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

## 28. SEGMENT INFORMATION

	Three months period ended September 30, 2024 (Un-audited)					Aggregate
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	
	(Rupees)					
Premium received / receivable (Inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	210,668,912	138,312,746	138,333,776	250,299,712	36,674,507	<b>774,289,653</b>
Less: - Federal Excise Duty / Sales Tax	27,831,031	15,816,967	18,603,163	6,337,838	4,875,356	<b>73,464,355</b>
- Federal Insurance Fee	1,809,341	1,099,064	1,193,949	2,697,710	314,360	<b>7,114,424</b>
- Others	82,600	11,646,557	817,000	13,000	51,800	<b>12,610,957</b>
Add: - Facultative inward premium	-	-	-	-	-	-
Gross written premium (Inclusive of Administrative Surcharge)	180,945,940	109,750,158	117,719,664	241,251,164	31,432,991	<b>681,099,917</b>
- Gross direct premium	180,373,664	107,799,868	115,442,987	241,191,826	31,125,486	<b>675,933,831</b>
- Facultative inward premium	-	-	(536,175)	-	-	<b>(536,175)</b>
- Administrative surcharge	572,276	1,950,290	2,812,852	59,338	307,505	<b>5,702,261</b>
	180,945,940	109,750,158	117,719,664	241,251,164	31,432,991	<b>681,099,917</b>
Insurance premium earned	127,351,952	116,626,463	111,224,258	138,652,802	22,934,379	<b>516,789,854</b>
Insurance premium ceded to reinsurers	(111,788,245)	(59,437,638)	(5,508,763)	(171,884)	(14,834,145)	<b>(191,740,675)</b>
Net Insurance premium	15,563,707	57,188,825	105,715,495	138,480,918	8,100,234	<b>325,049,179</b>
Commission income	19,467,973	16,590,586	188,121	49,845	2,644,618	<b>38,941,143</b>
<b>Net underwriting income</b>	35,031,680	73,779,411	105,903,616	138,530,763	10,744,852	<b>363,990,322</b>
Insurance claims	(135,673,697)	(4,857,845)	(55,069,347)	(123,202,649)	(3,666,415)	<b>(322,469,953)</b>
Insurance claims recovered from reinsurers	133,628,476	2,578,192	1,725,134	-	2,319,327	<b>140,251,129</b>
Net claims	(2,045,221)	(2,279,653)	(53,344,213)	(123,202,649)	(1,347,088)	<b>(182,218,824)</b>
Commission expense	(4,326,263)	(6,374,882)	(6,422,592)	(1,833,012)	(1,048,499)	<b>(20,005,248)</b>
Management expense	(30,868,141)	(15,053,532)	(16,975,159)	(41,197,507)	(5,004,484)	<b>(109,098,823)</b>
<b>Net insurance claims and expenses</b>	(37,239,625)	(23,708,067)	(76,741,964)	(166,233,168)	(7,400,071)	<b>(311,322,895)</b>
Underwriting results	(2,207,945)	50,071,344	29,161,652	(27,702,405)	3,344,781	<b>52,667,427</b>
Investment income						<b>109,108,226</b>
Other income						<b>27,246,197</b>
Other expenses						<b>(2,523,986)</b>
Finance costs - Lease liabilities						<b>(1,943,149)</b>
Share of profit of associates						-
Profit before tax from Window Takaful Operations						<b>19,846,402</b>
<b>Profit before tax for the period</b>						<b>204,401,117</b>



**Nine months period ended September 30, 2024 (Un-audited)**

	<b>Fire and property damage</b>	<b>Marine, aviation and transport</b>	<b>Motor</b>	<b>Accident &amp; Health</b>	<b>Miscellaneous</b>	<b>Aggregate</b>
	----- (Rupees) -----					
Premium received / receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	457,604,902	471,876,192	446,146,902	561,416,405	95,871,601	<b>2,032,916,002</b>
Less: - Federal Excise Duty / Sales Tax	60,849,334	50,731,116	57,687,716	33,927,293	12,105,477	<b>215,300,936</b>
- Federal Insurance Fee	4,017,583	3,902,839	3,827,972	5,704,423	828,935	<b>18,281,752</b>
- Others	115,850	27,275,474	1,005,900	18,300	66,200	<b>28,481,724</b>
Add: - Facultative inward premium	14,990	188,065	536,175	-	157,892	<b>897,122</b>
Gross written premium (inclusive of Administrative Surcharge)	<b>392,637,125</b>	<b>390,154,828</b>	<b>384,161,489</b>	<b>521,766,389</b>	<b>83,028,881</b>	<b>1,771,748,712</b>
- Gross direct premium	391,341,984	383,535,339	375,999,855	521,610,161	82,268,006	<b>1,754,755,345</b>
- Facultative inward premium	14,990	188,065	-	-	157,892	<b>360,947</b>
- Administrative surcharge	1,280,151	6,431,424	8,161,634	156,228	602,983	<b>16,632,420</b>
	<b>392,637,125</b>	<b>390,154,828</b>	<b>384,161,489</b>	<b>521,766,389</b>	<b>83,028,881</b>	<b>1,771,748,712</b>
Insurance premium earned	383,898,429	374,295,008	336,548,386	404,784,085	71,349,791	<b>1,570,875,699</b>
Insurance premium ceded to reinsurers	(341,945,791)	(196,360,991)	(17,046,092)	(1,367,537)	(50,136,436)	<b>(606,856,847)</b>
Net Insurance premium	41,952,638	177,934,017	319,502,294	403,416,548	21,213,355	<b>964,018,852</b>
Commission income	60,887,418	53,882,810	549,674	396,570	9,527,928	<b>125,244,400</b>
<b>Net underwriting income</b>	<b>102,840,056</b>	<b>231,816,827</b>	<b>320,051,968</b>	<b>403,813,118</b>	<b>30,741,283</b>	<b>1,089,263,252</b>
Insurance claims	(212,469,755)	(75,226,072)	(172,944,259)	(349,414,240)	(11,226,717)	<b>(821,281,043)</b>
Insurance claims recovered from reinsurers	202,576,471	44,725,964	28,755,760	-	7,413,809	<b>283,472,004</b>
Net claims	(9,893,284)	(30,500,108)	(144,188,499)	(349,414,240)	(3,812,908)	<b>(537,809,039)</b>
Commission expense	(16,000,461)	(23,607,038)	(20,178,283)	(5,239,031)	(3,067,214)	<b>(68,092,027)</b>
Management expense	(78,068,932)	(77,575,372)	(76,383,702)	(103,743,998)	(16,508,821)	<b>(352,280,825)</b>
<b>Net insurance claims and expenses</b>	<b>(103,962,677)</b>	<b>(131,682,518)</b>	<b>(240,750,484)</b>	<b>(458,397,269)</b>	<b>(23,388,943)</b>	<b>(958,181,891)</b>
Underwriting results	<b>(1,122,621)</b>	<b>100,134,309</b>	<b>79,301,484</b>	<b>(54,584,151)</b>	<b>7,352,340</b>	<b>131,081,361</b>
Investment income						<b>404,264,088</b>
Other income						<b>62,356,284</b>
Other expenses						<b>(10,406,242)</b>
Finance costs - Lease liabilities						<b>(5,357,241)</b>
Share of profit of associates						<b>4,375,244</b>
Profit before tax from Window Takaful Operations						<b>67,885,882</b>
<b>Profit before tax for the period</b>						<b>654,199,376</b>

# Notes to the Condensed Interim Financial Statements (Un-audited)

For the three and nine months period ended September 30, 2024

SEGMENT INFORMATION	Three months period ended September 30, 2023 (Un-audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Aggregate
	(Rupees)					
Premium received / receivable (Inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	259,269,641	147,998,651	116,865,659	74,196,317	28,230,638	626,560,906
Less: - Federal Excise Duty / Sales Tax	31,579,383	15,813,217	14,768,409	1,974,767	3,485,138	67,620,914
- Federal Insurance Fee	2,257,123	1,234,321	1,011,573	809,865	244,924	5,557,806
- Others	20,550	7,524,572	81,450	5,700	10,850	7,643,122
Add: - Facultative inward premium	-	-	-	-	-	-
Gross written premium (Inclusive of Administrative Surcharge)	225,412,585	123,426,541	101,004,227	71,405,985	24,489,726	545,739,064
- Gross direct premium	224,877,466	121,215,556	98,697,301	71,302,547	24,256,698	540,349,568
- Facultative inward premium	-	-	-	-	-	-
- Administrative surcharge	535,119	2,210,985	2,306,926	103,438	233,028	5,389,496
	225,412,585	123,426,541	101,004,227	71,405,985	24,489,726	545,739,064
Insurance premium earned	104,340,323	127,145,680	99,303,640	131,664,000	22,028,397	484,482,040
Insurance premium ceded to reinsurers	(93,307,858)	(69,222,085)	(4,006,260)	(188,861)	(14,507,166)	(181,232,230)
Net Insurance premium	11,032,465	57,923,595	95,297,380	131,475,139	7,521,231	303,249,810
Commission income	17,107,891	17,475,776	150,684	54,770	2,839,720	37,628,841
<b>Net underwriting income</b>	28,140,356	75,399,371	95,448,064	131,529,909	10,360,951	340,878,651
Insurance claims	(78,689,300)	(11,497,922)	(38,510,582)	(94,061,016)	(7,747,979)	(230,506,799)
Insurance claims recovered from reinsurers	77,812,038	6,820,966	4,698,346	-	6,728,298	96,059,648
Net claims	(877,262)	(4,676,956)	(33,812,236)	(94,061,016)	(1,019,681)	(134,447,151)
Commission expense	(4,245,372)	(6,838,260)	(5,650,380)	(1,661,532)	(794,212)	(19,189,756)
Management expense	(44,082,784)	(22,738,167)	(18,060,231)	(10,362,245)	(4,474,092)	(99,717,519)
<b>Net insurance claims and expenses</b>	(49,205,418)	(34,253,383)	(57,522,847)	(106,084,793)	(6,287,985)	(253,354,426)
Underwriting results	(21,065,062)	41,145,988	37,925,217	25,445,116	4,072,966	87,524,225
Investment income						116,763,248
Other income						20,706,954
Other expenses						(1,966,870)
Share of profit of associates						-
Finance costs - Lease liabilities						(911,954)
Profit before tax from Window Takaful Operations						16,036,841
<b>Profit before tax for the period</b>						238,152,444

Nine months period ended September 30, 2023 (Un-audited)

	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Aggregate
	(Rupees)					
Premium received / receivable (Inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	482,873,807	397,570,575	363,848,202	415,730,745	79,673,693	1,739,697,022
Less: - Federal Excise Duty / Sales Tax	60,305,167	42,486,840	45,127,338	8,556,223	9,693,508	166,169,076
- Federal Insurance Fee	4,190,607	3,356,671	3,177,331	4,225,977	692,565	15,643,151
- Others	56,000	16,288,414	246,850	9,300	26,950	16,627,514
Add: - Facultative inward premium	3,073,263	-	135,222	-	101,347	3,309,832
Gross written premium (Inclusive of Administrative Surcharge)	421,395,296	335,438,650	315,431,905	402,939,245	69,362,017	1,544,567,113
- Gross direct premium	417,100,507	330,171,206	308,546,614	402,741,617	68,751,947	1,527,311,891
- Facultative inward premium	3,073,263	-	135,222	-	101,347	3,309,832
- Administrative surcharge	1,221,526	5,267,444	6,750,069	197,628	508,723	13,945,390
	421,395,296	335,438,650	315,431,905	402,939,245	69,362,017	1,544,567,113
Insurance premium earned	337,317,677	319,608,885	300,506,835	364,050,724	66,419,415	1,387,903,536
Insurance premium ceded to reinsurers	(303,906,585)	(154,700,588)	(12,215,206)	(1,868,343)	(43,755,612)	(516,446,334)
Net Insurance premium	33,411,092	164,908,297	288,291,629	362,182,381	22,663,803	871,457,202
Commission income	62,619,725	41,257,561	444,555	541,818	8,501,486	113,365,145
<b>Net underwriting income</b>	96,030,817	206,165,858	288,736,184	362,724,199	31,165,289	984,822,347
Insurance claims	(96,973,172)	(45,892,072)	(143,019,512)	(299,226,241)	(21,061,713)	(606,172,710)
Insurance claims recovered from reinsurers	95,799,962	30,859,059	15,380,856	-	15,806,473	157,846,350
Net claims	(1,173,210)	(15,033,013)	(127,638,656)	(299,226,241)	(5,255,240)	(448,326,360)
Commission expense	(13,099,324)	(17,023,683)	(16,967,788)	(5,534,312)	(2,636,566)	(55,261,673)
Management expense	(87,308,197)	(69,498,981)	(65,353,817)	(83,484,318)	(14,371,002)	(320,016,315)
<b>Net insurance claims and expenses</b>	(101,580,731)	(101,555,677)	(209,960,261)	(388,244,871)	(22,262,808)	(823,604,348)
Underwriting results	(5,549,914)	104,610,181	78,775,923	(25,520,672)	8,902,481	161,217,999
Investment income						285,482,406
Other income						59,287,097
Other expenses						(8,361,603)
Share of profit of associates						5,335,752
Finance costs - Lease liabilities						(3,106,228)
Profit before tax from Window Takaful Operations						43,918,465
<b>Profit before tax for the period</b>						543,773,888

# Notes to the Condensed Interim Financial Statements (Un-audited)

For the three and nine months period ended September 30, 2024

The class wise assets and liabilities are as follows:

	Nine months period ended September 30, 2024 (Un-audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total
	----- (Rupees) -----					
<b>Segment assets</b>	<b>637,545,712</b>	<b>251,991,082</b>	<b>229,837,717</b>	<b>290,386,652</b>	<b>115,556,877</b>	<b>1,525,318,040</b>
Unallocated assets	-	-	-	-	-	<b>3,748,780,903</b>
Unallocated assets of Window Takaful Operation - Operator's Fund	-	-	-	-	-	<b>307,421,743</b>
<b>Total assets</b>	<b>637,545,712</b>	<b>251,991,082</b>	<b>229,837,717</b>	<b>290,386,652</b>	<b>115,556,877</b>	<b>5,581,520,686</b>
<b>Segment liabilities</b>	<b>627,141,415</b>	<b>222,305,842</b>	<b>477,676,190</b>	<b>662,373,248</b>	<b>133,487,587</b>	<b>2,122,984,283</b>
Unallocated liabilities	-	-	-	-	-	<b>303,482,410</b>
Unallocated liabilities of Window Takaful Operation - Operator's Fund	-	-	-	-	-	<b>122,913,083</b>
<b>Total liabilities</b>	<b>627,141,415</b>	<b>222,305,842</b>	<b>477,676,190</b>	<b>662,373,248</b>	<b>133,487,587</b>	<b>2,549,379,776</b>
	----- (Rupees) -----					
	December 31, 2023 (Audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	Total
	----- (Rupees) -----					
<b>Segment assets</b>	<b>593,767,004</b>	<b>219,486,239</b>	<b>188,480,566</b>	<b>224,842,393</b>	<b>101,455,103</b>	<b>1,328,031,305</b>
Unallocated assets	-	-	-	-	-	<b>3,520,615,724</b>
Unallocated assets of Window Takaful Operation - Operator's Fund	-	-	-	-	-	<b>223,551,545</b>
<b>Total assets</b>	<b>593,767,004</b>	<b>219,486,239</b>	<b>188,480,566</b>	<b>224,842,393</b>	<b>101,455,103</b>	<b>5,072,198,574</b>
<b>Segment liabilities</b>	<b>607,261,568</b>	<b>211,306,359</b>	<b>415,680,586</b>	<b>512,783,199</b>	<b>121,246,609</b>	<b>1,868,278,321</b>
Unallocated liabilities	-	-	-	-	-	<b>300,674,810</b>
Unallocated liabilities of Window Takaful Operation - Operator's Fund	-	-	-	-	-	<b>80,177,541</b>
<b>Total liabilities</b>	<b>607,261,568</b>	<b>211,306,359</b>	<b>415,680,586</b>	<b>512,783,199</b>	<b>121,246,609</b>	<b>2,249,130,672</b>

## 29. GENERAL

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

## 30. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue in accordance with a resolution of the Board of Directors on October 29, 2024.

  
Iqbal Ali Lakhani  
Chairman

  
Amin Mohammed Lakhani  
Director

  
Aftab Ahmad  
Director

  
Mohammad Hussain Hirji  
Director & Chief Executive

  
Sabza Ali Pirani  
Chief Financial Officer

Window  
**TAKAFUL**  
Operations

Financial Statements

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

As at September 30, 2024

	Note	Operator's Fund		Participants' Takaful Fund	
		September 30, 2024 (Un-audited)	December 31, 2023 (Audited)	September 30, 2024 (Un-audited)	December 31, 2023 (Audited)
		(Rupees)			
<b>Assets</b>					
Investments					
Equity securities / mutual funds	8.1	107,728,982	151,057,179	116,123,607	104,386,908
Debt securities	8.2	92,736,000	-	46,368,000	-
Loan and other receivables	9	6,535,121	81,917	11,366,119	5,145,619
Takaful / retakaful receivables	10	-	-	169,062,801	66,982,420
Retakaful recoveries against outstanding claims	18	-	-	33,096,397	17,038,321
Deferred commission expense / acquisition cost	19	12,279,436	7,833,163	-	-
Receivable from Participants' Takaful Fund	11	51,667,774	49,848,274	-	-
Deferred wakala fee	20	-	-	51,062,162	37,199,673
Prepaid retakaful contribution ceded	16	-	-	64,744,427	39,622,401
Cash and bank	12	36,474,430	14,731,012	56,088,304	62,011,308
<b>Total Assets</b>		<b>307,421,743</b>	<b>223,551,545</b>	<b>547,911,817</b>	<b>332,386,650</b>

	Operator's Fund		Participants' Takaful Fund	
	September 30, 2024 (Un-audited)	December 31, 2023 (Audited)	September 30, 2024 (Un-audited)	December 31, 2023 (Audited)
Note	(Rupees) -----			
<b>Funds and Liabilities</b>				
<b>Funds attributable to:</b>				
<b>Operator's Fund</b>				
Statutory fund	50,000,000	50,000,000	-	-
Reserves	3,078,734	3,354,466	-	-
Accumulated profit	131,429,926	90,019,538	-	-
<b>Participants' Takaful Fund</b>				
Seed Money	-	-	500,000	500,000
Accumulated surplus	-	-	89,209,394	66,773,237
<b>Total Funds</b>	<b>184,508,660</b>	<b>143,374,004</b>	<b>89,709,394</b>	<b>67,273,237</b>
<b>Liabilities</b>				
<b>Participants' Takaful Fund underwriting provisions</b>				
Outstanding claims including IBNR	18	-	83,698,055	58,028,817
Unearned contribution reserve	16	-	142,906,265	100,459,970
Reserve for unearned retakaful rebate	17	-	12,739,082	7,694,676
		-	239,343,402	166,183,463
Unearned Wakala fee	20	51,062,162	-	-
Payable to Operator's Fund	11	-	51,667,774	49,848,274
Deferred taxation		1,257,511	1,370,134	-
Contribution received in advance		-	1,722,119	2,064,425
Takaful / retakaful payables	13	-	156,648,604	45,118,514
Other creditors and accruals	14	26,731,127	8,820,524	1,898,737
Taxation - provision less payment		43,862,283	-	-
		122,913,083	218,859,021	98,929,950
		80,177,541	458,202,423	265,113,413
<b>Total Liabilities</b>		<b>122,913,083</b>	<b>458,202,423</b>	<b>265,113,413</b>
<b>Total Funds and Liabilities</b>		<b>307,421,743</b>	<b>547,911,817</b>	<b>332,386,650</b>
<b>Contingency and Commitment</b>	15			

The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.

  
Iqbal Ali Lakhani  
Chairman

  
Amin Mohammed Lakhani  
Director

  
Aftab Ahmad  
Director

  
Mohammad Hussain Hirji  
Director & Chief Executive

  
Sabza Ali Pirani  
Chief Financial Officer

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

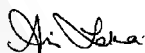
For the three and nine months period ended September 30, 2024

	Note	Three months period ended		Nine months period ended	
		September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
		(Rupees)			
<b>Participants' Takaful Fund - revenue account</b>					
Contribution earned		51,628,204	40,871,307	154,235,133	109,363,557
Less: Contribution ceded to retakaful		(41,693,563)	(30,389,080)	(121,083,906)	(74,820,017)
Net contribution revenue	16	9,934,641	10,482,227	33,151,227	34,543,540
Retakaful rebate earned	17	8,902,109	6,149,970	26,034,149	15,297,141
Net underwriting income		18,836,750	16,632,197	59,185,376	49,840,681
Net claims - reported / settled	18	(22,367,759)	(15,131,837)	(57,409,455)	(41,506,311)
Other direct expenses		(432,676)	(392,896)	(1,401,113)	(1,566,666)
<b>(Deficit) / surplus before investment income</b>		<b>(3,963,685)</b>	<b>1,107,464</b>	<b>374,808</b>	<b>6,767,704</b>
Investment income	22	2,992,323	3,662,913	17,602,219	11,460,150
Other income	23	2,378,963	3,013,126	7,140,170	7,656,749
Less: Mudarib share of investment income	24	(1,074,257)	(1,335,208)	(4,948,478)	(3,823,380)
<b>Surplus transferred to the accumulated surplus</b>		<b>333,344</b>	<b>6,448,295</b>	<b>20,168,719</b>	<b>22,061,223</b>
<b>Operator's Fund - revenue account</b>					
Wakala fee	20	27,624,354	23,532,334	82,894,427	64,521,767
Commission expense	19	(7,304,048)	(5,924,525)	(23,261,766)	(16,595,236)
General, administration and management expenses		(8,300,520)	(8,083,710)	(26,551,541)	(24,928,949)
		12,019,786	9,524,099	33,081,120	22,997,582
Mudarib share of PTF investment income	24	1,074,257	1,335,208	4,948,478	3,823,380
Investment Income	22	5,942,783	4,667,704	28,550,961	16,619,219
Other income	23	946,076	567,330	1,883,321	938,598
Direct expenses		(136,500)	(57,500)	(577,998)	(460,314)
<b>Profit before tax</b>		<b>19,846,402</b>	<b>16,036,841</b>	<b>67,885,882</b>	<b>43,918,465</b>
Taxation	21	(7,740,097)	(6,254,368)	(26,475,494)	(18,529,925)
<b>Profit after tax</b>		<b>12,106,305</b>	<b>9,782,473</b>	<b>41,410,388</b>	<b>25,388,540</b>

The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.



Iqbal Ali Lakhani  
Chairman



Amin Mohammed Lakhani  
Director



Aftab Ahmad  
Director



Mohammad Hussain Hirji  
Director & Chief Executive



Sabza Ali Pirani  
Chief Financial Officer



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

For the three and nine months period ended September 30, 2024

	Three months period ended		Nine months period ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
	----- (Rupees) -----			
<b>Participants' Takaful Fund</b>				
Surplus for the period	333,344	6,448,295	20,168,719	22,061,223
<b>Other Comprehensive Income for the period</b>				
- Unrealized gain on available for sale investments	4,792,441	1,219,342	5,213,052	1,377,667
- Reclassification adjustment for net gain on available for sale investments included in profit and loss account	-	-	(2,945,614)	(232,321)
	4,792,441	1,219,342	2,267,438	1,145,346
<b>Total comprehensive income for the period</b>	<b>5,125,785</b>	<b>7,667,637</b>	<b>22,436,157</b>	<b>23,206,569</b>
<b>Operator's Fund</b>				
Profit after tax	12,106,305	9,782,473	41,410,388	25,388,540
<b>Other Comprehensive Income for the period</b>				
<b>Items that will be reclassified to profit and loss account</b>				
- Unrealized gain on available for sale investments - net of tax	3,007,306	1,708,138	3,078,734	1,968,143
- Reclassification adjustment for net gain on available for sale investments included in profit and loss account	-	-	(3,354,466)	(965,680)
	3,007,306	1,708,138	(275,732)	1,002,463
<b>Total comprehensive income for the period</b>	<b>15,113,611</b>	<b>11,490,611</b>	<b>41,134,656</b>	<b>26,391,003</b>


The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.

  
Iqbal Ali Lakhani  
Chairman

  
Amin Mohammed Lakhani  
Director

  
Aftab Ahmad  
Director

  
Mohammad Hussain Hirji  
Director & Chief Executive

  
Sabza Ali Pirani  
Chief Financial Officer

# Condensed Interim Statement of Cash Flows (Un-audited)

For the nine months period ended September 30, 2024

	Operator's Fund		Participants' Takaful Fund	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
<b>Operating Cash flows</b>	Note ----- (Rupees) -----			
<b>(a) Takaful activities</b>				
Contribution received	-	-	218,690,862	191,177,585
Retakaful contributions paid	-	-	(22,964,292)	(31,584,875)
Claims paid	-	-	(85,822,789)	(106,447,286)
Retakaful and other recoveries received	-	-	12,534,806	35,875,511
Commission paid	(22,042,103)	(16,160,824)	-	-
Retakaful rebate received	-	-	3,319,001	6,363,033
Wakala fee received / paid	99,885,894	61,171,973	(99,885,894)	(61,171,973)
Direct expenses paid	-	-	(1,401,113)	(1,566,666)
Net cash inflow from takaful activities	77,843,791	45,011,149	24,470,581	32,645,329
<b>(b) Other operating activities</b>				
Income tax paid	(3,998,691)	(13,688,806)	(3,768,807)	(1,075,214)
General, administration and management expenses paid	(26,347,002)	(22,139,751)	-	-
Other operating receipts / payments - net	60,400	204,724	6,921,785	1,886,364
Net cash (outflow) / inflow from other operating activities	(30,285,293)	(35,623,833)	3,152,978	811,150
<b>Total cash inflow from operating activities</b>	<b>47,558,498</b>	<b>9,387,316</b>	<b>27,623,559</b>	<b>33,456,479</b>
<b>Investment activities</b>				
Profit / return received	3,000,892	703,607	8,473,866	6,993,927
Dividend received	8,735,509	9,162,402	9,266,661	10,173,222
Payment for investments	(779,485,025)	(286,628,597)	(144,997,243)	(49,537,416)
Proceed from investments	741,933,544	268,812,649	93,710,153	40,888,462
<b>Total cash (outflow) / inflow from investing activities</b>	<b>(25,815,080)</b>	<b>(7,949,939)</b>	<b>(33,546,563)</b>	<b>8,518,195</b>
<b>Net cash inflow / (outflow) from all activities</b>	<b>21,743,418</b>	<b>1,437,377</b>	<b>(5,923,004)</b>	<b>41,974,674</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>14,731,012</b>	<b>6,250,537</b>	<b>62,011,308</b>	<b>46,585,848</b>
<b>Cash and cash equivalents at the end of period</b>	<b>36,474,430</b>	<b>7,687,914</b>	<b>56,088,304</b>	<b>88,560,522</b>
<b>Reconciliation to profit and loss account</b>				
Operating cash flows	47,558,498	9,387,316	27,623,559	33,456,479
Profit on disposal of investments	12,085,867	7,456,817	4,470,764	1,286,928
Profit / returns received	3,159,702	703,607	8,553,271	6,993,927
Dividend income	8,735,509	9,162,402	9,266,661	10,173,222
Increase in assets other than cash	12,718,977	19,628,758	163,343,472	63,754,378
Increase in liabilities other than borrowings	(42,848,165)	(20,950,360)	(193,089,008)	(93,603,711)
<b>Profit after tax / surplus for the period</b>	<b>41,410,388</b>	<b>25,388,540</b>	<b>20,168,719</b>	<b>22,061,223</b>

The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.

  
Iqbal Ali Lakhani  
Chairman

  
Amin Mohammed Lakhani  
Director

  
Aftab Ahmad  
Director

  
Mohammad Hussain Hirji  
Director & Chief Executive

  
Sabza Ali Pirani  
Chief Financial Officer

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

For the nine months period ended September 30, 2024

	Operator's Fund			Total
	Statutory fund	Revenue reserve Available for sale Investment revaluation reserve	Accumulated surplus	
	----- (Rupees) -----			
<b>Balance as at January 01, 2023 (Audited)</b>	50,000,000	965,680	54,505,901	105,471,581
<b>Changes in fund for the nine months period ended September 30, 2023</b>				
Profit after tax for the nine months period	-	-	25,388,540	25,388,540
<b>Other comprehensive income</b>				
Unrealised gains on available for sale investments - net of tax	-	1,968,143	-	1,968,143
Reclassification adjustment for net gain on available for sale investments included in profit and loss account	-	(965,680)	-	(965,680)
	-	1,002,463	25,388,540	26,391,003
<b>Balance as at September 30, 2023 (Un-audited)</b>	50,000,000	1,968,143	79,894,441	131,862,584
<b>Balance as at January 01, 2024 (Audited)</b>	50,000,000	3,354,466	90,019,538	143,374,004
<b>Changes in fund for the nine months period ended September 30, 2024</b>				
Profit after tax for the nine months period	-	-	41,410,388	41,410,388
<b>Other comprehensive income</b>				
Unrealised gains on available for sale investments - net of tax	-	3,078,734	-	3,078,734
Reclassification adjustment for net gain on available for sale investments included in profit and loss account	-	(3,354,466)	-	(3,354,466)
	-	(275,732)	41,410,388	41,134,656
<b>Balance as at September 30, 2024 (Un-audited)</b>	50,000,000	3,078,734	131,429,926	184,508,660

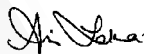
**Participants' Takaful Fund**

	Ceded money	Accumulated surplus (Rupees)	Total
<b>Balance as at January 01, 2023 (Audited)</b>	500,000	31,037,866	31,537,866
<b>Changes in fund for the nine months period ended September 30, 2023</b>			
Surplus for the nine months period	-	22,061,223	22,061,223
<b>Other comprehensive income</b>			
Unrealised gain on available for sale investments	-	1,377,667	1,377,667
Reclassification adjustment for net gain on available for sale investments included in profit and loss account	-	(232,321)	(232,321)
	-	23,206,569	23,206,569
<b>Balance as at September 30, 2023 (Un-audited)</b>	500,000	54,244,435	54,744,435
<b>Balances as at January 01, 2024 (Audited)</b>	500,000	66,773,237	67,273,237
<b>Changes in fund for the nine months period ended September 30, 2024</b>			
Surplus for the nine months period	-	20,168,719	20,168,719
<b>Other comprehensive income</b>			
Unrealised gain on available for sale investments	-	5,213,052	5,213,052
Reclassification adjustment for net gain on available for sale investments included in profit and loss account	-	(2,945,614)	(2,945,614)
	-	22,436,157	22,436,157
<b>Balance as at September 30, 2024 (Un-audited)</b>	500,000	89,209,394	89,709,394

The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.



Iqbal Ali Lakhani  
Chairman



Amin Mohammed Lakhani  
Director



Aftab Ahmad  
Director



Mohammad Hussain Hirji  
Director & Chief Executive



Sabza Ali Pirani  
Chief Financial Officer

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

For the three and nine months period ended September 30, 2024

## 1. LEGAL STATUS AND NATURE OF BUSINESS

Century Insurance Company Limited ("the Operator") is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act 2017) on October 10, 1985. The Operator is listed on Pakistan Stock Exchange and is engaged in general insurance business. The registered office of the Operator is situated at Lakson Square Building No. 2, Sarwar Shaheed Road, Karachi.

The Operator was granted authorisation on August 07, 2017 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations ("the Operations") by Securities and Exchange Commission of Pakistan ("SECP") under Takaful Rules, 2012 to carry on general takaful operations in Pakistan.

The Operator transferred statutory fund of Rs. 50 million in a separate bank account for the Operations as per the requirement of circular 8 of 2014. Thereafter, the Operator has formed a Waqf for Participants' Fund ("PTF") by executing the Waqf deed dated August 17, 2017 by investing a ceded money of Rs. 0.5 million. The ceded money is required to be invested in shariah compliant investments and any profit thereon can be utilized only to pay benefits to participants or defray PTF expenses. Waqf Deed governs the relationship of Operator and participants for management of takaful operations, investments of participants' funds and investments of the Operator's funds approved by the shariah advisor of the Operator. The Operator commenced activities of the Operations on August 18, 2017.

## 2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

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

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:

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

For the three and nine months period ended September 30, 2024

- 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.

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. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements for the year ended December 31, 2023.

### 3.1 Standards, interpretations of and amendments to published approved accounting standards that are effective in the current period:

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after January 01, 2024 but are considered not to be relevant or do not have any significant effect on the Company's operations and therefore not detailed in these interim financial statements.

### 3.2 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective.

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after January 01, 2024, but are considered not to be relevant or expected to have any significant effect on the Company's operations and are therefore, not detailed in these interim financial statements.

## 4. USE OF ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial statement 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 expense. Actual results may differ

from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively. In preparing these condensed interim financial information, 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 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 unearned premium reserve for each class of business at period end is adequate to meet the expected future liability after reinsurance from claims and other expenses, expected to be incurred after the balance sheet date in respect of policies in force at the reporting date.

## **7. DISCLOSURES RELATED TO TEMPORARY EXEMPTION FROM IFRS 9**

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

The debt instruments accounted for fair value through other comprehensive income under IAS 39 are potentially eligible to SPPI test whereas it is not applicable for the debt instruments accounted for fair value through profit or loss.

The table below set out the fair values on gross basis as at the end of reporting period and the amount of change in the fair value during that period for the following two groups of financial assets separately:

- a) financial assets with contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding excluding any financial asset that meets the definition of held for trading in IFRS 9, or that is managed and whose performance is evaluated on a fair value basis, and
- b) all other financial assets.

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

For the three and nine months period ended September 30, 2024

## Operator's Fund

	September 30, 2024				
	Fail the SPPI Test		Pass the SPPI Test		
	Fair value	Change in Unrealized gain or (loss) during the year	Carrying Value	Cost less impairment	Change in Unrealized gain or (loss) during the year
----- (Rupees) -----					
<b>Financial Assets</b>					
<b>Investments</b>					
- Equity securities - Available for Sale	107,728,982	3,529,055	-	-	-
- Debt securities - Available for Sale	-	-	92,736,000	-	807,190
Loans and other receivables*	6,535,121	-	-	-	-
Cash and bank	36,474,430	-	-	-	-
	<u>150,738,533</u>	<u>3,529,055</u>	<u>92,736,000</u>	<u>-</u>	<u>807,190</u>

## Participants' Takaful Fund

### Financial assets

#### Investments

- Equity securities - Available for Sale	116,123,607	4,809,457	-	-	-
- Debt securities - Available for Sale	-	-	46,368,000	-	403,595
Loans and other receivables*	11,366,119	-	-	-	-
Cash and bank	56,088,304	-	-	-	-
	<u>183,578,030</u>	<u>4,809,457</u>	<u>46,368,000</u>	<u>-</u>	<u>403,595</u>

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

### Gross Carrying amount of debt instruments that pass the SPPI test

#### Investment in debt securities

##### Operator's Fund

Available for Sale

Unrated  
-- (Rupees) --

92,736,000

##### Participants' Takaful Fund

Available for Sale

46,368,000

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



## 8. INVESTMENTS

### 8.1 Investments In Securities - Available For Sale

	September 30, 2024 (Un-audited)			December 31, 2023 (Audited)		
	Cost	Unrealized gain on revaluation	Carrying Value	Cost	Unrealized gain on revaluation	Carrying Value
<b>Operator's Fund</b> Mutual funds	<b>104,199,927</b>	<b>3,529,055</b>	<b>107,728,982</b>	146,332,579	4,724,600	151,057,179
<b>Participants' Takaful Fund</b> Mutual funds	<b>111,314,150</b>	<b>4,809,457</b>	<b>116,123,607</b>	101,441,294	2,945,614	104,386,908

### 8.2 Investment in debt securities

#### Available for Sale

#### Operator's Fund Sukuk

	<b>91,928,810</b>	<b>807,190</b>	<b>92,736,000</b>	-	-	-
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#### Participants' Takaful Fund Sukuk

	<b>45,964,405</b>	<b>403,595</b>	<b>46,368,000</b>	-	-	-
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Operator's Fund		Participants' Takaful Fund	
September 30, 2024 (Un-audited)	December 31, 2023 (Audited)	September 30, 2024 (Un-audited)	December 31, 2023 (Audited)
----- (Rupees) -----			

## 9. LOAN AND OTHER RECEIVABLE

#### Accrued investment income Advance Tax

	<b>6,535,121</b>	81,917	<b>3,951,710</b>	1,500,017
	-	-	<b>7,414,409</b>	3,645,602
	<b>6,535,121</b>	81,917	<b>11,366,119</b>	5,145,619

### 10. TAKAFUL / RE-TAKAFUL RECEIVABLES - PTF

#### Due from Takaful participants Due from other Takaful / Retakaful operators Retakaful recoveries due but unpaid

Note	September 30, 2024 (Un-audited)	December 31, 2022 (Audited)
	<b>72,283,592</b>	27,213,127
10.1	<b>78,726,785</b>	37,977,581
	<b>18,052,424</b>	1,791,712
	<b>169,062,801</b>	66,982,420

- 10.1** This includes Rs. 33.5 million (December 31, 2023: Rs. 13.8 million receivable from related party. The amount is not over due/ impaired as at September 30, 2024.

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

For the three and nine months period ended September 30, 2024

	Operator's Fund		Participants' Takaful Fund	
	September 30, 2024 (Un-audited)	December 31, 2023 (Audited)	September 30, 2024 (Un-audited)	December 31, 2023 (Audited)
<b>11. RECEIVABLE / PAYABLE (Between OPF and PTF)</b>	Note ----- (Rupees) -----			
Wakala fee	50,593,517	48,273,128	50,593,517	48,273,128
Mudaraba fee	1,074,257	1,575,146	1,074,257	1,575,146
	<b>51,667,774</b>	<b>49,848,274</b>	<b>51,667,774</b>	<b>49,848,274</b>

## 12. CASH AND BANK

### Cash and cash equivalents

Cash in hand	10,000	10,000	-	-
<b>Cash at bank</b>				
Saving accounts	12.1 36,464,430	14,721,012	56,088,304	62,011,308
	<b>36,474,430</b>	<b>14,731,012</b>	<b>56,088,304</b>	<b>62,011,308</b>

- 12.1 Saving accounts carry expected profit rates ranging from 6.75% to 16.80% (December 31, 2023: 4.75% to 19.25%) per annum.

## 13. TAKAFUL / RE-TAKAFUL PAYABLES - PTF

	September 30, 2024 (Un-audited)	December 31, 2023 (Audited)
Due to other takaful / retakaful operators	<b>156,648,604</b>	45,118,514

## 14. OTHER CREDITORS AND ACCRUALS

	Operator's Fund		Participants' Takaful Fund	
	September 30, 2024 (Un-audited)	December 31, 2023 (Audited)	September 30, 2024 (Un-audited)	December 31, 2023 (Audited)
	----- (Rupees) -----			
Commission payable	18,514,507	12,848,571	-	-
Federal excise duty and sales tax	-	-	3,716,776	1,268,344
Federal takaful fee	-	-	386,539	160,201
Accrued expense	7,819,720	6,695,183	-	-
Audit fee payable	336,500	678,500	-	-
Creditors	-	-	4,409,164	391,618
Tax deducted at source	60,400	-	308,045	78,574
	<b>26,731,127</b>	<b>20,222,254</b>	<b>8,820,524</b>	<b>1,898,737</b>

## 15. CONTINGENCY AND COMMITMENT

There is no contingency and commitment as at September 30, 2024 (December 31, 2023: Nil).

## 16. NET TAKAFUL CONTRIBUTION - PTF

	(Un-audited)		(Un-audited)	
	Three months period ended	September 30, 2023	September 30, 2024	September 30, 2023
Written Gross Contribution	108,271,300	93,420,376	279,575,855	206,909,379
Less: Wakala Fee	(27,624,354)	(23,532,334)	(82,894,427)	(64,521,767)
Contribution Net of Wakala Fee	<b>80,646,946</b>	69,888,042	<b>196,681,428</b>	142,387,612
Add : Unearned contribution reserve opening	113,887,523	87,804,635	100,459,970	83,797,315
Less: Unearned contribution reserve closing	(142,906,265)	(116,821,370)	(142,906,265)	(116,821,370)
Contribution earned	<b>51,628,204</b>	40,871,307	<b>154,235,133</b>	109,363,557
Less: Retakaful Contribution ceded	<b>59,387,621</b>	51,373,049	<b>146,205,932</b>	97,641,287
Add: Prepaid Retakaful contribution ceded opening	47,050,369	28,161,191	39,622,401	26,323,890
Less: Prepaid Retakaful contribution ceded closing	(64,744,427)	(49,145,160)	(64,744,427)	(49,145,160)
Retakaful expense	<b>41,693,563</b>	30,389,080	<b>121,083,906</b>	74,820,017
	<b>9,934,641</b>	10,482,227	<b>33,151,227</b>	34,543,540

## 17. REBATE FROM RE-TAKAFUL - PTF

Retakaful Rebate received or receivable	11,526,795	9,661,856	31,078,555	19,321,767
Add: Unearned retakaful opening	10,114,396	5,777,625	7,694,676	5,264,885
Less: Unearned retakaful closing	(12,739,082)	(9,289,511)	(12,739,082)	(9,289,511)
	<b>8,902,109</b>	6,149,970	<b>26,034,149</b>	15,297,141

## 18. NET TAKAFUL CLAIMS EXPENSE - PTF

Claim paid	20,526,758	43,442,429	85,822,789	106,447,286
Add : Outstanding claims including IBNR closing	83,698,055	59,694,340	83,698,055	59,694,340
Less: Outstanding claims including IBNR opening	(65,322,269)	(88,091,022)	(58,028,817)	(73,651,766)
Claims expense	<b>38,902,544</b>	15,045,747	<b>111,492,027</b>	92,489,860
Less: Retakaful and others recoveries received	5,660,985	25,856,352	38,024,496	66,595,865
Add: Retakaful and others recoveries against outstanding claims closing	33,096,397	17,623,281	33,096,397	17,623,281
Less: Retakaful and others recoveries against outstanding claims opening	(22,222,597)	(43,565,723)	(17,038,321)	(33,235,597)
Retakaful and recoveries revenue	<b>16,534,785</b>	(86,090)	<b>54,082,572</b>	50,983,549
	<b>22,367,759</b>	15,131,837	<b>57,409,455</b>	41,506,311

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

For the three and nine months period ended September 30, 2024

## 19. COMMISSION EXPENSE - OPF

	(Un-audited)		(Un-audited)	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
	----- (Rupees) -----			
Commission paid or payable	11,736,988	8,875,820	27,708,039	18,432,766
Add : Deferred commission expense opening	7,846,496	5,675,584	7,833,163	6,789,349
Less: Deferred commission expense closing	(12,279,436)	(8,626,879)	(12,279,436)	(8,626,879)
<b>Net commission</b>	<b>7,304,048</b>	<b>5,924,525</b>	<b>23,261,766</b>	<b>16,595,236</b>

## 20. WAKALA FEE

Gross Wakala Fee	36,987,867	32,192,708	96,756,916	74,904,830
Add: Deferred Wakala Fee - Opening	41,698,649	34,284,152	37,199,673	32,561,463
Less: Deferred Wakala Fee - Closing	(51,062,162)	(42,944,526)	(51,062,162)	(42,944,526)
	(9,363,513)	(8,660,374)	(13,862,489)	(10,383,063)
	<b>27,624,354</b>	<b>23,532,334</b>	<b>82,894,427</b>	<b>64,521,767</b>

The Operator manages the general takaful operations for the Participants' and charges wakala fee to PTF on gross contributions recognized for each class of business at following rates:

Class	Percentage ----- (%) -----
Fire and property damage	30
Marine, aviation and transport	30
Motor	43
Health	20
Miscellaneous	35

## 21. TAXATION

	(Un-audited)		(Un-audited)	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
	----- (Rupees) -----			
Current Year	7,740,097	6,254,368	26,475,494	17,128,201
Prior Year	-	-	-	1,401,724
	<b>7,740,097</b>	<b>6,254,368</b>	<b>26,475,494</b>	<b>18,529,925</b>

	(Un-audited)		(Un-audited)	
	Three months period ended September 30, 2024	September 30, 2023	Nine months period ended September 30, 2024	September 30, 2023
<b>22. INVESTMENT INCOME</b>	----- (Rupees) -----			
<b>Participants' Takaful Fund</b>				
<b>Income from equity securities - Available for sale</b>				
Realised gain on sale of equity securities	100,576	168,720	4,470,764	1,286,928
Dividend income	429,299	3,494,193	9,266,661	10,173,222
<b>Income from debt securities - Held to maturity</b>				
Return on GOP Ijarah Sukuk	2,412,067	-	3,785,389	-
Amortisation of discount	50,381	-	79,405	-
	<u>2,992,323</u>	<u>3,662,913</u>	<u>17,602,219</u>	<u>11,460,150</u>
<b>Operator's Fund</b>				
<b>Income from equity securities - Available for sale</b>				
Realised gain on sale of equity securities	-	1,157,820	12,085,867	7,456,817
Dividend income	1,017,888	3,509,884	8,735,509	9,162,402
<b>Income from debt securities - Held to maturity</b>				
Return on GOP Ijarah Sukuk	4,824,133	-	7,570,775	-
Amortisation of discount	100,762	-	158,810	-
	<u>5,942,783</u>	<u>4,667,704</u>	<u>28,550,961</u>	<u>16,619,219</u>
<b>23. OTHER INCOME</b>				
<b>Participants' Takaful Fund</b>				
Profit on bank balances	<u>2,378,963</u>	<u>3,013,126</u>	<u>7,140,170</u>	<u>7,656,749</u>
<b>Operator's Fund</b>				
Profit on bank balances	<u>946,076</u>	<u>567,330</u>	<u>1,883,321</u>	<u>938,598</u>
<b>24. MUDARIB'S FEE</b>				
The Operator also manages the participants' investment as Mudarib and charges 20 percent of the investment income and profits on bank deposits earned by the PTF as Mudarib's fee. It is recognized on the same basis on which related revenue is recognised.				
Mudarib's share of PTF investment income	<u>1,074,257</u>	<u>1,335,208</u>	<u>4,948,478</u>	<u>3,823,380</u>

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

For the three and nine months period ended September 30, 2024

## 25. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise the Operator, associated companies, companies under common control, companies with common directors, major shareholders, employees' retirement benefit plans, directors and key management personnel of the Operator. The associated companies are associated either based on holding in equity or due to the same management and / or common directors. The transactions with related parties are carried out at commercial terms and conditions. Transactions with the key management personnel are made under their terms of employment / entitlements. The transactions and balances with related parties / associated companies, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

	(Un-audited)		(Un-audited)	
	Three months period ended September 30, 2024	September 30, 2023	Nine months period ended September 30, 2024	September 30, 2023
	----- (Rupees) -----			
<b>Associated companies</b>				
Takaful contribution written	1,713,747	808,374	13,574,601	9,543,250
Claim paid	<u>438,694</u>	448,010	<u>1,095,824</u>	1,052,181
Investment in mutual funds	-	186,326,203	<u>630,031,848</u>	196,326,203
Sale of units of mutual funds	-	186,326,203	<u>639,352,025</u>	186,326,203
Managerial remuneration	<u>2,000,000</u>	2,000,000	<u>5,743,590</u>	5,429,439
Expenses paid	<u>5,819,720</u>	5,342,112	<u>18,979,169</u>	17,644,372

## 26. SEGMENT INFORMATION

Segment information prepared in accordance with the requirement of Insurance Ordinance, 2000 and Insurance Rules, 2017 for class of business wise revenues, results, assets and liabilities.

The class wise revenues and results are as follows:

	For the three months period ended September 30, 2024 (Un-audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Aggregate
	----- (Rupees) -----					
<b>Participant's Takaful Fund</b>						
Contribution received or receivable (Inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	44,849,440	25,036,434	44,754,412	6,693,111	4,016,878	125,350,275
Less: - Federal Excise Duty / Sales Tax	5,882,693	2,639,677	6,041,418	-	522,311	15,086,099
- Federal Insurance Fee	385,678	183,841	374,213	67,311	34,581	1,045,624
- Others	15,800	3,873,996	126,050	100	1,600	4,017,546
Facultative inward contribution	2,851,274	-	219,020	-	-	3,070,294
	<u>41,416,543</u>	<u>18,338,920</u>	<u>38,431,751</u>	<u>6,625,700</u>	<u>3,458,386</u>	<u>108,271,300</u>
<b>Gross written Contribution (Inclusive of Administrative Surcharge)</b>						
- Gross direct Contribution	38,433,156	17,822,459	37,353,152	6,620,700	3,425,333	103,654,800
- Facultative inward contribution	2,851,274	-	219,020	-	-	3,070,294
- Administrative surcharge	132,113	516,461	859,579	5,000	33,053	1,546,206
	<u>41,416,543</u>	<u>18,338,920</u>	<u>38,431,751</u>	<u>6,625,700</u>	<u>3,458,386</u>	<u>108,271,300</u>
Wakala fee	(5,392,195)	(6,932,934)	(13,109,246)	(665,054)	(1,524,925)	(27,624,354)
Takaful contribution earned	17,973,985	23,109,869	30,486,509	3,325,267	4,356,928	79,252,558
Takaful contribution ceded to retakaful operators	(17,218,561)	(19,318,405)	(1,360,991)	(2,000)	(3,793,606)	(41,693,563)
Net Takaful contribution	(4,636,771)	(3,141,470)	16,016,272	2,658,213	(961,603)	9,934,641
Retakaful rebate	3,255,919	4,820,643	2,558	400	822,589	8,902,109
<b>Net underwriting income</b>	<u>(1,380,852)</u>	<u>1,679,173</u>	<u>16,018,830</u>	<u>2,658,613</u>	<u>(139,014)</u>	<u>18,836,750</u>
Takaful claims	(2,837,390)	(6,357,994)	(27,094,496)	(2,084,689)	(527,975)	(38,902,544)
Takaful claims recovered from retakaful operators	2,726,042	5,671,537	7,690,606	-	446,600	16,534,785
Net claims	(111,348)	(686,457)	(19,403,890)	(2,084,689)	(81,375)	(22,367,759)
Direct expenses	(188,394)	(57,280)	(150,226)	(27,733)	(9,043)	(432,676)
<b>(Deficit) / surplus before investment income</b>	<u>(1,680,594)</u>	<u>935,436</u>	<u>(3,535,286)</u>	<u>546,191</u>	<u>(229,432)</u>	<u>(3,963,685)</u>
Investment income						2,992,323
Other income						2,378,963
Mudarib's share of investment income						(1,074,257)
<b>Surplus for the period</b>						<u>333,344</u>
<b>Operator's Fund</b>						
Wakala fee	5,392,195	6,932,934	13,109,246	665,054	1,524,925	27,624,354
Commission expense	(1,678,654)	(2,870,576)	(2,494,460)	(147,390)	(112,968)	(7,304,048)
Management expense	(3,587,759)	(1,117,341)	(2,885,825)	(530,585)	(179,010)	(8,300,520)
	<u>125,782</u>	<u>2,945,017</u>	<u>7,728,961</u>	<u>(12,921)</u>	<u>1,232,947</u>	<u>12,019,786</u>
Mudarib share of PTF investment income						1,074,257
Investment income						5,942,783
Other income						946,076
Direct expenses						(136,500)
<b>Profit before tax</b>						<u>19,846,402</u>

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

For the three and nine months period ended September 30, 2024

The class wise revenues and results are as follows:

	For the nine months period ended September 30, 2024 (Un-audited)					Aggregate
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	
	----- (Rupees) -----					
<b>Participant's Takaful Fund</b>						
Contribution received or receivable (Inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	76,755,629	91,630,859	118,277,358	15,309,570	18,902,170	<b>320,875,586</b>
Less: - Federal Excise Duty / Sales Tax	9,989,186	9,217,861	15,114,100	1,365	2,362,853	<b>36,685,365</b>
- Federal Insurance Fee	660,869	721,699	1,011,227	155,150	163,737	<b>2,712,682</b>
- Others	21,350	9,818,087	186,650	350	2,000	<b>10,028,437</b>
Facultative inward contribution	5,201,456	423,362	2,501,935	-	-	<b>8,126,753</b>
	<b>71,285,680</b>	<b>72,296,574</b>	<b>104,467,316</b>	<b>15,152,705</b>	<b>16,373,580</b>	<b>279,575,855</b>
Gross written Contribution (Inclusive of Administrative Surcharge)						
- Gross direct Contribution	65,788,315	69,736,379	99,616,947	15,143,205	16,313,711	<b>266,598,557</b>
- Facultative inward contribution	5,201,456	423,362	2,501,935	-	-	<b>8,126,753</b>
- Administrative surcharge	295,909	2,136,833	2,348,434	9,500	59,869	<b>4,850,545</b>
	<b>71,285,680</b>	<b>72,296,574</b>	<b>104,467,316</b>	<b>15,152,705</b>	<b>16,373,580</b>	<b>279,575,855</b>
Wakala fee	(15,832,179)	(21,082,313)	(39,982,585)	(1,849,440)	(4,147,910)	<b>(82,894,427)</b>
Takaful contribution earned	52,773,949	70,274,437	92,982,799	9,247,202	11,851,173	<b>237,129,560</b>
Takaful contribution ceded to retakaful operators	(50,536,023)	(58,075,972)	(2,804,540)	(6,000)	(9,661,371)	<b>(121,083,906)</b>
Net Takaful contribution	(13,594,253)	(8,883,848)	50,195,674	7,391,762	(1,958,108)	<b>33,151,227</b>
Retakaful rebate	9,391,208	14,512,662	36,878	1,200	2,092,201	<b>26,034,149</b>
<b>Net underwriting income</b>	<b>(4,203,045)</b>	<b>5,628,814</b>	<b>50,232,552</b>	<b>7,392,962</b>	<b>134,093</b>	<b>59,185,376</b>
Takaful claims	(18,790,339)	(24,681,312)	(59,029,550)	(7,118,334)	(1,872,492)	<b>(111,492,027)</b>
Takaful claims recovered from retakaful operators	18,289,051	20,724,989	13,761,278	-	1,307,254	<b>54,082,572</b>
Net claims	(501,288)	(3,956,323)	(45,268,272)	(7,118,334)	(565,238)	<b>(57,409,455)</b>
Direct expenses	(357,253)	(362,319)	(523,545)	(75,939)	(82,057)	<b>(1,401,113)</b>
<b>(Deficit) / surplus before investment income</b>	<b>(5,061,586)</b>	<b>1,310,172</b>	<b>4,440,735</b>	<b>198,689</b>	<b>(513,202)</b>	<b>374,808</b>
Investment income						<b>17,602,219</b>
Other income						<b>7,140,170</b>
Mudarib's share of investment income						<b>(4,948,478)</b>
<b>Surplus for the period</b>						<b>20,168,719</b>
<b>Operator's Fund</b>						
Wakala fee	15,832,179	21,082,313	39,982,585	1,849,440	4,147,910	<b>82,894,427</b>
Commission expense	(4,807,332)	(8,604,967)	(9,148,403)	(421,636)	(279,428)	<b>(23,261,766)</b>
Management expense	(6,770,058)	(6,866,063)	(9,921,344)	(1,439,064)	(1,555,012)	<b>(26,551,541)</b>
	<b>4,254,789</b>	<b>5,611,283</b>	<b>20,912,838</b>	<b>(11,260)</b>	<b>2,313,470</b>	<b>33,081,120</b>
Mudarib share of PTF investment income						<b>4,948,478</b>
Investment income						<b>28,550,961</b>
Other income						<b>1,883,321</b>
Direct expenses						<b>(577,998)</b>
<b>Profit before tax</b>						<b>67,885,882</b>



The class wise revenues and results are as follows:

	For the three months period ended September 30, 2023 (Un-audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Aggregate
	----- (Rupees) -----					
<b>Participant's Takaful Fund</b>						
Contribution received or receivable (Inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	38,041,763	21,045,720	39,695,175	4,136,868	2,422,951	105,342,477
Less: - Federal Excise Duty / Sales Tax	4,664,621	2,206,356	4,929,757	1,365	288,735	12,090,834
- Federal Takaful Fee	330,906	176,593	346,756	40,944	21,129	916,328
- Others	4,050	1,004,963	31,050	150	150	1,040,363
Facultative inward contribution	2,125,424	-	-	-	-	2,125,424
	<u>35,167,610</u>	<u>17,657,808</u>	<u>34,387,612</u>	<u>4,094,409</u>	<u>2,112,937</u>	<u>93,420,376</u>
Gross written Contribution (inclusive of Administrative Surcharge)						
- Gross direct Contribution	32,936,755	17,270,239	33,626,043	4,091,909	2,092,995	90,017,941
- Facultative inward contribution	2,125,424	-	-	-	-	2,125,424
- Administrative surcharge	105,431	387,569	761,569	2,500	19,942	1,277,011
	<u>35,167,610</u>	<u>17,657,808</u>	<u>34,387,612</u>	<u>4,094,409</u>	<u>2,112,937</u>	<u>93,420,376</u>
Wakala fee	(4,461,727)	(4,418,696)	(13,425,292)	(35,433)	(1,191,186)	(23,532,334)
Takaful contribution earned	14,872,436	14,729,030	31,221,632	177,163	3,403,380	64,403,641
Takaful contribution ceded to retakaful operators	(14,198,029)	(11,699,700)	(1,506,448)	(3,667)	(2,981,236)	(30,389,080)
Net Takaful contribution	(3,787,320)	(1,389,366)	16,289,892	138,063	(769,042)	10,482,227
Rebate earned	2,643,728	2,867,699	27,071	733	610,739	6,149,970
<b>Net underwriting income</b>	<u>(1,143,592)</u>	<u>1,478,333</u>	<u>16,316,963</u>	<u>138,796</u>	<u>(158,303)</u>	<u>16,632,197</u>
Takaful claims	1,719,395	(61,800)	(16,125,842)	(197,685)	(379,815)	(15,045,747)
Takaful claims recovered from retakaful operators	(1,645,241)	49,440	1,103,711	-	406,000	(86,090)
Net claims	74,154	(12,360)	(15,022,131)	(197,685)	26,185	(15,131,837)
Direct expenses	(216,218)	(73,855)	(88,087)	(31,002)	16,266	(392,896)
<b>(Deficit) / surplus before investment income</b>	<u>(1,285,656)</u>	<u>1,392,118</u>	<u>1,206,745</u>	<u>(89,891)</u>	<u>(115,852)</u>	<u>1,107,464</u>
Investment income						3,662,913
Other income						3,013,126
Mudarib's share of investment income						(1,335,208)
<b>Surplus for the period</b>						<u>6,448,295</u>
<b>Operator's Fund</b>						
Wakala fee	4,461,727	4,418,696	13,425,292	35,433	1,191,186	23,532,334
Commission expense	(1,276,004)	(1,521,702)	(3,064,587)	(8,962)	(53,270)	(5,924,525)
Management expense	(3,732,123)	(1,523,818)	(2,405,332)	(493,304)	70,867	(8,083,710)
	<u>(546,400)</u>	<u>1,373,176</u>	<u>7,955,373</u>	<u>(466,833)</u>	<u>1,208,783</u>	<u>9,524,099</u>
Mudarib share of PTF investment income						1,335,208
Investment income						4,667,704
Other income						567,330
Direct expenses						(57,500)
<b>Profit before tax</b>						<u>16,036,841</u>

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

For the three and nine months period ended September 30, 2024

The class wise revenues and results are as follows:

	For the nine months period ended September 30, 2023 (Un-audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Aggregate
	----- (Rupees) -----					
<b>Participant's Takaful Fund</b>						
Contribution received or receivable (Inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	58,400,330	46,754,825	111,224,861	4,136,868	15,823,890	236,340,774
Less: - Federal Excise Duty / Sales Tax	7,263,425	4,684,232	13,619,642	1,365	1,928,601	27,497,265
- Federal Takaful Fee	506,754	392,641	984,231	40,944	137,575	2,062,145
- Others	8,000	2,421,644	84,900	150	400	2,515,094
Facultative inward contribution	2,613,109	-	30,000	-	-	2,643,109
	<u>53,235,260</u>	<u>39,256,308</u>	<u>96,566,088</u>	<u>4,094,409</u>	<u>13,757,314</u>	<u>206,909,379</u>
Gross written Contribution (inclusive of Administrative Surcharge)						
- Gross direct Contribution	50,414,478	38,320,454	94,097,354	4,091,909	13,721,286	200,645,481
- Facultative inward contribution	2,613,109	-	30,000	-	-	2,643,109
- Administrative surcharge	207,673	935,854	2,438,734	2,500	36,028	3,620,789
	<u>53,235,260</u>	<u>39,256,308</u>	<u>96,566,088</u>	<u>4,094,409</u>	<u>13,757,314</u>	<u>206,909,379</u>
Wakala fee	(10,972,917)	(10,587,542)	(39,140,347)	(35,433)	(3,785,528)	(64,521,767)
Takaful contribution earned	36,576,434	35,291,888	91,024,057	177,163	10,815,782	173,885,324
Takaful contribution ceded to retakaful operators	(34,859,915)	(28,001,861)	(3,101,735)	(3,667)	(8,852,839)	(74,820,017)
Net Takaful contribution	(9,256,398)	(3,297,515)	48,781,975	138,063	(1,822,585)	34,543,540
Retakaful rebate	6,682,757	6,656,134	85,505	733	1,872,012	15,297,141
<b>Net underwriting income</b>	<u>(2,573,641)</u>	<u>3,358,619</u>	<u>48,867,480</u>	<u>138,796</u>	<u>49,427</u>	<u>49,840,681</u>
Takaful claims	(36,617,437)	(420,729)	(54,433,730)	(197,685)	(820,279)	(92,489,860)
Takaful claims recovered from retakaful operators	35,742,399	336,594	14,008,333	-	896,223	50,983,549
Net claims	(875,038)	(84,135)	(40,425,397)	(197,685)	75,944	(41,506,311)
Direct expenses	(403,084)	(297,239)	(731,174)	(31,002)	(104,167)	(1,566,666)
<b>(Deficit) / surplus before investment income</b>	<u>(3,851,763)</u>	<u>2,977,245</u>	<u>7,710,909</u>	<u>(89,891)</u>	<u>21,204</u>	<u>6,767,704</u>
Investment income						11,460,150
Other income						7,656,749
Mudarib's share of investment income						(3,823,380)
<b>Surplus for the period</b>						<u>22,061,223</u>
<b>Operator's Fund</b>						
Wakala fee	10,972,917	10,587,542	39,140,347	35,433	3,785,528	64,521,767
Commission expense	(2,907,918)	(3,658,701)	(9,795,116)	(8,962)	(224,539)	(16,595,236)
Management expense	(6,413,915)	(4,729,696)	(11,634,519)	(493,304)	(1,657,515)	(24,928,949)
	<u>1,651,084</u>	<u>2,199,145</u>	<u>17,710,712</u>	<u>(466,833)</u>	<u>1,903,474</u>	<u>22,997,582</u>
Mudarib share of PTF investment income						3,823,380
Investment income						16,619,219
Other income						938,598
Direct expenses						(460,314)
<b>Profit before tax</b>						<u>43,918,465</u>

The class-wise assets and liabilities are as follows:

	September 30, 2024 (Un-audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Total
	----- (Rupees) -----					
<b>Segment assets</b>	<b>118,336,348</b>	<b>64,656,176</b>	<b>101,890,966</b>	<b>5,764,310</b>	<b>27,317,987</b>	<b>317,965,787</b>
Unallocated assets						
Participants' Takaful Fund						229,946,030
Operator's Fund						<u>307,421,743</u>
<b>Consolidated total assets</b>						<b><u>855,333,560</u></b>
<b>Segment liabilities</b>	<b>130,520,395</b>	<b>75,984,334</b>	<b>206,648,721</b>	<b>12,978,718</b>	<b>30,687,952</b>	<b>456,820,120</b>
Unallocated liabilities						
Participants' Takaful Fund						1,382,303
Operator's Fund						<u>122,913,083</u>
<b>Consolidated total liabilities</b>						<b><u>581,115,506</u></b>
	December 31, 2023 (Audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Total
	----- (Rupees) -----					
<b>Segment assets</b>	<b>67,006,558</b>	<b>22,326,764</b>	<b>56,239,722</b>	<b>1,171,940</b>	<b>14,097,831</b>	<b>160,842,815</b>
Unallocated assets						
Participants' Takaful Fund						171,543,835
Operator's Fund						<u>223,551,545</u>
<b>Consolidated total assets</b>						<b><u>555,938,195</u></b>
<b>Segment liabilities</b>	<b>73,769,411</b>	<b>28,194,939</b>	<b>141,824,441</b>	<b>4,617,834</b>	<b>15,053,068</b>	<b>263,459,693</b>
Unallocated liabilities						
Participants' Takaful Fund						1,653,720
Operator's Fund						<u>80,177,541</u>
<b>Consolidated total liabilities</b>						<b><u>345,290,954</u></b>

## 27. FAIR VALUE OF MEASUREMENTS

IFRS 13 "Fair Value Measurement" defines fair value as 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.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from book value.

In respect of investments in quoted equity securities, fair value is determined by reference to stock exchange quoted market price at the close of business day. For term finance certificates, fair value is determined by reference to average broker rates.

### Fair value hierarchy

IFRS 13 requires the company to classify fair value measurement using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has following levels:

**Level 1** Quoted prices in active markets for identical assets or liabilities.

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For the three and nine months period ended September 30, 2024

**Level 2** Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) and;

**Level 3** Those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table shows the carrying amount and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

	September 30, 2024 (Un-audited)							
	Carrying amount			Fair value				
	Available-for-sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees)							
<b>Financial assets measured at fair value</b>								
Investments in mutual funds	223,852,589	-	-	223,852,589	-	223,852,589	-	223,852,589
<b>Financial assets not measured at fair value</b>								
Investment in Debt securities*	139,104,000	-	-	139,104,000	-	139,104,000	-	139,104,000
Loans and receivables*	-	10,486,831	-	10,486,831	-	-	-	-
Takaful / retakaful receivables*	-	169,062,801	-	169,062,801	-	-	-	-
Retakaful recoveries against outstanding claims	-	33,096,397	-	33,096,397	-	-	-	-
Receivable from PTF*	-	51,667,774	-	51,667,774	-	-	-	-
Cash and bank*	-	92,562,734	-	92,562,734	-	-	-	-
<b>Total financial assets</b>	<b>362,956,589</b>	<b>356,876,537</b>	<b>-</b>	<b>719,833,126</b>	<b>-</b>	<b>362,956,589</b>	<b>-</b>	<b>362,956,589</b>
<b>Financial liabilities not measured at fair value</b>								
Provision for outstanding claims (including IBNR)*	-	-	(83,698,055)	(83,698,055)	-	-	-	-
Payable to Operator's Fund*	-	-	(51,667,774)	(51,667,774)	-	-	-	-
Takaful / retakaful payables*	-	-	(156,648,604)	(156,648,604)	-	-	-	-
Other creditors and accruals*	-	-	(31,079,891)	(31,079,891)	-	-	-	-
<b>Total financial liabilities</b>	<b>-</b>	<b>-</b>	<b>(323,094,324)</b>	<b>(323,094,324)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

	December 31, 2023 (Audited)							
	Carrying amount				Fair value			
	Available-for-sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees)								
<b>Financial assets measured at fair value</b>								
Investments in mutual funds	255,444,087	-	-	255,444,087	-	255,444,087	-	255,444,087
<b>Financial assets not measured at fair value</b>								
Loans and receivables*	-	1,581,934	-	1,581,934	-	-	-	-
Takaful / retakaful receivables*	-	66,982,420	-	66,982,420	-	-	-	-
Retakaful recoveries against outstanding claims	-	17,038,321	-	17,038,321	-	-	-	-
Receivable from PTF*	-	49,848,274	-	49,848,274	-	-	-	-
Cash and bank*	-	76,742,320	-	76,742,320	-	-	-	-
<b>Total financial assets</b>	<b>255,444,087</b>	<b>212,193,269</b>	<b>-</b>	<b>467,637,356</b>	<b>-</b>	<b>255,444,087</b>	<b>-</b>	<b>255,444,087</b>
<b>Financial liabilities not measured at fair value</b>								
Provision for outstanding claims (including IBNR)*	-	-	(58,028,817)	(58,028,817)	-	-	-	-
Payable to OPF*	-	-	(49,848,274)	(49,848,274)	-	-	-	-
Takaful / retakaful payables*	-	-	(45,118,514)	(45,118,514)	-	-	-	-
Other creditors and accruals*	-	-	(20,613,872)	(20,613,872)	-	-	-	-
<b>Total financial liabilities</b>	<b>-</b>	<b>-</b>	<b>(173,609,477)</b>	<b>(173,609,477)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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

## 27.1 Valuation techniques used in determination of fair values within level 2

Item	Valuation approach and input used
Units of mutual funds	Fair values of investments in units of mutual funds are determined based on redemption prices disclosed at the Mutual Funds Association of Pakistan (MUFAP) as at the close of the business days.
Pakistan Investment Bonds / Market Treasury Bills	Fair values of Pakistan Investment Bonds and Market Treasury Bills are derived using PKRV, PKFRV & PKISRV rates (MUFAP page).
Term Finance Certificates and Bonds	Investments in debt securities (comprising Term Finance Certificates, Bonds and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the SECP.
Derivatives	The fair values of derivatives which are not quoted in active markets are determined by using valuation techniques. The valuation techniques take into account the relevant underlying parameters including foreign currency involved, interest rates, yield curves, volatilities, contracts duration, etc.

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

## 27.2 During the period ended September 30, 2024, there were no transfers between level 1 and 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

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

For the three and nine months period ended September 30, 2024

## 28. GENERAL

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

## 29. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue in accordance with a resolution of the Board of Directors on October 29, 2024.



Iqbal Ali Lakhani  
Chairman



Amin Mohammed Lakhani  
Director



Aftab Ahmad  
Director



Mohammad Hussain Hirji  
Director & Chief Executive



Sabza Ali Pirani  
Chief Financial Officer

# Network

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**Century Insurance Company Limited**  
A Lakson Group Company

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