

DIRECTORS' REVIEW REPORT TO THE MEMBERS'

Your Directors are pleased to present their report together with un-audited Six months Financial Statements for the period ended June 30, 2023

The statistic covers the annexed Financial Statements of conventional general insurance and Window Takaful operation comprising:

- 0 Condensed interim statement of financial position;
- 0 Condensed interim statement of profit and loss account;
- 0 Condensed interim statement of comprehensive income;
- 0 Condensed interim statement of changes and equity;
- 0 Condensed interim cash flow statement;
- 0 Notes to the condensed interim financial information;

We are confident that this information would adequately apprise the valued shareholders about the performance of their Company.

The financial highlight of the company for the period ended June 30, 2023 is as follows:

	(Unaudited)	
Result of operating activities	368,339,001	
Profit before tax from Window Takaful Operations	28,038,336	
Profit before tax	396,377,337	
Income tax expenses	(99,253,514)	
Profit after taxation	297,123,823	
Other Comprehensive income	1,512,922	
Total Comprehensive income	298,636,745	
Unappropriated profit at beginning of the year	228,086,249	
Profit for the period	297,123,823	
Unappropriated at the end of the period	525,210,072	
	June, 30 2023	June, 30 2022
	----- (Unaudited) -----	
Gross premium	2,974,091,056	2,179,205,610
Net premium	1,835,105,576	1,317,508,978
Underwriting results	308,223,881	257,371,314
Investment income	153,770,082	104,252,695
Profit before tax (including Window Takaful Operations)	396,377,337	268,765,731
Profit after tax (including Window Takaful Operations)	297,123,823	197,564,173
Earnings per share - basic and diluted (Rupees)	1.69	1.12

On behalf of the Board of Directors



Naved Yunus

Chief Executive Officer

Karachi : August 29, 2023

**INDEPENDENT AUDITOR’S REVIEW REPORT
TO THE MEMBERS OF EAST WEST INSURANCE COMPANY LIMITED
REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **East West Insurance Company Limited** (“the Company”) as at June 30, 2023 and related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and notes to the condensed interim financial statements for the six-month period then ended (here-in-after referred as the ‘condensed interim financial statements’). Management is responsible for the preparation and presentation of these interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review. The figures of the condensed interim unconsolidated statement of comprehensive income for the three months period ended June 30, 2023 and related comprehensive information have not been reviewed and we do not express a conclusion on them.

Scope of review

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

Conclusion

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

The engagement partner on the review resulting in this independent auditor’s review report is **Imran Shaikh**.

**Crowe Hussain Chaudhury & Co.
Chartered Accountants**

 **Place:** Karachi
Date:
UDIN:

EAST WEST INSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT JUNE 30, 2023

		June 30, 2023 (Unaudited)	December 31, 2022 (Audited)
	Note	----- Rupees-----	
ASSETS			
Property and equipment	6	145,104,738	111,347,201
Right of use of assets	7	13,248,408	17,436,579
Intangible assets	8	848,422	873,732
Investment properties	9	46,973,206	48,177,647
Investments			
Equity securities	10	1,722,320,920	1,471,940,394
Debt securities	11	437,989,361	636,422,267
Term deposit receipts (TDRs)	12	11,000,000	190,295,368
		2,171,310,281	2,298,658,029
Loans and other receivables	13	343,162,142	76,870,969
Insurance / reinsurance receivables	14	1,385,669,219	916,409,398
Reinsurance recoveries against outstanding claims	22	1,000,202,750	1,062,320,280
Deferred commission expense	23	408,897,143	378,287,611
Deferred tax assets		12,158,887	10,892,951
Prepayments	15	834,087,719	821,287,617
Cash and bank	16	116,965,904	31,320,794
		6,478,628,819	5,773,882,808
Total assets of window takaful operations			
Operator's fund		251,781,902	219,476,000
TOTAL ASSETS		6,730,410,721	5,993,358,808
EQUITY AND LIABILITIES			
Capital and reserves attributable to Company's equity holders			
Issued, subscribed and paid-up capital		1,758,913,880	1,758,913,880
Reserves	17	482,022,948	480,510,026
Unappropriated profit		525,210,072	228,086,249
TOTAL EQUITY		2,766,146,900	2,467,510,155
LIABILITIES			
Underwriting provisions			
Outstanding claims including IBNR	22	1,402,205,290	1,457,395,011
Unearned premium reserves	21	1,422,037,064	1,477,391,055
Unearned reinsurance commission	23	210,689,576	176,821,681
		3,034,931,930	3,111,607,747
Retirement benefit obligations		2,192,592	1,717,036
Premium received in advance	18	437,405,100	75,171,158
Lease liability against right of use of asset		16,024,935	19,936,638
Insurance / reinsurance payables		32,660,252	33,170,381
Other creditors and accruals	19	201,622,894	113,908,168
Taxation - net		174,129,244	106,933,378
TOTAL LIABILITIES		3,898,966,947	3,462,444,506
Total liabilities of window Takaful			
Operations - Operator's Fund		65,296,874	63,404,147
TOTAL EQUITY AND LIABILITIES		6,730,410,721	5,993,358,808
CONTINGENCIES AND COMMITMENTS	20		

The annexed notes from 1 to 35 form an integral part of this condensed interim financial information.

				
CHAIRMAN	CHIEF EXECUTIVE OFFICER	DIRECTOR	DIRECTOR	CHIEF FINANCIAL OFFICER

EAST WEST INSURANCE COMPANY LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2023

	Note	Six months period ended		Three months period ended	
		June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
Net insurance premium	21	1,835,105,576	1,317,508,978	937,293,258	699,814,328
Net insurance claims	22	(807,581,680)	(588,075,311)	(411,458,998)	(310,356,514)
Net commission	23	(472,831,218)	(284,370,651)	(338,467,151)	(192,292,838)
Insurance claims and acquisition expenses		(1,280,412,898)	(872,445,962)	(749,926,149)	(502,649,352)
Management expenses	24	(246,468,797)	(187,691,702)	(113,883,534)	(102,545,851)
Underwriting results		308,223,881	257,371,314	73,483,575	94,619,125
Investment income	25	153,770,082	74,089,421	104,252,695	34,806,533
Other income	26	9,533,947	5,543,720	7,881,271	4,961,875
Other expenses	27	(101,390,124)	(85,856,054)	(64,071,123)	(49,907,596)
Finance cost	28	(1,798,785)	(247,860)	(634,940)	(218,012)
Results of operating activities		368,339,001	250,900,541	120,911,478	84,261,925
Profit before tax from Window takaful operations	29	28,038,336	17,865,190	15,197,607	11,213,600
Profit before tax		396,377,337	268,765,731	136,109,085	95,475,525
Income tax expense		(99,253,514)	(71,201,558)	(85,242,122)	(56,190,579)
Profit after taxation		297,123,823	197,564,173	50,866,963	39,284,946
			(Restated)		(Restated)
Earnings per share - basic and diluted	30	1.69	1.12	0.29	0.22

The annexed notes from 1 to 35 form an integral part of this condensed interim financial information.







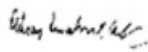




CHAIRMAN CHIEF EXECUTIVE OFFICER DIRECTOR DIRECTOR CHIEF FINANCIAL OFFICER

EAST WEST INSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2023

	<u>Six months period ended</u>		<u>Three months period</u>	
	<u>June 30</u> <u>2023</u>	<u>June 30</u> <u>2022</u>	<u>June 30</u> <u>2023</u>	<u>June 30</u> <u>2022</u>
Profit after taxation	297,123,823	197,564,173	50,866,963	39,284,946
Other comprehensive income				
Items that may be reclassified subsequently to profit and loss account				
Unrealised gain on available for sale investments - net of deferred tax	-	-	-	-
Reclassification of loss included in profit and loss account	1,512,922	1,488,269	1,363,422	1,338,769
	1,512,922	1,488,269	1,363,422	1,338,769
Total comprehensive income for the period	298,636,745	199,052,442	52,230,385	40,623,715

The annexed notes from 1 to 35 form an integral part of this condensed interim financial information.

				
CHAIRMAN	CHIEF EXECUTIVE OFFICER	DIRECTOR	DIRECTOR	CHIEF FINANCIAL OFFICER

EAST WEST INSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2023

	Share capital	Reserves		Total reserves	Unappropriated profit	Total
	Issued subscribed and paid-up	General reserve	Unrealized gain on available for sale investment			
-----Rupees-----						
Balance as at January 01, 2022	1,360,861,810	440,000,000	(71,870,163)	368,129,837	231,950,574	1,960,942,221
Total comprehensive income for the period						
Profit for the period	-	-	-	-	197,564,173	197,564,173
Other comprehensive loss	-	-	1,488,269	1,488,269	-	1,488,269
	-	-	1,488,269	1,488,269	197,564,173	199,052,442
Issue of bonus shares (3 shares for every 40 shares held)	102,064,630	-	-	-	(102,064,630)	-
Right shares application money	136,086,180	-	-	-	-	136,086,180
	238,150,810	-	-	-	(102,064,630)	136,086,180
Balance as at June 30, 2022	1,599,012,620	440,000,000	(70,381,894)	369,618,106	327,450,117	2,296,080,843
Balance as at January 01, 2023	1,758,913,880	570,000,000	(89,489,974)	480,510,026	228,086,249	2,467,510,155
Total comprehensive income for the period						
Profit for the period	-	-	-	-	297,123,823	297,123,823
Other comprehensive income	-	-	1,512,922	1,512,922	-	1,512,922
	-	-	1,512,922	1,512,922	297,123,823	298,636,745
Balance as at June 30, 2023	1,758,913,880	570,000,000	(87,977,052)	482,022,948	525,210,072	2,766,146,900

The annexed notes from 1 to 35 form an integral part of this condensed interim financial information.


CHAIRMAN


CHIEF EXECUTIVE OFFICER


DIRECTOR

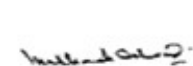

DIRECTOR

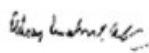

CHIEF FINANCIAL OFFICER

EAST WEST INSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT CASH FLOWS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2023

	June 30, 2023	June 30, 2022
	----- Rupees-----	
OPERATING CASH FLOWS		
(a) Underwriting activities		
Insurance premium received	2,771,848,118	2,186,285,756
Reinsurance premium paid	(1,112,432,643)	(1,109,475,375)
Claims paid	(1,217,242,714)	(1,052,645,713)
Reinsurance and other recoveries received	416,588,843	445,367,970
Commission paid	(750,694,102)	(574,761,411)
Commission received	309,485,539	266,091,224
Underwriting payments	(210,628,042)	(171,840,762)
Net cash inflows from underwriting activities	<u>206,924,999</u>	<u>(10,978,311)</u>
(b) Other operating activities		
Income tax paid	(32,057,648)	(17,141,235)
Other expenses paid	(75,858,224)	(68,459,973)
Other operating (payments)	(265,532,914)	(68,745,272)
Net cash used in other operating activities	<u>(373,448,786)</u>	<u>(154,346,480)</u>
Total cash (used in) all operating activities	<u>(166,523,787)</u>	<u>(165,324,791)</u>
INVESTMENT ACTIVITIES		
Profit / return received	23,100,342	16,833,828
Dividend received	123,827,861	64,323,421
Other income received	8,102,367	2,381,438
Payment for investments	(350,723,634)	(71,110,424)
Proceeds from investment	313,962,999	116,383,436
Fixed capital expenditure	(42,524,702)	(5,028,509)
Proceeds from sale of property and equipment	1,300,000	2,950,778
Total cash generating from all operating activities	<u>77,045,233</u>	<u>126,733,968</u>
FINANCING ACTIVITIES		
Loan received from director	-	1,000,000
Lease rental paid	(3,911,703)	
Loan repaid to director	(260,000)	(4,900,000)
Right share subscription money	-	136,086,180
payment of financial charges	-	-
Total cash (used in) / generated from all financing activities	<u>(4,171,703)</u>	<u>132,186,180</u>
Net cash (used in) / generated from all activities	<u>(93,650,257)</u>	<u>93,595,357</u>
Cash and cash equivalents at beginning of the period	<u>221,616,161</u>	<u>191,297,663</u>
Cash and cash equivalents at end of the period	<u>127,965,904</u>	<u>284,893,020</u>

The annexed notes from 1 to 35 form an integral part of this condensed interim financial information.







CHAIRMAN CHIEF EXECUTIVE OFFICER DIRECTOR DIRECTOR CHIEF FINANCIAL OFFICER

EAST WEST INSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT CASH FLOWS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2023

	June 30, 2023	June 30, 2022
	----- Rupees-----	
Reconciliation to profit and loss account		
Operating cash flows	(166,523,787)	(165,324,791)
Depreciation expense	(9,892,637)	(8,577,601)
Amortization of intangible	(25,310)	(36,157)
Profit on disposal of fixed assets	1,221,031	2,914,422
Investment income	23,100,342	16,833,828
Loss on disposal of investment securities	380,525	(7,799,841)
Dividend income	123,827,861	64,323,421
Other income	8,102,367	2,381,438
Gain on takaful operations	28,038,336	17,865,190
(Increase)/ decrease in assets other than cash	(750,414,936)	782,219,685
Increase/(decrease) in operating liabilities	1,039,310,030	(507,235,421)
Profit for the period	297,123,822	197,564,173

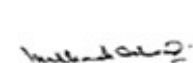
Definition of cash

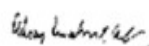
Cash comprises of cash in hand, policy stamps in hand, bank balances and other deposits which are readily convertible to cash and which are used in the cash management function on a day-to-day basis.

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

	June 30, 2023	June 30, 2022
	----- Rupees-----	
Cash and other equivalents	207,631	356,957
Current and other accounts	116,758,273	194,536,063
Deposits maturing within 12 months	11,000,000	90,000,000
	127,965,904	284,893,020

The annexed notes from 1 to 35 form an integral part of this condensed interim financial information.







CHAIRMAN CHIEF EXECUTIVE OFFICER DIRECTOR DIRECTOR CHIEF FINANCIAL OFFICER

EAST WEST INSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

East West Insurance Company Limited (the Company) was incorporated as a public limited company in the year 1983 under the repealed Companies Act, 1913 (now Companies Act, 2017). The shares of the Company are quoted on the Pakistan Stock Exchange. The Company is engaged in the general insurance business comprising of fire and property, marine, aviation and transport, motor and miscellaneous etc. The company commenced Window Takaful Operations (WTO) from May 08, 2018 as per Securities and Exchange Commission of Pakistan (SECP) Takaful Rules, 2012.

2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The registered office of the Company is situated at 27, Regal Plaza, Jinnah Road, Quetta. The principal place of business is situated at Sarwar Shaheed Road, Lakson Square Building No. 03, 4th, Floor Karachi. The Company operates through 3 (2022: 3) principal offices and 25 (2022: 25) branches in Pakistan.

3 BASIS OF PREPARATION

3.1 Statement of compliance

This condensed interim financial information 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 information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended December 31, 2022 which have been prepared in accordance with approved accounting standards as applicable to insurance companies in Pakistan.

This condensed interim financial information has been prepared in accordance with the accounting and reporting standard as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

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

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

The Securities and Exchange Commission of Pakistan ("SECP") vide its S.R.O 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.

The comparative statement of financial position presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Company for the year ended December 31, 2022, whereas the comparative condensed interim 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 information for the half year ended June 30, 2022.

In terms of the requirement of the Takaful Rules 2012, read with SECP circular 25 of 2015 dated July 9, 2015, the assets, liabilities and profit and loss of the Operator's fund of the General Takaful Operations of the Company have been presented as single line item in the condensed interim statement of financial position and condensed interim statement of profit and loss account of the Company respectively.

3.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention except for certain financial assets which are stated at fair value or amortized cost.

This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

3.3 Functional and presentation currency

This condensed interim financial information has been prepared and presented in Pakistan Rupees, which is the Company's functional and presentation currency.

4 USE OF ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information in conformity with the requirements of approved accounting standards as applicable in Pakistan requires management to make judgments / estimates and associated assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The judgments / estimates and associated assumptions are based on historical experience, current trends and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the estimate about carrying values of assets and liabilities that are not readily apparent from other sources.

Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

In preparing this condensed interim financial information, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimating uncertainty were the same as those applied to the financial statements of the Company for the year ended December 31, 2022.

5 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted by the Company in the preparation of this condensed interim financial information are same as those applied in the preparation of the preceding annual audited financials statements for the year ended December 31, 2022.

5.1 Temporary Exemption from Application of IFRS 9

As an insurance company, the management has opted temporary exemption from the application of IFRS 9 as allowed by International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Additional disclosures, as required by the IASB, for the financial assets with contractual cash flows that meet the 'Solely for Payment of Principal and Interest' (SPPI) criteria excluding those held for trading and for the financial assets that do not meet the SPPI criteria for being eligible to apply the temporary exemption from the application of IFRS 9.

		June 30, 2023 (Unaudited)	December 31, 2022 (Audited)
	Note	----- Rupees -----	
6	PROPERTY AND EQUIPMENT		
		145,104,738	111,347,201
6.1	Operating fixed assets		
	Opening balance as at January 1	111,347,201	115,337,232
	Additions during the period / year		
	Furniture and fixtures	-	13,000
	Electrical fittings and equipments	694,412	2,841,440
	Office equipments	74,000	465,803
	Motor vehicles	41,418,710	8,455,250
	Computers equipments	337,580	387,949
		42,524,702	12,163,442
	Less:		
	Written down value of assets disposed during the period / year	(78,969)	(810,617)
	Depreciation charge for the period / year	(8,688,196)	(15,342,856)
		145,104,738	111,347,201
7	RIGHT OF USE OF ASSETS		
	Right of use of assets	13,248,408	17,436,579
	Net carrying value		
	Opening balance as at January 1	17,436,579	-
	Additions during the period / year	-	25,812,921
	Depreciation during the period / year	(4,188,171)	(8,376,342)
		13,248,408	17,436,579
	Depreciation rate (%)	33.33%	33.33%
8	INTANGIBLE ASSETS		
	Computer software	143,422	168,732
	Capital work in progress	705,000	705,000
		848,422	873,732
8.1	Net carrying value basis		
	Opening net book value	168,732	241,046
	Amortization charge	(25,310)	(72,314)
	Closing net book value	143,422	168,732
8.2	This represents amount paid to the vendor for the development of computer software.		

9 INVESTMENT PROPERTIES

Investment properties	9.2	46,973,206	48,177,647
9.1 Balance as at January 01		48,177,647	45,231,603
Additions / Transfer in during the period / year		-	5,278,718
Depreciation charge during the period / year		(1,204,441)	(2,332,674)
Deletion / Transfer out during the period / year		-	-
		46,973,206	48,177,647

9.2 Revaluation was carried out by the Company in the month of August 2022. The exercise was carried out by independent valuers M/s. Al-Shabaz Surveyors (Private) Limited and M/s. Salam Associates (Private) Limited and revalued market values is estimated at Rs. 172.50 million (2022: Rs. 172.50 million).

	Note	June 30, 2023 (Unaudited)	December 31, 2022 (Audited)
		----- Rupees -----	
10 INVESTMENTS IN EQUITY SECURITIES			
Held For Trading			
Listed shares	10.1	73,193,403	73,776,093
Mutual funds	10.1	1,458,751,103	1,207,787,887
Available For Sale			
Listed shares	10.1	190,376,414	190,376,414
		1,722,320,920	1,471,940,394

10.1 Detail of investments in equities securities is as follows

	June 30, 2023 (Unaudited)			December 31, 2022(Audited)		
	Cost	Unrealized Gain/(loss)	Carrying value	Cost	Unrealized Gain/(loss)	Carrying value
----- Rupees -----						
Investments - Held for Trading						
Listed securities	73,776,095	(582,692)	73,193,403	84,782,440	(11,006,347)	73,776,093
Mutual funds	1,457,787,888	963,215	1,458,751,103	1,203,894,667	3,893,220	1,207,787,887
	1,531,563,983	380,523	1,531,944,506	1,288,677,107	(7,113,127)	1,281,563,980
Investments-Available For Sale						
Related Party						
Listed securities (Note 10.2)	291,149,366	-	291,149,366	291,149,366	(29,180,527)	261,968,839
Others						
Listed securities	10,593,327	-	10,593,327	10,593,327	181,541	10,774,868
Deficit on revaluation	-	-	(111,366,279)	-	-	(82,367,293)
	301,742,693	-	190,376,414	301,742,693	(28,998,986)	190,376,414
			1,722,320,920	-		1,471,940,394

10.2 This represent investment in associated undertaking.

11 INVESTMENTS IN DEBT SECURITIES	Note	June 30, 2023	December 31, 2022
		(Unaudited)	(Audited)
		----- Rupees -----	
Held To Maturity			
Government Securities			
Pakistan Investment Bonds	11.1	417,989,361	412,774,064
Treasury - Bills	11.1	-	203,648,203
Available for sale			
Term Finance Certificates	11.1	10,000,000	10,000,000
Corporate Sukuk	11.1	10,000,000	10,000,000
		437,989,361	636,422,267

11.1 Detail of investments in debt securities is as follows

	June 30, 2023 (Unaudited)			December 31, 2022 (Audited)		
	Cost	Unrealized Gain/(loss)	Carrying value	Cost	Unrealized Gain/(loss)	Carrying value
----- Rupees -----						
Held to Maturity						
Government securities						
Pakistan Investment Bonds (Note 11.2 & 11.3)	417,989,361	-	417,989,361	412,774,064	-	412,774,064
Treasury - Bills	-	-	-	203,648,203	-	203,648,203
	417,989,361	-	417,989,361	616,422,267	-	616,422,267
Available for sale						
Others						
Term Finance Certificates	10,000,000	-	10,000,000	10,000,000	-	10,000,000
Corporate Sukuk	10,000,000	-	10,000,000	10,000,000	-	10,000,000
	20,000,000	-	20,000,000	20,000,000	-	20,000,000
Deficit on revaluation	-	-	-	-	-	-
			437,989,361			636,422,267

11.2 This represents Pakistan Investment Bonds (PIBs) carrying interest ranging from 10% to 15% (2022: 7% to 12%).

11.3 The amount of Pakistan Investment Bonds includes Rs. 150 million (2022: Rs. 150 million) deposited with the State Bank of Pakistan as required by Section 29 of the Insurance Ordinance, 2000.

12 INVESTMENTS IN TERM DEPOSITS	Note	June 30, 2023	December 31, 2022
		(Unaudited)	(Audited)
		----- Rupees -----	
Deposits maturing within 12 months	12.1	11,000,000	190,295,368

12.1 These represent Term Deposit Receipts (TDRs) in local currency carrying interest rates ranging from 7% to 13.75% per annum (2022: 7.2% to 13.90% per annum).

13 LOANS AND OTHER RECEIVABLES		June 30, 2023 (Unaudited)	December 31, 2022 (Audited)
	Note	----- Rupees -----	
(Unsecured - considered good)			
Accrued investment income			
Pakistan Investment bonds		10,455,593	7,956,615
Corporate Sukuks		194,629	149,989
Others		132,740	195,345
		10,782,962	8,301,949
Advances	13.1	309,707,762	45,708,536
Deposits		16,774,420	14,478,374
Other receivables		5,896,998	8,382,110
		343,162,142	76,870,969

13.1 This represents advances in the normal course of business which do not carry any interest / mark-up.

14 INSURANCE / REINSURANCE RECEIVABLES		June 30, 2023 (Unaudited)	December 31, 2022 (Audited)
	Note	----- Rupees -----	
(Unsecured - considered good)			
Premium due but unpaid		858,532,387	286,059,138
Less: Provision for impairment of receivables from insurance contract holders		(11,639,239)	(514,672)
Premium written off		-	(3,128,198)
		846,893,148	282,416,268
Amount due from other insurers / reinsurers		538,776,071	633,993,130
		1,385,669,219	916,409,398

15 PREPAYMENTS

Prepaid reinsurance premium ceded		833,821,690	821,021,588
Prepaid rent			-
Others		266,029	266,029
		834,087,719	821,287,617

16 CASH AND BANK

Cash and cash equivalents		207,631	12,766
Cash at bank			
Current accounts		37,793,616	14,402,147
Saving accounts	16.1	78,964,657	16,905,881
		116,965,904	31,320,794

16.1 These include interest bearing accounts carrying interest rates ranging from 8.25% to 14.5% (December 31, 2022: 8.25% to 14.50%) per annum.

17 RESERVES

General reserve	570,000,000	570,000,000
Unrealized loss on available for sale investments	(87,977,052)	(89,489,974)
	482,022,948	480,510,026

18 PREMIUM RECEIVED IN ADVANCE

Premium received in advance	339,464	2,405,330
Bond Security deposits	437,065,636	72,765,828
	437,405,100	75,171,158

18.1 This includes cash margin (bond) received from policy holders amounting to Rs. 437.065 million (2022: Rs. 72.765 million).

	June 30, 2023 (Unaudited)	December 31, 2022 (Audited)
Note	----- Rupees -----	
19 OTHER CREDITORS AND ACCRUALS		
Sundry creditors	38,057,234	22,166,702
Commission payable	91,367,214	29,135,027
Federal excise duty	4,544,969	1,469,852
Federal insurance fee	4,715,283	588,956
Workers' welfare fund	52,610,928	52,610,928
Withholding tax	2,519,096	1,988,766
Unclaimed dividend	231,539	31,303
Due to director	7,576,631	5,916,634
	201,622,894	113,908,168

19.1 The amount of loan is payable to directors which is unsecured and interest free.

20 CONTINGENCIES AND COMMITMENTS

There is no contingency and commitment as at June 30, 2023 (December 31, 2022: Nil).

	Six months period ended		Three months period ended	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
Note	----- (Rupees) -----		----- (Rupees) -----	
21 NET INSURANCE PREMIUM				
Written gross premium	2,974,091,056	2,179,205,610	1,519,579,537	1,239,555,584
Add: Unearned premium reserve - opening	1,477,391,055	1,335,760,872	1,428,408,169	1,207,353,020
Less: Unearned premium reserve - closing	(1,422,037,064)	(1,298,684,428)	(1,422,037,064)	(1,298,684,428)
Premium earned	3,029,445,047	2,216,282,054	1,525,950,642	1,148,224,176
Less: Reinsurance premium	1,207,139,573	973,421,179	616,810,315	565,318,509
Add: Prepaid reinsurance premium - opening	821,021,588	534,873,154	805,668,759	492,612,596
Less: Prepaid reinsurance premium - closing	(833,821,690)	(609,521,257)	(833,821,690)	(609,521,257)
Reinsurance expense	1,194,339,471	898,773,076	588,657,384	448,409,848
	1,835,105,576	1,317,508,978	937,293,258	699,814,328
22 NET INSURANCE CLAIMS EXPENSE				
Claims paid	1,217,242,714	1,052,645,713	657,999,437	489,742,280
Add: Outstanding claims (including IBNR) - closing	1,402,205,290	1,261,607,354	1,402,205,290	1,261,607,354
Less: Outstanding claims (including IBNR) - opening	(1,457,395,011)	(798,276,118)	(1,432,377,329)	(1,263,374,802)
Claims expense	1,162,052,993	1,515,976,949	627,827,398	487,974,832
Less: Reinsurance and other	416,588,843	445,367,970	245,584,770	182,721,238
Add: Reinsurance and other recoveries in respect of outstanding claims -	1,000,202,750	1,018,388,699	1,000,202,750	1,018,388,699
Less: Reinsurance and other recoveries in respect of outstanding claims - opening	(1,062,320,280)	(535,855,031)	(1,029,419,120)	(1,023,491,619)
Reinsurance and other recoveries revenue	354,471,313	927,901,638	216,368,400	177,618,318
	807,581,680	588,075,311	411,458,998	310,356,514
23 NET COMMISSION				
Commission paid or payable	812,926,289	560,074,274	457,745,099	345,757,722
Add: Deferred commission expense - opening	378,287,611	329,200,886	343,496,629	289,077,185
Less: Deferred commission expense - closing	(408,897,143)	(338,813,285)	(408,897,143)	(338,813,285)
Net commission	782,316,757	550,461,875	392,344,585	296,021,622
Less: Commission received	343,353,434	272,258,861	174,016,823	155,011,355
Add: Unearned reinsurance	176,821,681	120,510,380	90,550,187	75,395,446
Less: Unearned reinsurance	(210,689,576)	(126,678,017)	(210,689,576)	(126,678,017)
Commission from reinsurers	309,485,539	266,091,224	53,877,434	103,728,784
	472,831,218	284,370,651	338,467,151	192,292,838

	Note	Six months period ended		Three months period ended		
		June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022	
24	MANAGEMENT EXPENSES	----- (Rupees) -----		----- (Rupees) -----		
	Employee benefit cost	24.1	106,962,691	86,675,668	50,384,916	44,890,444
	Office repairs and maintenance		6,018,724	4,033,293	908,863	2,490,176
	Vehicle running expenses		56,160,991	38,445,506	27,627,846	23,069,482
	Traveling expenses		41,327,666	29,118,444	18,922,423	15,653,968
	Electricity, gas and water		5,686,620	4,722,113	3,195,845	3,252,120
	Printing and stationery		8,865,218	6,188,029	3,867,900	3,553,399
	Office rent		781,979	3,228,429	(245,497)	1,751,436
	Entertainment		13,816,128	10,175,041	6,132,018	5,648,226
	Postage, telegram and telephone		5,557,946	3,221,968	2,312,267	1,832,449
	Advertisement and publicity		266,636	281,128	158,221	69,644
	Rent, rates and taxes		113,720	28,600	50,575	10,600
	Miscellaneous		910,479	1,573,483	568,157	323,907
			246,468,798	187,691,702	113,883,534	102,545,851
24.1	Employee benefit cost					
	Salaries, allowance and other benefits		105,014,516	84,866,837	49,422,116	43,994,244
	Charges for post employment benefit		1,948,175	1,808,831	962,800	896,200
			106,962,691	86,675,668	50,384,916	44,890,444
25	INVESTMENT INCOME					
	Income from equity securities					
	Held-for-trading					
	Dividend income		123,827,861	64,323,421	88,693,301	35,510,505
			123,827,861	64,323,421	88,693,301	35,510,505
	Income from debt securities					
	Held-to-maturity					
	Pakistan Investment Bond		23,007,603	14,319,513	11,509,588	7,170,902
	Treasury Bills		3,980,341	514,070	1,899,742	-
			26,987,944	14,833,583	13,409,330	7,170,902
	Available for sale					
	Term Finance Certificate		1,054,207	982,362	703,226	652,198
	Corporate Sukuk		1,052,951	641,158	599,719	342,309
			2,107,158	1,623,520	1,302,945	994,507
	Return on term deposits		1,240,594	1,818,193	1,240,594	1,657,361
	Net unrealised gain / (losses) on investments at fair value through profit or loss (held for trading)		380,525	(7,799,841)	380,525	(10,173,072)
			154,544,082	74,798,876	105,026,695	35,160,203
	Less: Investment related expenses		(774,000)	(709,455)	(774,000)	(353,670)
			153,770,082	74,089,421	104,252,695	34,806,533

26	OTHER INCOME	Note	Six months period ended		Three months period ended	
			June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
			----- (Rupees) -----		----- (Rupees) -----	
	Return on bank balances		6,312,916	2,429,298	4,660,240	2,047,453
	Gain on disposal of fixed assets		1,221,031	2,914,422	1,221,031	2,914,422
	Others		2,000,000	200,000	2,000,000	-
			9,533,947	5,543,720	7,881,271	4,961,875
27	OTHER EXPENSES					
	Employee benefit cost	27.1	38,875,260	33,993,728	26,385,379	20,124,516
	Office repairs and maintenance		6,814,758	9,218,201	1,615,042	5,920,710
	Vehicle running expenses		8,513,106	6,346,094	4,562,611	2,964,934
	Auditors' remuneration		1,091,461	1,055,392	961,861	968,692
	Remuneration of directors and executives		8,010,000	7,870,000	4,080,000	3,875,000
	Legal and professional charge:		2,869,268	2,773,069	1,240,001	1,484,765
	Depreciation and amortization		14,106,118	8,613,756	9,666,040	4,349,172
	Subscription and membership		4,070,642	4,431,316	3,929,326	2,948,137
	Annual supervision fee		3,598,273	3,235,481	-	-
	Bad debts expense		11,124,567	6,890,535	11,124,567	6,890,535
	Rent, rates and taxes		262,404	502,106	(23,100)	(5,400)
	Electricity, gas and water		350,979	209,541	178,530	71,740
	Postage, telegram and telephone		686,745	662,166	343,248	304,143
	Others		1,016,543	54,669	7,618	10,652
			101,390,124	85,856,054	64,071,123	49,907,596
27.1	Employee benefit cost					
	Salaries, allowance and other benefits		36,432,511	28,465,406	24,476,250	15,129,814
	Charges for post employment benefit		2,442,749	5,528,322	1,909,129	4,994,702
			38,875,260	33,993,728	26,385,379	20,124,516
28	FINANCE COST					
	Bank charges		210,549	247,860	191,363	218,012
	Lease finance charges		1,588,236	-	443,577	-
			1,798,785	247,860	634,940	218,012
29	Window takaful operations - Operator's fund					
	Wakala fee		85,679,810	61,651,666	47,143,299	36,467,721
	Management expense		(5,255,250)	(5,647,742)	(2,616,643)	(2,548,817)
	Commission expense		(53,476,958)	(39,516,911)	(29,782,471)	(23,185,015)
	Modarib's share		7,416	6,352	5,376	3,863
	Investment income		7,418	29,645	7,096	4,868
	Rental income		1,269,900	1,491,180	634,950	619,980
	Other expenses		(194,000)	(149,000)	(194,000)	(149,000)
	Profit for the period		28,038,336	17,865,190	15,197,607	11,213,600

	Six months period ended		Three months period ended	
	June 30,	June 30,	June 30,	June 30,
	2023	2022	2023	2022
	----- (Rupees) -----		----- (Rupees) -----	

30 EARNINGS PER SHARE - basic and diluted

Profit for the period	<u>297,123,823</u>	<u>197,564,173</u>	<u>50,866,963</u>	<u>39,284,946</u>
	----- (No. of shares) -----		----- (No. of shares) -----	
	(Restated)		(Restated)	
Weighted average number of ordinary shares of Rs. 10 each	<u>175,891,388</u>	<u>175,891,388</u>	<u>175,891,388</u>	<u>175,891,388</u>
	(Restated)		(Restated)	
Earnings per share - rupees	<u>1.69</u>	<u>1.12</u>	<u>0.29</u>	<u>0.22</u>

30.1 There is no dilutive effect on basic earning per share of the Company.

31 SEGMENT REPORTING

Following are the segment assets, liabilities, revenue and expenses of the Company:

Segment Current Period	Fire and property damage	Marine, aviation and transport	Motor	Engineering	Miscellaneous	TOTAL
	-----June 30, 2023-----					
	-----Rupees-----					
Gross written premium	896,411,206	392,870,041	486,429,953	792,422,608	405,957,248	2,974,091,056
Unearned-Opening	506,428,785	88,811,059	213,799,113	427,865,339	240,486,759	1,477,391,055
Unearned-Closing	(506,897,782)	(91,761,978)	(218,924,313)	(371,112,313)	(233,340,678)	(1,422,037,064)
Premium Earned	895,942,209	389,919,122	481,304,753	849,175,634	413,103,329	3,029,445,047
Reinsurance-Ceded	(357,207,169)	(138,993,614)	(74,752,191)	(550,784,282)	(85,402,317)	(1,207,139,573)
Prepaid Reinsurance-Opening	(253,620,373)	(20,169,428)	(58,334,329)	(411,703,892)	(77,193,566)	(821,021,588)
Prepaid Reinsurance-Closing	201,999,725	34,948,055	54,062,202	462,416,976	80,394,732	833,821,690
Reinsurance Expenses	(408,827,817)	(124,214,987)	(79,024,318)	(500,071,198)	(82,201,151)	(1,194,339,471)
Net insurance premium	487,114,392	265,704,135	402,280,435	349,104,436	330,902,178	1,835,105,576
Commission income	120,683,522	32,342,734	15,236,338	123,076,054	18,146,891	309,485,539
Net underwriting income	607,797,914	298,046,869	417,516,773	472,180,490	349,049,069	2,144,591,115
Insurance claims paid	(319,080,082)	(146,674,900)	(219,868,409)	(367,824,010)	(163,795,313)	(1,217,242,714)
Outstanding-opening	481,939,312	42,641,072	97,186,332	677,638,940	157,989,355	1,457,395,011
Outstanding-closing	(477,210,206)	(46,161,120)	(79,850,499)	(657,719,700)	(141,263,765)	(1,402,205,290)
Insurance claims expenses	(314,350,976)	(150,194,948)	(202,532,576)	(347,904,770)	(147,069,723)	(1,162,052,993)
Reinsurance Recoveries Received	162,526,354	51,299,944	15,439,571	187,322,974	-	416,588,843
Recovery-opening	(393,815,018)	(10,176,311)	(8,630,705)	(602,764,158)	(46,934,088)	(1,062,320,280)
Recovery-closing	370,121,850	8,295,000	7,061,250	579,599,130	35,125,520	1,000,202,750
Insurance claims recovered from reinsurers	138,833,186	49,418,633	13,870,116	164,157,946	(11,808,568)	354,471,313
Net claims	(175,517,790)	(100,776,315)	(188,662,460)	(183,746,824)	(158,878,291)	(807,581,680)
Commission expense	(278,616,613)	(100,088,996)	(118,883,419)	(188,081,764)	(96,645,965)	(782,316,757)
Management expense	(66,124,540)	(36,068,661)	(54,608,546)	(47,390,039)	(44,919,129)	(249,110,915)
Net insurance claims and expenses	(520,258,943)	(236,933,972)	(362,154,425)	(419,218,627)	(300,443,385)	(1,839,009,352)
Underwriting results	87,538,971	61,112,897	55,362,348	52,961,863	48,605,684	305,581,763
Net investment income						153,770,082
Other expenses						(101,390,124)
Finance cost						(1,798,785)
Other income						9,533,947
Window takaful operations						28,038,336
Profit before tax						393,735,219
Segment Assets	1,072,273,329	584,888,195	885,530,357	768,475,295	728,407,097	4,039,574,272
Unallocated Assets						2,690,836,449
						6,730,410,721
Segment Liabilities	947,706,601	516,941,332	782,657,687	679,200,992	643,787,544	3,570,294,156
Unallocated Liabilities						393,969,665
						3,964,263,821

31 SEGMENT REPORTING

Following are the segment assets, liabilities, revenue and expenses of the Company:

Segment Current Period	Fire and property damage	Marine, aviation and transport	Motor	Engineering	Miscellaneous	TOTAL
	-----June 30, 2023-----					
	-----Rupees-----					
Gross written premium	896,411,206	392,870,041	486,429,953	792,422,608	405,957,248	2,974,091,056
Unearned-Opening	506,428,785	88,811,059	213,799,113	427,865,339	240,486,759	1,477,391,055
Unearned-Closing	(506,897,782)	(91,761,978)	(218,924,313)	(371,112,313)	(233,340,678)	(1,422,037,064)
Premium Earned	895,942,209	389,919,122	481,304,753	849,175,634	413,103,329	3,029,445,047
Reinsurance-Ceded	(357,207,169)	(138,993,614)	(74,752,191)	(550,784,282)	(85,402,317)	(1,207,139,573)
Prepaid Reinsurance-Opening	(253,620,373)	(20,169,428)	(58,334,329)	(411,703,892)	(77,193,566)	(821,021,588)
Prepaid Reinsurance-Closing	201,999,725	34,948,055	54,062,202	462,416,976	80,394,732	833,821,690
Reinsurance Expenses	(408,827,817)	(124,214,987)	(79,024,318)	(500,071,198)	(82,201,151)	(1,194,339,471)
Net insurance premium	487,114,392	265,704,135	402,280,435	349,104,436	330,902,178	1,835,105,576
Commission income	120,683,522	32,342,734	15,236,338	123,076,054	18,146,891	309,485,539
Net underwriting income	607,797,914	298,046,869	417,516,773	472,180,490	349,049,069	2,144,591,115
Insurance claims paid	(319,080,082)	(146,674,900)	(219,868,409)	(367,824,010)	(163,795,313)	(1,217,242,714)
Outstanding-opening	481,939,312	42,641,072	97,186,332	677,638,940	157,989,355	1,457,395,011
Outstanding-closing	(477,210,206)	(46,161,120)	(79,850,499)	(657,719,700)	(141,263,765)	(1,402,205,290)
Insurance claims expenses	(314,350,976)	(150,194,948)	(202,532,576)	(347,904,770)	(147,069,723)	(1,162,052,993)
Reinsurance Recoveries Received	162,526,354	51,299,944	15,439,571	187,322,974	-	416,588,843
Recovery-opening	(393,815,018)	(10,176,311)	(8,630,705)	(602,764,158)	(46,934,088)	(1,062,320,280)
Recovery-closing	370,121,850	8,295,000	7,061,250	579,599,130	35,125,520	1,000,202,750
Insurance claims recovered from reinsurers	138,833,186	49,418,633	13,870,116	164,157,946	(11,808,568)	354,471,313
Net claims	(175,517,790)	(100,776,315)	(188,662,460)	(183,746,824)	(158,878,291)	(807,581,680)
Commission expense	(278,616,613)	(100,088,996)	(118,883,419)	(188,081,764)	(96,645,965)	(782,316,757)
Management expense	(65,423,210)	(35,686,109)	(54,029,357)	(46,887,412)	(44,442,708)	(246,468,797)
Net insurance claims and expenses	(519,557,613)	(236,551,420)	(361,575,236)	(418,716,000)	(299,966,964)	(1,836,367,234)
Underwriting results	88,240,301	61,495,449	55,941,537	53,464,490	49,082,105	308,223,881
Net investment income						153,770,082
Other expenses						(101,390,124)
Finance cost						(1,798,785)
Other income						9,533,947
Window takaful operations						28,038,336
Profit before tax						396,377,337
Segment Assets	1,072,273,329	584,888,195	885,530,357	768,475,295	728,407,097	4,039,574,272
Unallocated Assets						2,690,836,449
						6,730,410,721
Segment Liabilities	947,706,601	516,941,332	782,657,687	679,200,992	643,787,544	3,570,294,156
Unallocated Liabilities						393,969,665
						3,964,263,821

Segment Prior Period	Fire and property damage	Marine, aviation and transport	Motor	Engineering	Miscellaneous	TOTAL
	-----June 30, 2022----- -----Rupees-----					
Gross written premium	709,781,779	232,488,184	300,287,567	621,606,816	315,041,264	2,179,205,610
Unearned-Opening	441,988,148	68,236,038	247,575,026	388,696,574	189,265,086	1,335,760,872
Unearned-Closing	(426,407,262)	(66,930,045)	(207,861,032)	(398,539,510)	(198,946,579)	(1,298,684,428)
Premium Earned	725,362,665	233,794,177	340,001,561	611,763,880	305,359,771	2,216,282,054
Reinsurance-Ceded	(321,176,252)	(93,978,966)	(64,809,124)	(432,823,803)	(60,633,034)	(973,421,179)
Prepaid Reinsurance-Opening	(219,156,326)	(19,686,132)	(40,187,026)	(198,165,292)	(57,678,378)	(534,873,154)
Prepaid Reinsurance-Closing	217,634,351	25,012,988	52,218,026	260,180,450	54,475,442	609,521,257
Reinsurance Expenses	(322,698,227)	(88,652,110)	(52,778,124)	(370,808,645)	(63,835,970)	(898,773,076)
Net insurance premium	402,664,438	145,142,067	287,223,437	240,955,235	241,523,801	1,317,508,978
Commission income	110,669,563	23,533,162	11,640,352	102,971,505	17,276,642	266,091,224
Net underwriting income	513,334,001	168,675,229	298,863,789	343,926,740	258,800,443	1,583,600,202
Insurance claims paid	(382,604,548)	(86,172,220)	(134,735,238)	(302,953,112)	(146,180,595)	(1,052,645,713)
Outstanding-opening	154,487,217	35,136,389	45,249,473	465,106,577	98,296,462	798,276,118
Outstanding-closing	(659,305,152)	(25,935,402)	(56,888,865)	(437,893,496)	(81,584,439)	(1,261,607,354)
Insurance claims expenses	(887,422,483)	(76,971,233)	(146,374,630)	(275,740,031)	(129,468,572)	(1,515,976,949)
Reinsurance Recoveries Received	236,322,405	36,859,521	13,452,654	158,733,390	-	445,367,970
Recovery-opening	(97,785,376)	(7,859,070)	(10,627,267)	(392,322,076)	(27,261,242)	(535,855,031)
Recovery-closing	588,622,306	3,600,130	6,215,636	392,689,385	27,261,242	1,018,388,699
Insurance claims recovered from reinsurers	727,159,335	32,600,581	9,041,023	159,100,699	-	927,901,638
Net claims	(160,263,148)	(44,370,652)	(137,333,607)	(116,639,332)	(129,468,572)	(588,075,311)
Commission expense	(209,586,411)	(54,287,721)	(81,642,219)	(147,090,161)	(57,855,363)	(550,461,875)
Management expense	(57,363,384)	(20,676,870)	(40,917,714)	(34,326,368)	(34,407,366)	(187,691,702)
Net insurance claims and expenses	(427,212,943)	(119,335,243)	(259,893,540)	(298,055,861)	(221,731,301)	(1,326,228,888)
Underwriting results	86,121,058	49,339,986	38,970,249	45,870,879	37,069,142	257,371,314
Net investment income						74,089,421
Other expenses						(85,856,054)
Finance cost						(247,860)
Other income						5,543,720
Window takaful operations						17,865,190
Profit before tax						268,765,731
Segment Assets	981,666,695	353,845,832	700,229,907	587,431,387	588,817,509	3,211,991,330
Unallocated Assets						2,148,733,750
						5,360,725,080
Segment Liabilities	561,034,006	202,227,035	400,189,588	335,723,913	336,516,098	2,811,124,284
Unallocated Liabilities						253,519,953
						3,064,644,237

31.1 Management has allocated indirect management expenses to underwriting business on the basis of net premium revenue under individual business as per the stated accounting policy of the Company.

32 TRANSACTIONS WITH RELATED PARTIES

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

		Six months period ended		Three months period ended	
		June 30 2023	June 30 2022	June 30 2023	June 30 2022
		-----Rupees-----		-----Rupees-----	
Nature of relationship	Nature of transaction				
Directors and Key Management Personnel	Loan received from directors	-	1,045,000	-	223,000
	Loan repaid to directors	260,000	4,902,000	-	223,000
	Remuneration paid	8,130,000	7,990,000	3,285,000	4,135,000
Nature of Transaction	Nature of relationship with the Company				
		----- Rupees -----		----- Rupees ---	
Loan received from directors					
Javed Yunus	Director	-	1,000,000	-	223,000
		-	1,045,000	-	223,000
Loan repaid to directors					
Javed Yunus	Director	260,000	4,900,000	-	223,000
		260,000	4,902,000	-	223,000

33 FAIR VALUE OF FINANCIAL INSTRUMENTS

33.1 Carrying amount versus fair value

The following table compares the carrying amounts and fair values of the Company's financial assets and financial liabilities as at June 30, 2022.

	As at June 30, 2023 - (Unaudited)		As at December 31, 2022 - (Audited)	
	Carrying amount	Fair value	Carrying amount	Fair value
	-----Rupees-----		-----Rupees-----	
Financial Assets				
Investment property	46,973,206	172,500,000	48,177,647	172,500,000
Investments				
Equity securities				
Held for trading				
Ordinary shares - listed	73,193,403	73,193,403	73,776,093	73,776,093
Mutual fund units	1,458,751,103	1,458,751,103	1,207,787,887	1,207,787,887
Available for sale				
Ordinary shares - listed	301,742,693	190,376,414	301,742,693	190,376,414
Debt securities				
Government securities-PIBs	417,989,361	417,989,361	412,774,064	412,774,064
Others	20,000,000	20,000,000	223,648,203	223,648,203
Loans and other receivables	343,162,142	343,162,142	76,870,969	76,870,969
Insurance / reinsurance receivables	1,385,669,219	1,385,669,219	916,409,398	916,409,398
Reinsurance recoveries against outstanding claims	1,000,202,750	1,000,202,750	1,062,320,280	1,062,320,280
Cash and bank	116,965,904	116,965,904	31,320,794	31,320,794
Financial Liabilities				
Outstanding claims including IBNR	1,402,205,290	1,402,205,290	1,457,395,011	1,457,395,011
Retirement benefit obligations	2,192,592	2,192,592	1,717,036	1,717,036
Insurance / reinsurance payables	32,660,252	32,660,252	33,170,381	33,170,381
Other creditors and accruals	201,622,894	201,622,894	113,908,168	113,908,168

33.2 Fair value hierarchy

The level in the fair value hierarchy within which the financial asset or financial liability is categorised is determined on the basis of the lowest level input that is significant to the fair value measurement. Financial assets and financial liabilities are classified in their entirety into only one of the three levels.

IFRS 13 'Fair Value Measurement' requires the Company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

The fair value hierarchy has the following levels:

Level 1:

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

Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

Transfer between levels of the fair value hierarchy are recognised at the end of the reporting period during which the changes have occurred.

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

	As at June 30, 2023	Level 1	Level 2	Level 3
-----Rupees-----				
Financial assets				
Investments at fair value through profit or loss -				
Ordinary shares - Listed	73,193,403	73,193,403	-	-
Mutual funds	1,458,751,103	-	1,458,751,103	-
Investments-Available				
Ordinary shares - Listed	301,742,693	301,742,693	-	-
Corporate sukuks	10,000,000	-	10,000,000	-
Term finance certificates	10,000,000	-	10,000,000	-

33.3 Transfers during the period

During the period ended June 30, 2023:

- There were no transfers between Level 1 and Level 2 fair value measurements
- There were no transfers into or out of Level 3 fair value measurements

33.4 Valuation techniques

Investments at fair value through profit or loss - held for trading

Subsequent to initial recognition, these investments are remeasured at fair value using stock exchange quotation rates in respect of investment in shares of listed companies and on the basis of closing NAV in respect of investment in units of mutual funds.

33 CORRESPONDING FIGURES

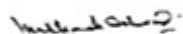
Corresponding figures have been rearranged and reclassified, wherever considered necessary, for the purpose of comparison and for better presentation.

34 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorised for issue in the Board of Directors meeting of the Company held on August 29, 2023.

35 GENERAL

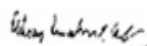
The figures for the quarter and six month period ended June 30, 2023 have been rounded off to the nearest Rupee.



CHAIRMAN



CHIEF EXECUTIVE OFFICER



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

**INDEPENDENT AUDITOR’S REVIEW REPORT
TO THE MEMBERS OF EAST WEST INSURANCE COMPANY LIMITED
REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **East West Insurance Company Limited - Window Takaful Operations** (“the Operator”) as at June 30, 2023 and related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in funds and notes to the accounts for the six-months period then ended (here-in-after referred as the ‘interim financial statements’). Management is responsible for the preparation and presentation of this interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures for the quarters ended June 30, 2023 and June 30, 2022 in the condensed interim profit and loss account, condensed interim statement of comprehensive income and relevant notes have not been reviewed and we do not express a conclusion on them.

Scope of review

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

Conclusion

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

The engagement partner on the review resulting in this independent auditor’s review report is **Imran Shaikh**.

**Crowe Hussain Chaudhury & Co.
Chartered Accountants**

Place: Karachi

Date:

UDIN:

**EAST WEST INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT JUNE 30, 2023**

	Note	Operator's Fund		Participant's Takaful Fund	
		June 30, 2023 (Unaudited)	December 31, 2022 (Audited)	June 30, 2023 (Unaudited)	December 31, 2022 (Audited)
-----Rupees-----					
ASSETS					
Property and equipment	7	9,225,939	9,542,516	-	-
Investment property - at cost	8	31,013,395	31,808,610	-	-
Investment - Term Deposits		-	-	-	-
Accrued investment income	9	220	4,188	1,993	2,277
Qard-e-Hasna to Participants' Takaful Fund (PTF)	10	18,150,000	18,150,000	-	-
Takaful / re-takaful receivables	11	-	-	284,832,955	230,395,268
Receivable from PTF	12	161,981,279	126,951,887	-	-
Retakaful recoveries against outstanding claims		-	-	39,931,939	39,931,939
Taxation - payment less provision	13	6,304	4,598	7,966	5,700
Deferred wakala fee expense		-	-	51,957,351	52,601,172
Deferred commission expense	23	31,302,789	32,875,584	-	-
Prepayments	14	84,000	12,000	59,724,245	65,983,521
Cash and bank	15	17,976	126,617	594,083	1,153,814
TOTAL ASSETS		251,781,902	219,476,000	437,050,532	390,073,691
FUND AND LIABILITIES					
Operators' Fund					
Statutory Fund		50,000,000	50,000,000	-	-
Accumulated profit		133,633,232	105,594,896	-	-
Total Operators Fund		183,633,232	155,594,896	-	-
Participants' Takaful Fund					
Ceded money		-	-	500,000	500,000
Accumulated surplus		-	-	59,548,518	45,436,008
Balance of Participant Takaful Fund		-	-	60,048,518	45,936,008
Qard-e-Hasna from Operator's Fund	10	-	-	18,150,000	18,150,000
LIABILITIES					
Underwriting provisions					
Outstanding claims		-	-	42,875,000	42,875,000
Unearned contribution reserve		-	-	140,610,391	140,294,281
Unearned Re-takaful rebate		-	-	7,314,226	8,520,696
Takaful / Re-takaful payable	16	-	-	190,799,617	191,689,977
Unearned wakala fee		51,957,351	52,601,172	-	-
Payable to OPF	12	-	-	161,481,279	126,451,887
Other creditors and accruals	17	13,339,522	10,802,975	665,541	137,920
Payable to East West Insurance Company Limited	18	2,851,797	476,957	-	-
TOTAL LIABILITIES		68,148,670	63,881,104	358,852,014	325,987,683
TOTAL FUND AND LIABILITIES		251,781,902	219,476,000	437,050,532	390,073,691
CONTINGENCIES AND COMMITMENTS					
	19				

The annexed notes from 1 to 32 form an integral part of this condensed interim financial statement.

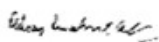
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CHAIRMAN



CHIEF EXECUTIVE OFFICER



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

**EAST WEST INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2023**

	Note	Six months period ended		Three months period ended	
		June 30 2023	June 30 2022	June 30 2023	June 30 2022
-----Rupees-----					
Participants' Takaful Fund					
Contributions earned	20	140,791,300	107,806,708	70,365,333	51,525,198
Less: Contributions ceded to retakaful	20	(94,026,964)	(79,997,933)	(55,167,104)	(41,270,847)
Net contributions revenue		46,764,336	27,808,775	15,198,229	10,254,351
Retakaful rebate	22	11,619,180	12,705,817	4,949,726	6,836,905
Net underwriting income		58,383,516	40,514,592	20,147,955	17,091,256
Net claims - reported / settled	21	(44,277,669)	(31,956,769)	(17,540,275)	(15,969,201)
Other direct expenses		(753)	(400)	(527)	-
Surplus before investment income		14,105,094	8,557,423	2,607,153	1,122,055
Investment income	26	14,832	12,704	10,752	7,725
Less: Modarib share of investment income	26	(7,416)	(6,352)	(5,376)	(3,862)
Surplus transferred to accumulated surplus		14,112,510	8,563,775	2,612,529	1,125,918
Operator's Fund					
Wakala fee	24	85,679,810	61,651,666	47,143,299	36,467,721
Commission expense	23	(53,476,958)	(39,516,911)	(29,782,471)	(23,185,015)
Management expenses	25	(5,255,250)	(5,647,742)	(2,616,643)	(2,548,817)
		26,947,602	16,487,013	14,744,185	10,733,889
Modarib's share of PTF investment income		7,416	6,352	5,376	3,863
Investment income	26	7,418	29,645	7,096	4,868
Rental income		1,269,900	1,491,180	634,950	619,980
Other expenses	27	(194,000)	(149,000)	(194,000)	(149,000)
Profit for the period		28,038,336	17,865,190	15,197,607	11,213,600

The annexed notes from 1 to 32 form an integral part of this condensed interim financial statement.



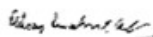
CHAIRMAN



CHIEF EXECUTIVE OFFICER



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

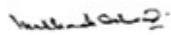


**EAST WEST INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2023**

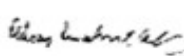
	Six months period ended		Three months period ended	
	June 30 2023	June 30 2022	June 30 2023	June 30 2022
-----Rupees-----				
Participants' Takaful Fund				
Surplus for the period	14,112,510	8,563,775	2,612,529	1,125,918
Other comprehensive income	-	-	-	-
Total comprehensive surplus for the period	<u>14,112,510</u>	<u>8,563,775</u>	<u>2,612,529</u>	<u>1,125,918</u>
Operator's Fund				
Profit for the period	28,038,336	17,865,190	15,197,607	11,213,600
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>28,038,336</u>	<u>17,865,190</u>	<u>15,197,607</u>	<u>11,213,600</u>

The annexed notes from 1 to 32 form an integral part of this condensed interim financial statement.













CHAIRMAN CHIEF EXECUTIVE OFFICER DIRECTOR DIRECTOR CHIEF FINANCIAL OFFICER

**EAST WEST INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF CHANGES IN FUNDS (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2023**

	Operator's Fund		
	Statutory Fund	Accumulated Profit	Total
	----- Rupees -----		
Balance as at January 1, 2022	50,000,000	57,300,997	107,300,997
Total comprehensive income for the period			
Profit for the period	-	17,865,190	17,865,190
Other comprehensive income	-	-	-
	-	17,865,190	17,865,190
Balance as at June 30, 2022	<u>50,000,000</u>	<u>75,166,187</u>	<u>125,166,187</u>
Balance as at January 1, 2023	50,000,000	105,594,896	155,594,896
Total comprehensive income for the period			
Profit for the period	-	28,038,336	28,038,336
Other comprehensive income	-	-	-
	-	28,038,336	28,038,336
Balance as at June 30, 2023	<u>50,000,000</u>	<u>133,633,232</u>	<u>183,633,232</u>

	Participants' Fund		
	Ceded Money	Accumulated Surplus	Total
	----- Rupees -----		
Balance as at January 1, 2022	500,000	30,618,322	31,118,322
Total comprehensive income for the period			
Surplus for the period	-	8,563,775	8,563,775
Other comprehensive income	-	-	-
	-	8,563,775	8,563,775
Balance as at June 30, 2022	<u>500,000</u>	<u>39,182,097</u>	<u>39,682,097</u>
Balance as at January 1, 2023	500,000	45,436,008	45,936,008
Total comprehensive income for the period			
Surplus for the period	-	14,112,510	14,112,510
Other comprehensive income	-	-	-
	-	14,112,510	14,112,510
Balance as at June 30, 2023	<u>500,000</u>	<u>59,548,518</u>	<u>60,048,518</u>

The annexed notes from 1 to 32 form an integral part of this condensed interim financial statement.

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CHAIRMAN CHIEF EXECUTIVE OFFICER DIRECTOR DIRECTOR CHIEF FINANCIAL OFFICER

EAST WEST INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2023

	Operator's Fund		Participant's Takaful Fund	
	June 30, 2023 (Unaudited)	June 30, 2022 (Unaudited)	June 30, 2023 (Unaudited)	June 30, 2022 (Unaudited)
-----Rupees-----				
OPERATING CASH FLOWS				
(a) Takaful activities				
Contribution received	-	-	170,545,320	150,077,054
Retakaful contribution paid	-	-	(87,992,025)	(72,181,102)
Claims paid	-	-	(121,630,756)	(88,479,722)
Retakaful and recoveries received	-	-	77,579,315	56,522,953
Commission paid	(47,805,368)	(44,068,527)	-	-
Retakaful rebate received	-	-	10,412,710	9,893,119
Wakala fee received	50,006,597	65,980,742	-	-
Wakala fee paid	-	-	(50,006,597)	(65,980,742)
Net cash flow tactful activities	2,201,229	21,912,215	(1,092,033)	(10,148,440)
(b) Other operating activities				
Income tax paid	(1,706)	(2,017)	(2,266)	(1,205)
Direct expenses paid	-	-	(753)	(400)
Other operating payment	(594,000)	(46,969)	-	-
Management expenses paid	(4,107,806)	(5,826,136)	-	-
Other operating receipts	2,374,840	(18,734,158)	527,621	15,455,822
Net cash flow from other operating activities	(2,328,672)	(24,609,280)	524,602	15,454,217
Total cash used in operating activities	(127,443)	(2,697,065)	(567,431)	5,305,777
INVESTMENT ACTIVITIES				
Profit received on investment income	18,802	35,852	7,700	4,389
Rental income	-	1,491,180	-	-
Proceeds from disposal of investments	-	1,000,000	-	-
Total cash flow generated from investing activities	18,802	2,527,032	7,700	4,389
Net cash flow from all activities	(108,641)	(170,033)	(559,731)	5,310,166
Cash and cash equivalents at beginning of the period	126,617	220,070	1,153,814	783,022
Cash and cash equivalents at end of the period	17,976	50,037	594,083	6,093,188
Reconciliation to profit and loss account:				
Operating cash flows	(127,443)	(2,697,065)	(567,431)	5,305,777
Depreciation	(1,111,794)	(1,190,840)	-	-
Investment income	18,802	35,852	7,700	4,389
Rental income	-	1,491,180	-	-
Increase in assets other than cash	33,526,337	19,439,070	47,536,572	26,051,370
(Decrease) / Increase in liabilities	(4,267,566)	786,993	(32,864,331)	(22,797,761)
Surplus for the period	28,038,336	17,865,190	14,112,510	8,563,775

The annexed notes from 1 to 32 form an integral part of this condensed interim financial statement.







CHAIRMAN CHIEF EXECUTIVE OFFICER DIRECTOR DIRECTOR CHIEF FINANCIAL OFFICER

**EAST WEST INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2023**

1 LEGAL STATUS AND NATURE OF BUSINESS

East West Insurance Company Limited (the Operator) has been allowed to undertake Window Takaful Operations (WTO) on May 08, 2018 by Securities and Exchange Commission of Pakistan (SECP) under SECP Takaful Rules 2012 to carry on General Window Takaful Operations in Pakistan.

For the purpose of carrying on the Takaful business, the Operator has formed a Participants' Takaful Fund (PTF) on April 06, 2018 under the Waqf deed. The Waqf deed governs the relationship of Operator and participants for management of takaful operations.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

This condensed interim financial information has been prepared in accordance with the accounting and reporting standard as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017: and

Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017, Takaful Rules, 2012 and General Takaful Accounting Regulation, 2019.

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

This condensed interim financial information does not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the audited financial statements of the Operator as at and for the period ended December 31, 2022 which have been prepared in accordance with approved accounting standards as applicable to insurance companies in Pakistan.

The comparative statement of financial position presented in this condensed interim financial information has been extracted from the audited financial statements of the Operator for the period ended December 31, 2022, whereas the comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in fund is extracted from the unaudited condensed interim financial information for the period ended June 30, 2022.

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2.1 Functional and presentation currency

This condensed interim financial information has been prepared and presented in Pakistan Rupees, which is the Operator's functional and presentation currency.

3 BASIS OF MEASUREMENT

This condensed interim financial information has been prepared under the historical cost. Accrual basis of accounting has been used except for cash flow information.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same and are consistent with those followed in the preparation of the audited financial statements of the Operator for the period ended December 31, 2022 except as disclosed below.

4.1 General Takaful Accounting Regulations, 2019

The Securities and Exchange Commission of Pakistan (SECP) issued the General Takaful Accounting Regulations, 2019 (the Regulation), through S.R.O. 1416 (I)/2019 dated November 20, 2019. These Regulations came into force for the accounting period commencing on or after January 1, 2020.

The Regulations provide the principles based on which accounting and reporting of general takaful business of general takaful operators and window general takaful operators shall be made. The Regulations also contain the formats for reporting of published financial information and regulatory returns of general takaful / window takaful operators. As per the Regulations, the provision of Rule 19 of the Insurance Rules, 2017 along with Annexure – II and the provision of the Insurance Accounting Regulations, 2017 shall stand applicable on the Window Takaful Operator to the extent of its conventional insurance business modified to the extent stated at regulation 6 of these Regulations in respect of its Window Takaful business.

In accordance, with directives of SECP, with effect from January 1, 2020 the Operator has adopted these Regulations and changed its accounting policy in respect of the presentation of its financial information.

4.2 Temporary exemption from application of IFRS 9

As a takaful operator, the management has continued its accounting policy to opt for temporary exemption from the application of IFRS 9 as allowed by International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with takaful. As on reporting dates the fair value of the Operator's financial assets are not significantly different from their carrying amounts since these assets are short term in nature or are frequently repriced to market rate.

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this condensed interim financial information in conformity with approved accounting standards requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing this condensed interim financial information, the significant judgments made by management in applying the Operators' accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements of the Operator as at and for the period ended December 31, 2022.

6 INSURANCE AND FINANCIAL RISK MANAGEMENT

The insurance and financial risk management objectives and policies are consistent with those disclosed in financial statements of the Operator for the period ended December 31, 2022.

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7 PROPERTY AND EQUIPMENT (OPF)

June 30, 2023 (Unaudited)									
Cost			Accumulated depreciation			Written down value	Depreciation rate %		
As at January 1, 2023	Additions during the period	Transfer to investment property	As at June 30, 2023	As at January 1, 2023	Depreciation for the period			As at June 30, 2023	
----- Rupees -----									
Office Premises	10,000,000	-	-	10,000,000	1,497,698	212,556	1,710,254	8,289,746	5%
Vehicles	2,300,000	-	-	2,300,000	1,259,786	104,021	1,363,807	936,193	20%
	<u>12,300,000</u>	<u>-</u>	<u>-</u>	<u>12,300,000</u>	<u>2,757,484</u>	<u>316,577</u>	<u>3,074,061</u>	<u>9,225,939</u>	
December 31, 2022 - audited	12,300,000	-	-	12,300,000	2,049,941	707,543	2,757,484	9,542,516	

8 INVESTMENT PROPERTIES - AT COST (OPF)

June 30, 2023 (Unaudited)									
Cost			Accumulated depreciation			Written down value	Depreciation rate %		
As at January 1, 2023	Additions during the period	Transfer to investment property	As at June 30, 2023	As at January 1, 2023	Depreciation for the period			As at June 30, 2023	
----- Rupees -----									
Office premises	38,000,000	-	-	38,000,000	6,191,390	795,215	6,986,605	31,013,395	5%
	<u>38,000,000</u>	<u>-</u>	<u>-</u>	<u>38,000,000</u>	<u>6,191,390</u>	<u>795,215</u>	<u>6,986,605</u>	<u>31,013,395</u>	
December 31, 2022 - audited	38,000,000	-	-	38,000,000	4,517,253	1,674,137	6,191,390	31,808,610	

8.1 The fair value of investment is approximately same as the cost, however, we are carrying it at cost model due to the difficulties of identifying sale of the similar type of properties recently.

	Operator's Fund		Participants Takaful Fund	
	June 30, 2023 (Unaudited)	December 31, 2022 (Audited)	June 30, 2023 (Unaudited)	December 31, 2022 (Audited)
	-----Rupees-----			
9 ACCRUED INVESTMENT INCOME				
Income accrued on savings	220	4,188	1,993	2,277
	220	4,188	1,993	2,277
10 QARD-E-HASNA TO PARTICIPANT'S TAKAFUL FUND (PTF)				
Opening as at January 1st	-	-	18,150,000	18,150,000
Closing	-	-	18,150,000	18,150,000
11 TAKAFUL / RE-TAKAFUL RECEIVABLES (PTF)				
Participants' Takaful Fund				
Due from takaful participant holders	-	-	79,881,079	61,234,746
Due from other takaful / re-takaful operators	-	-	204,951,876	169,160,522
	-	-	284,832,955	230,395,268
12 RECEIVABLE FROM PTF / PAYABLE TO OPF				
Other receivable / payable	161,981,279	126,951,887	(161,481,279)	(126,451,887)
	161,981,279	126,951,887	(161,481,279)	(126,451,887)
13 TAXATION - PAYMENT LESS PROVISION				
Tax deducted at source	6,304	4,598	7,966	5,700
14 PREPAYMENTS				
Prepaid retakaful contribution ceded	-	-	59,724,245	65,983,521
Other prepayments	84,000	12,000	-	-
	84,000	12,000	59,724,245	65,983,521

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	Note	Operator's Fund		Participants Takaful Fund	
		June 30, 2023 (Unaudited)	December 31, 2022 (Audited)	June 30, 2023 (Unaudited)	December 31, 2022 (Audited)
-----Rupees-----					
15 CASH AND BANK					
Cash and cash equivalents					
Policy stamps		-	-	-	143,334
Cash at bank					
Current accounts		1,337	1,337	-	75
Savings accounts	15.1	16,639	125,280	594,083	1,010,405
		17,976	126,617	594,083	1,153,814

16 TAKAFUL / RETAKAFUL PAYABLE (PTF)

Participants' Takaful Fund
Due to other takaful / re-takaful
Local

-	-	5,905,577	7,707,899
-	-	5,905,577	7,707,899

17 OTHER CREDITORS AND ACCRUALS

Salaries payable	630,468	595,518	-	-
Staff provident fund	88,952	87,652	-	-
Commission payable	12,132,852	8,034,057	-	-
Withholding tax payable	22,490	23,090	-	-
Accrued expenses	464,760	2,062,658	665,541	137,920
	13,339,522	10,802,975	665,541	137,920

18 PAYABLE TO EAST WEST INSURANCE COMPANY LIMITED

This represents the amount payable in respect of expenses incurred by East West Insurance Company Limited on behalf of the Operator.

19 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2023 (December 31, 2022: Nil).

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	Six months period ended		Three months period ended	
	June 30 2023	June 30 2022	June 30 2023	June 30 2022

Note -----Rupees-----Rupees-----

20 NET TAKAFUL CONTRIBUTION

Participants' Takaful Fund				
Written gross contribution	226,787,220	175,313,974	124,592,419	104,302,420
Wakala fee	(85,679,810)	(61,651,666)	(47,143,299)	(36,467,721)
Contribution net of wakala	141,107,410	113,662,308	77,449,120	67,834,699
Unearned contribution reserve - opening	140,294,281	110,072,202	133,526,604	99,618,301
Unearned contribution reserve - closing	(140,610,391)	(115,927,802)	(140,610,391)	(115,927,802)
Contribution earned	140,791,300	107,806,708	70,365,333	51,525,198
Less:				
Re-takaful contribution ceded	87,767,688	72,181,102	47,172,444	36,580,882
Prepaid retakaful contribution ceded-Opening	65,983,521	61,240,665	67,718,905	58,113,799
Prepaid retakaful contribution ceded -Closing	(59,724,245)	(53,423,834)	(59,724,245)	(53,423,834)
Retakaful expense	94,026,964	79,997,933	55,167,104	41,270,847
	46,764,336	27,808,775	15,198,229	10,254,351

21 NET TAKAFUL CLAIMS

Claims paid	121,630,756	88,479,722	64,795,935	44,377,376
Outstanding claims -Opening	(42,875,000)	-	-	-
Outstanding claims -Closing	42,875,000	-	-	-
Claim expense	121,630,756	88,479,722	64,795,935	44,377,376
Recoveries and other recoveries received	77,353,087	56,522,953	47,255,660	28,408,175
Add: Retakaful and other recoveries in respect of outstandin claim-closing	39,931,939	-	-	-
Less: Retakaful and other recoveries in respect of outstandin claim-opening	(39,931,939)	-	-	-
Retakaful and other recoveries received	77,353,087	56,522,953	47,255,660	28,408,175
	44,277,669	31,956,769	17,540,275	15,969,201

22 RETAKAFUL REBATE

Participants' Takaful Fund				
Retakaful rebate received	10,412,710	9,893,119	4,956,233	5,008,114
Unearned retakaful rebate - opening	8,520,696	9,412,256	7,307,719	8,428,349
Unearned retakaful rebate - closing	(7,314,226)	(6,599,558)	(7,314,226)	(6,599,558)
	11,619,180	12,705,817	4,949,726	6,836,905

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Note	Six months period ended		Three months period ended	
	June 30	June 30	June 30	June 30
	2023	2022	2023	2022

23 COMMISSION EXPENSE

	Operators' Fund			
Commission paid	51,904,163	42,726,334	24,103,080	25,013,141
Deferred commission expense - opening	32,875,584	24,336,954	36,982,180	25,718,251
Deferred commission expense - closing	(31,302,789)	(27,546,377)	(31,302,789)	(27,546,377)
	53,476,958	39,516,911	29,782,471	23,185,015

24 WAKALA EXPENSE

	Participants' Takaful Fund			
Gross wakala fee	85,035,989	65,980,742	46,646,728	39,302,789
Deferred wakala expense - opening	52,601,172	41,586,885	52,453,922	43,080,893
Deferred wakala expense - closing	(51,957,351)	(45,915,961)	(51,957,351)	(45,915,961)
	85,679,810	61,651,666	47,143,299	36,467,721

The operator manages the general takaful operations for the participants' and charges 40% for fire, 35% for motor, 40% for marine, 35% for engineering and 35% for miscellaneous classes, of gross contribution including administrative surcharges as wakala fee against the services.

Note	Six months period ended		Three months period ended	
	June 30	June 30	June 30	June 30
	2023	2022	2023	2022

25 MANAGEMENT EXPENSES

	Operators' Fund			
Salaries, allowances and employee benefit	3,243,456	3,650,802	1,610,746	1,629,591
Staff welfare expenses	-	9,663	-	4,708
Depreciation expense	1,111,794	1,190,840	555,897	595,420
Office rent and maintenance	-	163,190	-	3,340
Motor vehicle running expense	-	23,151	-	13,414
Printing and stationary	-	1,200	-	200
Utility expenses	-	8,020	-	2,000
Shariah registrar fees	900,000	600,000	450,000	300,000
Bank charges	-	876	-	144
	5,255,250	5,647,742	2,616,643	2,548,817

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Note	Six months period ended		Three months period ended	
	June 30	June 30	June 30	June 30
	2023	2022	2023	2022

-----Rupees-----Rupees-----

26 INVESTMENT INCOME

Return on bank balances

- Return on saving accounts

7,418	29,645	7,096	4,868
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Total investment income

7,418	29,645	7,096	4,868
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Participants' Fund

Return on bank balances

- Return on saving accounts

14,832	12,704	10,752	7,725
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Less: Investment related expenses

(7,416)	(6,352)	(5,376)	(3,863)
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7,416	6,352	5,376	3,863
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27 OTHER EXPENSES

Operators' Fund

Auditor's remuneration

194,000	149,000	194,000	149,000
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194,000	149,000	194,000	149,000
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28 SEGMENT REPORTING**28.1 Operator's Fund**

-----June 30, 2023-----						
Operator's Fund	Fire and property damage	Marine, aviation and transport	Motor	Engineering	Miscellaneous	Total
-----Rupees-----						
Wakala fee earned	40,000,522	11,318,853	19,991,899	11,875,959	2,492,577	85,679,810
Commission expense	(23,903,802)	(8,182,093)	(12,669,905)	(6,715,048)	(2,006,110)	(53,476,958)
Management expenses	(2,453,468)	(694,252)	(1,226,222)	(728,423)	(152,885)	(5,255,250)
Underwriting results	<u>13,643,252</u>	<u>2,442,508</u>	<u>6,095,772</u>	<u>4,432,488</u>	<u>333,582</u>	<u>26,947,602</u>
Modarib's share of PTF investment income						7,416
Direct expenses						(194,000)
Investment income						7,418
Rental income						1,269,900
Profit before taxation for the year						<u>28,038,336</u>
Corporate segment assets	9,024,397	3,947,212	11,602,601	5,981,419	747,160	31,302,789
Corporate unallocated assets						220,479,113
Total assets						<u>251,781,902</u>
Corporate segment liabilities	15,087,792	6,861,920	18,189,291	10,786,079	1,032,269	51,957,351
Corporate unallocated liabilities						16,191,319
Total liabilities						<u>68,148,670</u>

-----June 30, 2022-----						
Operator's Fund	Fire and property damage	Marine, aviation and transport	Motor	Engineering	Miscellaneous	Total
-----Rupees-----						
Wakala fee earned	27,214,911	11,814,086	13,595,979	7,859,291	1,167,399	61,651,666
Commission expense	(16,645,370)	(8,231,836)	(7,876,948)	(5,951,352)	(811,405)	(39,516,911)
Management expenses	(2,493,085)	(1,082,256)	(1,245,491)	(719,968)	(106,942)	(5,647,742)
	<u>8,076,456</u>	<u>2,499,994</u>	<u>4,473,540</u>	<u>1,187,971</u>	<u>249,052</u>	<u>16,487,013</u>
Modarib's share of PTF investment income						6,352
Direct expenses						(149,000)
Investment income						29,645
Rental income						1,491,180
Profit before taxation for the year						<u>17,865,190</u>
Corporate segment assets	10,834,203	3,768,009	6,682,610	5,637,562	623,993	27,546,377
Corporate unallocated assets						161,264,120
Total assets						<u>188,810,497</u>
Corporate segment liabilities	17,257,358	5,173,375	11,454,601	11,229,470	801,157	45,915,961
Corporate unallocated liabilities						17,728,349
Total liabilities						<u>63,644,310</u>

28.2 Participants' Takaful Fund

Participants' Fund	-----June 30, 2023-----					
	Fire and property damage	Marine, aviation and transport	Motor	Engineering	Miscellaneous	Total
	-----Rupees-----					
Written gross contribution including administrative surcharge	72,848,622	40,360,646	57,835,445	46,971,604	8,770,903	226,787,220
Gross direct contribution	11,999,301	10,910,590	11,482,582	21,088,862	1,185,937	56,667,272
Facultative inward contribution	60,370,277	28,904,554	45,790,401	24,828,305	7,525,653	167,419,190
Administrative surcharge	479,044	545,502	562,462	1,054,437	59,313	2,700,758
Wakala Fee	(40,000,522)	(11,318,853)	(19,991,899)	(11,875,959)	(2,492,577)	(85,679,810)
Contribution earned	60,000,784	16,978,279	37,127,811	22,055,356	4,629,070	140,791,300
Contribution ceded	(53,184,527)	(14,875,543)	(6,758,647)	(16,119,931)	(3,088,316)	(94,026,964)
Net takaful contribution	6,816,257	2,102,736	30,369,164	5,935,425	1,540,754	46,764,336
Retakaful rebate earned	7,619,905	1,962,844	242,097	1,411,994	382,340	11,619,180
Net underwriting income	14,436,162	4,065,580	30,611,261	7,347,419	1,923,094	58,383,516
Takaful claims	(51,302,888)	(18,083,736)	(26,620,208)	(23,686,121)	(1,937,803)	(121,630,756)
Takaful claims recovered from retakaful	37,515,117	12,948,249	7,840,975	17,304,724	1,744,022	77,353,087
Net claims	(13,787,771)	(5,135,487)	(18,779,233)	(6,381,397)	(193,781)	(44,277,669)
Direct expenses	(753)	-	-	-	-	(753)
Surplus/(Deficit) before investment income	647,638	(1,069,907)	11,832,028	966,022	1,729,313	14,105,094
Investment income						14,832
Modarib's share of investment income						(7,416)
Surplus transferred to accumulated surplus						14,112,510
Corporate segment assets	168,981,918	47,816,411	104,564,112	62,115,128	13,036,982	396,514,551
Corporate unallocated assets						40,535,981
Total assets						437,050,532
Segment Liabilities	65,557,547	18,550,663	40,566,273	24,097,936	5,057,775	153,830,194
Unallocated Liabilities						205,021,820
						358,852,014

Participants' Fund	-----June 30, 2022-----					
	Fire and property damage	Marine, aviation and transport	Motor	Engineering	Miscellaneous	Total
	-----Rupees-----					
Written gross contribution including administrative surcharge	63,668,646	28,748,390	46,421,462	33,678,453	2,797,023	175,313,974
Gross direct contribution	9,294,976	4,280,597	15,999,777	5,062,333	-	34,637,683
Facultative inward contribution	53,947,853	24,273,036	29,733,142	28,363,006	2,797,023	139,114,060
Administrative surcharge	425,817	194,757	688,543	253,114	-	1,562,231
Wakala fee	(27,214,911)	(11,814,086)	(13,595,979)	(7,859,291)	(1,167,399)	(61,651,666)
Contribution earned	40,822,369	17,721,131	25,249,674	21,845,507	2,168,027	107,806,708
Contribution ceded	(30,972,650)	(21,940,222)	(11,726,446)	(13,131,039)	(2,227,576)	(79,997,933)
Net contribution revenue	9,849,719	(4,219,091)	13,523,228	8,714,468	(59,549)	27,808,775
Retakaful rebate earned	5,770,889	3,538,119	1,749,572	1,313,103	334,134	12,705,817
Net underwriting income	15,620,608	(680,972)	15,272,800	10,027,571	274,585	40,514,592
Takaful claims	(36,949,045)	(17,110,180)	(12,358,143)	(20,513,973)	(1,548,381)	(88,479,722)
Takaful claims recovered from retakaful	23,731,955	11,369,197	6,190,286	13,837,972	1,393,543	56,522,953
Net claims	(13,217,090)	(5,740,983)	(6,167,857)	(6,676,001)	(154,838)	(31,956,769)
Direct expenses	(400)	-	-	-	-	(400)
Surplus/(Deficit) before investment income	2,403,118	(6,421,955)	9,104,943	3,351,570	119,747	8,557,423
Investment income						12,704
Modarib's share of investment income						(6,352)
Surplus transferred to accumulated surplus						8,563,775
Corporate segment assets	105,769,274	45,914,806	65,420,987	56,600,914	5,617,279	279,323,260
Corporate unallocated assets						6,106,557
Total assets						285,429,817
Corporate segment liabilities	48,384,598	21,003,921	29,927,105	25,892,326	2,569,648	127,777,597
Corporate unallocated liabilities						99,820,123
Total liabilities						227,597,720

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29 RELATED PARTY TRANSACTIONS

The Operator has related parties comprising of the associates, directors, key management personnel. All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. Detail of related parties transactions with balances are as follows:

Transaction:			Six months period ended		Three months period ended	
			June 30 2023	June 30 2022	June 30 2023	June 30 2022
Name of related party	Nature of relationship	Nature of transaction	-----Rupees-----			
			East West Insurance Company	Management company	Interest free loan received /paid	2,374,840
Remuneration Paid	Key Management Personnel	Services	1,200,000	1,260,000	570,000	630,000
Period end balances					June 30, 2023	December 31, 2022
Payable to related parties					(Unaudited) Rupees	(Audited) Rupees
East West Insurance Company Limited					2,851,797	476,957
Key management personnel					180,000	250,000
					<u>3,031,797</u>	<u>726,957</u>

30 CORRESPONDING FIGURES

The corresponding figures have been reclassified or re-arranged, wherever considered necessary.

31 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information has been authorized for issue on August 29, 2023 by the Board of Directors of the Operator.

32 GENERAL

All figures have been rounded off to the nearest rupee, unless otherwise stated.







CHAIRMAN CHIEF EXECUTIVE OFFICER DIRECTOR DIRECTOR CHIEF FINANCIAL OFFICER



EAST WEST INSURANCE CO., LIMITED

Pattern of Shareholdings

As At June 30, 2023

Number of Shareholders	Shareholdings		Share Held	Percentage
	From	To		
43	1	200	2,290	0.0013
175	201	500	56,840	0.0323
7	501	1,000	4,112	0.0023
7	1,001	5,000	11,191	0.0064
6	5,001	10,000	42,211	0.0240
6	25,001	30,000	164,433	0.0935
5	31,001	35,000	162,572	0.0924
3	35,001	40,000	114,417	0.0650
4	40,001	50,000	173,926	0.0989
6	50,001	100,000	408,583	0.2323
1	100,001	200,000	172,899	0.0983
2	200,001	3,000,000	5,246,587	2.9829
2	3,000,001	5,000,000	9,037,948	5.1384
1	5,000,001	6,000,000	5,652,156	3.2134
2	6,000,001	6,500,000	12,703,503	7.2224
2	6,500,001	7,000,000	13,700,400	7.7891
2	7,000,001	7,500,000	14,698,931	8.3568
1	7,500,001	8,500,000	8,476,876	4.8194
1	8,500,001	9,500,000	9,183,095	5.2209
1	9,500,001	11,000,000	10,951,169	6.2261
1	11,000,001	12,000,000	11,644,153	6.6201
1	12,000,001	13,000,000	12,632,528	7.1820
1	13,000,001	15,000,000	13,142,735	7.4721
1	15,000,001	20,000,000	19,907,776	11.3182
1	20,000,001	30,000,000	27,600,058	15.6915
282			175,891,389	100.0000

Categories Of Shareholders	Number	Share Held	Percentage
CEO, Directors and their spouses and minor children	12	83,730,953	47.6038
Joint Stock Companies, Insurance Companies, Investment Companies & Modaraba	2	27,608,672	15.6964
Individual	268	64,551,764	36.6998
Total	282	175,891,389	100.0000

Information as required under the Code of Corporate Governance

Categories of Shareholders	Shareholders	Share Held	Percentage
Associated Company			
M/s. Askari Life Assurance Co., Ltd.	1	8,614	0.0049
M/s. East West Holding Company Ltd.	1	27,600,058	15.6915
CEO, Directors, their Spouses and Minor Children			
Chief Justice (R) Mian Mahboob Ahmed	1	5,780	0.0033
Javed Yunus	1	6,873,950	3.9081
Pervez Yunus	1	19,907,776	11.3182
Naved Yunus	1	11,644,153	6.6201
Saad Yunus	1	7,460,443	4.2415
Urooj Yunus Ansari	1	4,820,448	2.7406
Umeed Ansari	1	2,150	0.0012
Ahsan Mahmood Alvi	1	1,952	0.0011
Shahzad Farooq Lodhi	1	550	0.0003
Ambreen N. Yunus	1	13,142,735	7.4721
Rubina J. Yunus	1	12,632,528	7.1820
Samina P. Yunus	1	7,238,488	4.1153
Individual	268	64,551,764	36.6998
Total	282	175,891,389	100.0000