



Century Insurance Company Limited
A Lakson Group Company

Your Trust Our **Assurance**



Half Yearly Report June 2023
(Un-audited)

Century Insurance at a Glance

- Century Insurance is a Lakson Group Company.
- Operating since 1989, dealing in all areas of general insurance and takaful business.
- One of the premier general insurance companies of Pakistan.
- Rated "AA" with a stable outlook by VIS Credit Rating Co. Limited, signifying a 'very strong capacity to meet policyholders' and contractual obligations.
- Total equity in excess of Rs. 2.4 billion.
- Twice awarded 'Top 25 Companies Award' by the Karachi Stock Exchange.
- Very strong reinsurance treaty arrangements with highly rated international reinsurers.
- Broad client base consisting of individuals as well as some of the most prestigious local and multinational companies.

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Our Vision

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

Our Mission

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



Corporate information

Board of Directors

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

Advisor

Mr. Sultan Ali Lakhani

Chief Financial Officer

Mr. Sabza Ali Pirani

Company Secretary

Mr. Mansoor Ahmed

Audit Committee

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

Investment Committee

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

Ethics, Human Resource & Remuneration Committee

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

External Auditors

M/s. BDO Ebrahim & Co
Chartered Accountants

Share Registrar

M/s. FAMCO Associates (Pvt) Ltd.
8-F, Near Hotel Faran, Nursery,
Block-6, P.E.C.H.S., Shahra-e-Faisal,
Karachi.
Tel: (021) 34380101-2
Fax: (021) 34380106
Email: info.shares@famco.com.pk
Website: www.famco.com.pk

Bankers

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

Registered & Corporate Office

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

Head Office

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

Website: www.cicl.com.pk
UAN: 111-111-717
NTN: 0710008-6

Directors' Review

On behalf of the Board of Directors, we are pleased to present to you the un-audited financial statements for the half-year ended June 30, 2023.

General Review

The overall operational performance of the Company in HY2023 has been good. Net premium has increased by Rs. 49.6 million (10%) to Rs. 568.2 million. Underwriting profit at Rs. 73.7 million, is up by Rs. 8.7 million (13%). Investment & other income at Rs. 212.6 million, is up by Rs. 87.2 million (70%). Earnings Per Share (EPS) for the HY2023 is Rs. 2.98.

Operating Results

The comparative financial highlights for the half-year ended June 30, 2023 and June 30, 2022 are presented below:

Description	Rs. In Millions (except otherwise stated)			
	2023	2022	Increase / (Decrease)	
			Amount	%
Gross Written Premium (including Takaful Contribution)	1,112	1,122	(10)	(1)
Net Premium	568	519	49	9
Underwriting results	74	65	9	14
Investment & other income	213	125	88	70
Profit from Window Takaful Operations	28	11	17	155
Profit before tax	306	195	111	57
Profit after tax	165	118	47	40
Earnings per shares (Rs.)	2.98	2.14	0.84	39
Total assets	4,630	4,578	52	1
Paid-up capital	553	553	-	-
Total equity	2,448	2,242	206	9

As compared to HY2022, the gross written premium (inclusive of takaful contribution) for Marine has increased by Rs. 17.5 million (8%), Accident & Health by Rs. 64.6 million (24%) and Miscellaneous by Rs. 5.6 million (11%). The gross written premium (inclusive of takaful contribution) for Fire has decreased by Rs. 90.0 million (30%) and Motor by Rs. 7.0 million (2%).

Window Takaful Operations

Participant Takaful Fund (PTF)

The gross written contribution for the HY2023 is Rs. 113.5 million as compared to Rs. 106.0 million for the same period last year. Net contribution revenue (before adjustment for wakala fee) is Rs. 65.1 million as compared to Rs. 51.9 million for the same period last year.

Operator's Fund (OPF)

Gross wakala fee income for the HY2023 is Rs. 42.7 million while earned wakala fee income is Rs. 41.0 million. Profit before tax is Rs. 27.9 million.

Future Outlook

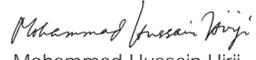
The management is making concerted efforts to increase market share and profitability and the business of the Company is expected to continue to grow at a steady pace. We shall continue to strive to identify new and innovative products and distribution channels, expand the branch network to serve clients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

Acknowledgments

On behalf of the directors of the company, we wish to place on record our appreciation of the efforts of all the employees of the company in enabling its growth and success. We are also grateful to our clients for their patronage, to the Securities & Exchange Commission of Pakistan (SECP) for its guidance as regulator of the insurance industry and to our reinsurers and shareholders for their trust and confidence in the company.



Iqbal Ali Lakhani
Chairman



Mohammad Hussain Hirji
Director & Chief Executive

Karachi: August 25, 2023

ششماہی 2022ء کے مقابلے میں مجموعی پرمیسیم (بشمول ٹکا فل کنزربوشن) برائے بحری بیمہ میں 17.5 ملین روپے (8 فیصد) ، بیمہ حادثہ و صحت میں 64.6 ملین روپے (24 فیصد) اور بیمہ متفرق میں 5.6 ملین روپے (11 فیصد) اضافہ ہوا رہی۔ پرمیسیم (بشمول ٹکا فل کنزربوشن) برائے بیمہ آتش زدگی 90 ملین روپے (30 فیصد) اور موٹر بیمہ میں 7.0 ملین روپے (2 فیصد) کی کمی ہوئی ہے۔

وئڈو ٹکا فل آپریشنز

شرکت داروں کا ٹکا فل فنڈ ششماہی 2023ء میں شرکت داروں کا تحریر شدہ مجموعی کنزربوشن کا فنڈ 113.5 ملین روپے جبکہ اسی مدت کے دوران گزشتہ سال 106.0 ملین روپے رہا۔ خالص کنزری بوشن (وکالہ فیس کی ایڈجسٹمنٹ سے پہلے) 65.1 ملین روپے رہا جبکہ اسی مدت کے دوران گزشتہ سال 51.9 ملین روپے رہا۔

آپریٹر فنڈ مجموعی وکالہ فیس برائے ششماہی 2023ء میں 42.7 ملین روپے ہے۔ خالص وکالہ فیس کی آمدنی 41.0 ملین روپے ہے۔ قبل از ٹیکس منافع 27.9 ملین روپے رہا۔

مستقبل کے خدوخال

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

اعترافات

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

Muhammad Hussain Jirji
محمد حسین جیرجی
ڈائریکٹر اور چیف ایگزیکٹو

اقبال علی لاکھانی
چیئر مین

کراچی : 25 اگست 2023ء

ڈائریکٹرز کی جائزہ رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے ہم مسرت کے ساتھ 30 جون 2023ء کو ختم ہونے والی ششماہی کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کر رہے ہیں۔

عمومی جائزہ

30 جون 2023ء کو ختم ہونے والی ششماہی کی مدت میں ادارے کی انشورنس آپریشن کا رکردگی بہتر آئی ہے۔ مجموعی خالص پریمیئم 568.2 ملین روپے 10 فیصد اضافہ جو کہ 49.6 ملین روپے ہوا۔ انڈر رائٹنگ آمدنی 73.7 ملین روپے رہی ہے جس میں 8.7 ملین روپے کا 13 فیصد اضافہ ہے۔ انوسٹمنٹ اور دیگر آمدنی 212.6 ملین روپے رہی جو کہ 70 فیصد کے ساتھ 87.2 ملین روپے کا اضافہ ہے۔ 2023ء کو ختم ہونے والی ششماہی کی مدت میں فی حصص آمدنی 2.98 روپے رہی۔

کاروباری امور کے نتائج

ششماہی کی مدت 30 جون 2023ء اور 30 جون 2022ء کی تقابلی مالیاتی جھلکیاں درج ذیل ہیں۔

(روپے ملین میں علاوہ دیگر بیانیہ)

بیان	30 جون 2023ء (رقم)	30 جون 2022ء (رقم)	اضافہ/(کمی) (رقم)	فیصد
تحریر شدہ مجموعی پریمیئم (بشمول ٹیکافل کنزیوشن)	1,112	1,122	(10)	(1)
خالص پریمیئم	568	519	49	9
انڈر رائٹنگ نتائج	74	65	9	14
سرمایہ کاری و دیگر آمدنی	213	125	88	70
ونڈ ٹیکافل آپریشن سے منافع	28	11	17	155
منافع قبل از ٹیکس	306	195	111	57
منافع بعد از ٹیکس	165	118	47	40
آمدنی فی حصص (روپے)	2.98	2.14	0.84	39
کل اثاثہ جات	4,630	4,578	52	1
ادا شدہ سرمایہ	553	553	-	-
کل ایکویٹی	2,448	2,242	206	9

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

Introduction

We have reviewed the accompanying condensed interim statement of financial position of CENTURY INSURANCE COMPANY LIMITED ("the Company") as at June 30, 2023 and the related condensed interim statement of profit or loss account, the condensed interim statement of comprehensive income, the condensed interim statement of cash flows, the condensed interim statement of changes in equity and notes to the accounts for the period then ended (here-in-after referred as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with 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 as at and for the six-month period ended June 30, 2023 is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

BDO Ebrahim & Co. Chartered Accountants

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



Other matters

- I. The figures for the quarter ended June 30, 2023 and June 30, 2022 in the condensed interim statement of profit and loss account and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.
- II. The financial statements of the Company for the year ended December 31, 2022 and condensed interim financial statements of the Company for the six months ended June 30, 2022 were audited and reviewed by another firm of Chartered Accountants who have expressed an unqualified opinion and conclusion there on vide their reports dated March 17, 2023 and August 25, 2022 respectively.

The engagement partner on review resulting in this independent auditor's review report is Tariq Feroz Khan.

KARACHI

DATED: August 25, 2023

UDIN: RR202310166zr2TKVhwy

BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS

BDO Ebrahim & Co. Chartered Accountants

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

Condensed Interim Statement of Financial Position

As at June 30, 2023

		(Un-audited) June 30, 2023	(Audited) December 31, 2022
	Note	------(Rupees) -----	
Assets			
Property and equipment	6	110,346,659	121,843,946
Intangible assets		793,765	840,250
Investment in associates	7	70,268,930	67,361,755
Investments			
Equity securities	8.1	1,046,228,261	1,083,820,780
Debt securities	8.2	1,331,080,275	1,092,079,363
Other receivable	9	69,851,018	46,624,061
Insurance / reinsurance receivable	10	954,151,412	766,758,124
Reinsurance recoveries against outstanding claims	19	168,422,482	193,417,129
Salvage recoveries accrued		9,784,861	8,213,493
Deferred commission expense	20	25,410,483	31,438,864
Deferred taxation		22,072,767	21,041,768
Prepayments	11	236,462,988	250,467,869
Cash and bank	12	388,345,440	426,475,752
Total assets of Window Takaful Operations - Operator's fund	14	196,811,344	171,977,536
Total Assets		<u>4,630,030,685</u>	<u>4,282,360,690</u>

	(Un-audited) June 30, 2023	(Audited) December 31, 2022
Note	------(Rupees)-----	
Equity and Liabilities		
Authorized share capital (70,000,000 Ordinary share of Rs.10 each)	<u>700,000,000</u>	<u>700,000,000</u>
Capital and reserves attributable to Company's equity holders		
Ordinary share capital	553,264,840	553,264,840
Share premium	254,024,260	254,024,260
Reserves	195,067,935	202,008,210
Unappropriated profit	1,445,985,009	1,419,710,349
Total Equity	<u>2,448,342,044</u>	<u>2,429,007,659</u>
Liabilities		
Underwriting Provisions		
Outstanding claims including IBNR	19 <u>401,092,559</u>	391,209,002
Unearned premium reserve	18 <u>833,197,664</u>	737,791,111
Unearned reinsurance commission	20 <u>47,667,279</u>	56,532,968
Retirement benefits obligation	<u>4,139,616</u>	18,659,835
Premiums received in advance	<u>3,028,062</u>	4,343,566
Insurance / reinsurance payables	15 <u>497,313,782</u>	317,525,344
Other creditors and accruals	16 <u>201,981,069</u>	175,701,035
Taxation - provision less payments	<u>116,829,239</u>	85,084,215
Total Liabilities	<u>2,105,249,270</u>	1,786,847,076
Total liabilities of Window Takaful Operations - Operator's fund	14 <u>76,439,371</u>	66,505,955
Total Equity and Liabilities	<u>4,630,030,685</u>	<u>4,282,360,690</u>
Contingencies and Commitments 17		

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Aftab Ahmad
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Condensed Interim Profit and Loss Account (Un-audited)

For the six and three 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
		----- (Rupees) -----		----- (Rupees) -----	
Net insurance premium	18	568,207,392	518,644,025	290,301,399	256,711,180
Net insurance claims	19	(313,879,209)	(292,414,841)	(163,666,546)	(138,998,732)
Net commission and other acquisition costs	20	39,664,387	42,309,013	20,913,469	22,502,625
Insurance claims and acquisition expenses		(274,214,822)	(250,105,828)	(142,753,077)	(116,496,107)
Management Expenses		(220,298,796)	(203,538,934)	(118,438,076)	(105,630,910)
Underwriting results		73,693,774	64,999,263	29,110,246	34,584,163
Investment income	21	168,719,158	82,907,815	107,516,823	60,533,223
Other income	22	38,580,143	36,647,865	17,676,081	14,937,195
Other expenses		(6,394,733)	(4,892,898)	(2,512,202)	(2,833,506)
Results of operating activities		274,598,342	179,662,045	151,790,948	107,221,075
Finance costs - lease liabilities		(2,194,274)	(2,230,068)	(1,251,960)	(1,057,737)
Share of profit from associate		5,335,752	5,913,016	5,335,752	5,913,016
Profit from Window Takaful Operations - Operator's Fund	14	27,881,624	11,185,756	16,466,375	5,832,205
Profit before tax		305,621,444	194,530,749	172,341,115	117,908,559
Income tax expense	23	(141,003,338)	(76,031,080)	(95,569,778)	(55,966,266)
Profit after tax		164,618,106	118,499,669	76,771,337	61,942,293
Earnings per share - basic and diluted	26	2.98	2.14	1.39	1.12

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Aftab Ahmad
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

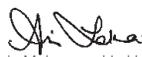
Condensed Interim Statement of Comprehensive Income (Un-audited)

For the six and three months 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) -----		----- (Rupees) -----	
Profit after tax	164,618,106	118,499,669	76,771,337	61,942,293
Other comprehensive income				
Item that may be reclassified subsequently to profit and loss account				
Unrealised loss on 'available for sale' Investments	(2,731,741)	(10,361,486)	(14,040,886)	(11,128,780)
Reclassification adjustment for gain / (loss) on available for sale investments included in profit and loss account - net of tax	(3,502,859)	(18,165,906)	4,108,121	(15,946,703)
	(6,234,600)	(28,527,392)	(9,932,765)	(27,075,483)
Unrealized gain / (loss) on available for sale investment of Window Takaful Operation	260,005	64,731	(846,242)	(512,937)
Reclassification adjustment for loss on available for sale investments of Window Takaful Operation - net of tax	(965,680)	(6,456)	-	-
	(705,675)	58,275	(846,242)	(512,937)
Share in other comprehensive income from associates - net of tax	(26,977)	(12,233)	(26,977)	(12,233)
Total comprehensive income for the period	157,650,854	90,018,319	65,965,353	34,341,640

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Aftab Ahmad
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-audited)

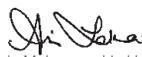
For the six months period ended June 30, 2023

	Six month period ended	
	June 30 2023	June 30 2022
Note	------(Rupees)-----	
Operating cash flows		
(a) Underwriting activities		
Insurance premium received	883,949,647	758,089,274
Reinsurance premium paid	(108,904,635)	(191,773,263)
Claims paid	(365,782,354)	(421,849,296)
Reinsurance and other recoveries received	37,226,980	89,532,072
Commissions paid	(36,150,449)	(35,623,402)
Commissions received	16,919,911	68,294,296
Management expenses paid	(234,339,398)	(197,542,075)
Net cash inflow from underwriting activities	<u>192,919,702</u>	69,127,606
(b) Other operating activities		
Income tax paid	(95,467,290)	(57,583,276)
Other operating receipt	35,284,734	38,579,158
Net cash outflow from other operating activities	<u>(60,182,556)</u>	(19,004,118)
Total cash inflow from operating activities	<u>132,737,146</u>	50,123,488
Investment activities		
Profit / return received	100,877,353	67,897,012
Dividends received	26,760,974	17,190,463
Purchase of investments	(4,102,311,537)	(1,716,585,535)
Proceeds from disposal of investments	3,956,911,011	1,453,142,323
Fixed capital expenditure	(5,486,666)	(9,735,557)
Proceeds from sale of property and equipment	738,099	5,154,365
Net cash outflow from investing activities	<u>(22,510,766)</u>	(182,936,929)
Cash Flows From Financing Activities		
Dividend paid	(137,575,240)	(112,545,271)
Principal repayment of lease liability	(10,781,452)	(9,794,496)
Net cash outflow from financing activities	<u>(148,356,692)</u>	(122,339,767)
Net cash outflow all activities	<u>(38,130,312)</u>	(255,153,208)
Cash and cash equivalents at beginning of the period	425,475,752	724,474,690
Cash and cash equivalents at end of the period	<u>387,345,440</u>	<u>469,321,482</u>

	Six month period ended (Un-audited)	
	June 30 2023	June 30 2022
	------(Rupees)-----	
Reconciliation to profit and loss account		
Operating cash flows	132,737,146	50,123,488
Depreciation / amortization expense	(16,455,127)	(16,259,050)
Profit on disposal of fixed assets	209,273	2,982,416
Profit on disposal of investments	46,510,790	36,089,150
Dividend income	24,359,374	16,612,684
Investment and other income	143,618,153	71,966,081
Increase in assets other than cash	142,944,099	703,108,748
Increase in liabilities other than running finance	(324,911,669)	(752,873,732)
Profit from Window Takaful Operations	15,606,067	6,749,884
Profit after tax	164,618,106	118,499,669

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Aftab Ahmad
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

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

For the six months period ended June 30, 2023

	Attributable to equity holders of the Company					Total
	Share capital Issued, subscribed and paid-up	Capital reserves Share premium	Revenue reserves			
			General reserve	Unrealised gain / (loss) 'available for sale' investments	Retained earnings	
(Rupees)						
Balance as at January 01, 2022 (Audited)	502,968,030	254,024,260	119,000,000	62,840,187	1,110,233,075	2,049,065,552
Total comprehensive income for the period ended June 30, 2022						
Profit after tax	-	-	-	-	118,499,669	118,499,669
Other comprehensive income						
Share in other comprehensive income from associate	-	-	-	-	(12,233)	(12,233)
Net unrealised loss on revaluation of available for sale investments - net of tax	-	-	-	(10,296,755)	-	(10,296,755)
Reclassification adjustment for gain on available or sale investments included in profit and loss account - net of tax	-	-	-	(18,172,362)	-	(18,172,362)
	-	-	-	(28,469,117)	118,487,436	90,018,319
Transactions with owners recorded directly in equity						
Final cash dividend of Rs. 2.25 (22.5%) per share for the year ended December 31, 2021	-	-	-	-	(113,167,920)	(113,167,920)
Issue of bonus share at the rate of one for every ten shares held	50,296,810	-	-	-	(50,296,810)	-
Balance as at June 30, 2022 (Un-audited)	553,264,840	254,024,260	119,000,000	34,371,070	1,065,255,781	2,025,915,951
Balance as at January 01, 2023 (Audited)	553,264,840	254,024,260	119,000,000	83,008,210	1,419,710,349	2,429,007,659
Total comprehensive income for the period ended June 30, 2023						
Profit after tax	-	-	-	-	164,618,106	164,618,106
Other comprehensive income						
Share in other comprehensive income from associates	-	-	-	-	(26,977)	(26,977)
Net unrealised loss on revaluation of available for sale investments (including WTO) - net of tax	-	-	-	(2,471,736)	-	(2,471,736)
Reclassification adjustment for gain on available for sale investments included in profit and loss account (Including WTO) net of tax	-	-	-	(4,468,539)	-	(4,468,539)
	-	-	-	(6,940,275)	164,591,129	157,650,854
Transactions with owners recorded directly in equity						
Final cash dividend of Rs. 2.5 (25%) per share for the year ended December 31, 2022	-	-	-	-	(138,316,469)	(138,316,469)
Balance as at June 30, 2023 (Un-audited)	553,264,840	254,024,260	119,000,000	76,067,935	1,445,985,009	2,448,342,044

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Aftab Ahmad
Director


Mohammad Hussain Mirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

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

For the six months period ended June 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

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

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

2. BASIS OF PREPARATION

2.1 Statement of Compliance

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

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

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

The Securities and Exchange Commission of Pakistan ("SECP") vide its S.R.O 89(1)/2017 dated February 09, 2017 has prescribed the format of the presentation of annual financial statements for the general insurance companies. These condensed interim financial statements have been prepared in accordance with the format prescribed by the SECP.

2.1.2 These condensed interim financial statements are un-audited but subject to the limited scope review by the auditors as required under Code of Corporate Governance for Insurers, 2016. These condensed interim financial statements do not include all the statements 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 accounting and reporting standards as applicable to insurance companies in Pakistan.

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

For the six months period ended June 30, 2023

2.1.3 The comparative statement of financial position presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Company for the year ended December 31, 2022, whereas the comparative condensed interim statement of profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the un-audited condensed interim financial statements for the six months period ended June 30, 2022.

2.1.4 As mentioned in clause 06 of the General Takaful Accounting Regulations 2019, 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 the condensed interim statement of profit and loss account of the Company respectively.

2.2 Basis of measurement

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

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupee ('Rupees' or 'Rs.') which is also the Company's functional currency.

3. USE OF ESTIMATES AND JUDGMENTS

The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively. In preparing these condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended December 31, 2022.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the annual audited financial statements for the year ended December 31, 2022.

4.1 APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS TO PUBLISHED APPROVED ACCOUNTING AND REPORTING STANDARDS

4.1.1 New accounting standards, amendments and IFRS interpretations that are effective for the period ended June 30, 2023

The following standards, amendments and interpretations are effective for the period ended June 30, 2023. These standards, amendments and interpretations are either not relevant to the Company's operations or did not have significant impact on the financial statements other than certain additional disclosures.

	Effective date (annual periods beginning on or after)
Amendments to IFRS 3 'Business Combinations' - Reference to the conceptual framework	January 01, 2023
Amendments to IAS 16 'Property, Plant and Equipment' - Proceeds before intended use	January 01, 2023
Amendments to IAS 37 'Provisions, Contingent Liabilities and Contingent Assets' - Onerous Contracts - Cost of fulfilling a contract	January 01, 2023
Amendments to IAS 1 'Presentation of Financial Statements' - Disclosure of Accounting Policies	January 01, 2023
Amendments to IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' Definition of Accounting Estimates	January 01, 2023
Amendments to IAS 12 'Income Taxes' - Deferred Tax related to Assets and Liabilities arising from a single transaction	January 01, 2023
Amendments to IAS 12 'Income Taxes' - Temporary exception to the requirements regarding deferred tax assets and liabilities related to pillar two income taxes	January 01, 2023

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

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

	Effective date (annual periods beginning on or after)
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Supplier finance arrangements	January 01, 2024

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

For the six months period ended June 30, 2023

	Effective date (annual periods beginning on or after)
Amendments to IFRS 16 'Leases' - Amendments to clarify how a seller-lessee subsequently measures sale and leaseback transactions	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Disclosure of Accounting Policies	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Non-current liabilities with covenants	January 01, 2024
Amendments to IAS 7 'Statement of Cash Flows' - Supplier finance arrangements	January 01, 2024
Amendments to IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' - Definition of Accounting Estimates	January 01, 2024
Amendments to IAS 12 'Income Taxes' - Deferred Tax related to Assets and Liabilities arising from a single transaction	January 01, 2024
Amendments to IAS 12 'Income Taxes' - Temporary exception to the requirements regarding deferred tax assets and liabilities related to pillar two income taxes	January 01, 2024
The following new standards and interpretations have been issued by the International Accounting Standards Board (IASB), which have not been adopted locally by the Securities and Exchange Commission of Pakistan (SECP):	

IFRS 1 First Time Adoption of International Financial Reporting Standards

IFRS 17 Insurance Contracts

5. PREMIUM DEFICIENCY RESERVE

No provision has been made as the unearned premium reserve for each class of business at period end is adequate to meet the expected future liability after reinsurance claims and other expenses, expected to be incurred after the statement of financial position as at June 30, 2023 in respect of policies in force at the reporting date.

6. PROPERTY AND EQUIPMENT

		(Un-audited) June 30, 2023	(Audited) December 31, 2022
Note		-----	-----
		(Rupees)	(Rupees)
Operating assets	6.1	81,967,301	80,468,039
Right of use assets	6.2	28,379,358	36,183,696
Capital work in progress	6.3	-	5,192,211
		<u>110,346,659</u>	<u>121,843,946</u>

	(Un-audited) June 30, 2023	(Audited) December 31, 2022
Note	------(Rupees) -----	

6.1 Operating assets

Opening Balance as at January 01	80,468,039	83,355,554
Add: Additions during the period / year		
- Motor vehicles	8,963,190	11,893,200
- Computers and related accessories	1,089,910	2,074,881
- Office equipment	356,075	1,438,431
- Furniture and fixtures	269,702	1,027,255
- Office improvement	-	2,417,262
	10,678,877	18,851,029
Less: Net Book value of deletions	528,826	4,683,619
Depreciation Charge for the period / year	8,650,789	17,054,925
	9,179,615	21,738,544
Closing Balance as at June 30	81,967,301	80,468,039

6.2 Right of use assets

Opening Balance as at January 01	36,183,696	35,303,605
Additions during the period / year	-	24,058,347
Net book value of disposals / written off	-	(6,571,825)
Depreciation charge for the period / year	(7,804,338)	(16,606,431)
Closing Balance as at June 30	28,379,358	36,183,696

6.3 Capital work in progress

Advance against purchase of vehicles	-	5,192,211
	-	5,192,211

7. INVESTMENT IN ASSOCIATES

Opening Balance as at January 01	67,361,755	60,681,713
Share of profit from associates	5,335,752	8,280,916
Dividend received from associates	(2,401,600)	(1,405,635)
Share in other comprehensive loss	(26,977)	(195,239)
Closing Balance as at June 30	70,268,930	67,361,755

7.1 This includes investment in Colgate - Palmolive (Pakistan) Limited of Rs. 14.043 million and Century Paper and Board Mills Limited of Rs.56.225 million as at June 30, 2023 and Rs. 14.194 million an Rs. 53.167 million as at December 31, 2022, respectively.

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

For the six months period ended June 30, 2023

8. INVESTMENTS

8.1 Investments in equity securities

	June 30, 2023 (Un-audited)				December 31, 2022 (Audited)			
	Cost	Impairment on AFS	Unrealised gain / (loss) on revaluation	Carrying value	Cost	Impairment on AFS	Unrealised gain / (loss) on revaluation	Carrying value
Note	----- (Rupees) -----							
Available for sale	845,159,648	-	125,248,217	970,407,865	875,251,013	(2,810,478)	135,804,614	1,008,245,149
Held for trading	76,560,989	-	(740,593)	75,820,396	77,072,486	-	(1,496,855)	75,575,631
	921,720,637	-	124,507,624	1,046,228,261	952,323,499	(2,810,478)	134,307,759	1,083,820,780

8.1.1 Available for sale

Related parties

Mutual funds	362,429,506	-	120,753,543	483,183,049	349,651,560	-	121,534,205	471,185,765
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Others

Listed shares	12,342,372	-	3,042,411	15,384,783	15,152,931	(2,810,478)	2,334,506	14,676,959
Unlisted shares	75,283	-	-	75,283	75,283	-	-	75,283
Mutual funds	470,312,487	-	1,452,263	471,764,750	510,371,239	-	11,935,903	522,307,142
	482,730,142	-	4,494,674	487,224,816	525,599,453	(2,810,478)	14,270,409	537,059,384
	845,159,648	-	125,248,217	970,407,865	875,251,013	(2,810,478)	135,804,614	1,008,245,149

8.2 Investments in debt securities

	June 30, 2023 (Un-audited)			December 31, 2022 (Audited)		
	Cost	Unrealised Gain / (loss) on revaluation	Carrying value	Cost	Unrealised Gain / (loss) on revaluation	Carrying value
Note	----- (Rupees) -----					

Held for trading

Government securities	554,559,703	(5,418,633)	549,141,070	396,080,455	(2,677,003)	393,403,452
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Held to maturity

Government securities	8.2.1	29,807,765	-	29,807,765	29,788,381	-	29,788,381
	8.2.2						

Available for sale

Sukuk		25,000,000	-	25,000,000	25,000,000	-	25,000,000
Term finance certificate		342,659,200	826,166	343,485,366	192,810,800	581,920	193,392,720
Government securities	8.2.1	402,948,724	(19,302,650)	383,646,074	471,328,483	(20,833,673)	450,494,810
		770,607,924	(18,476,484)	752,131,440	689,139,283	(20,251,753)	668,887,530
		1,354,975,392	(23,895,117)	1,331,080,275	1,115,008,119	(22,928,756)	1,092,079,363

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

8.2.2 The market value of held to maturity debt securities is Rs. 28.584 million (December 31, 2022: Rs. 29.435 million).

	(Un-audited) June 30, 2023	(Audited) December 31, 2022
Note	------(Rupees)-----	
9. OTHERS RECEIVABLE		
Unsecured and Considered good		
Accrued investment income	48,102,222	22,550,329
Security deposits	8,008,904	7,988,504
Advance to employees	4,289,688	4,225,628
Advance against expenses	267,009	407,409
Receivable against sale of shares	-	438,702
Receivable from Window Takaful Operations	8,616,878	10,439,162
Others	566,317	574,327
	<u>69,851,018</u>	<u>46,624,061</u>
10. INSURANCE / RE-INSURANCE RECEIVABLE		
Unsecured and considered good		
Due from insurance contract holders	10.1 <u>738,252,710</u>	561,518,491
Less: Provision for impairment of receivables from insurance contract holders	<u>(24,169,853)</u>	(24,169,853)
	714,082,857	537,348,638
Amounts due from other insurers / reinsurers	<u>54,051,651</u>	73,304,311
Less: Provision for impairment of due from other insurers / reinsurers	<u>(46,012,482)</u>	(46,012,482)
	8,039,169	27,291,829
Reinsurance recoveries due but unpaid	<u>232,029,386</u>	202,117,657
	<u>954,151,412</u>	<u>766,758,124</u>
10.1 These include receivable amounting to Rs. 610.6 million (December 31, 2022: Rs. 384.93 million) due from related parties.		
11. PREPAYMENTS		
Prepaid reinsurance premium ceded	232,505,230	246,734,602
Prepayments	<u>3,957,758</u>	3,733,267
	<u>236,462,988</u>	<u>250,467,869</u>
12. CASH AND BANK		
Cash in hand	475,000	462,900
Policy stamps and bond papers in hand	<u>5,328,072</u>	2,554,268
	5,803,072	3,017,168
Cash at Bank		
Current accounts	12.1 <u>34,104,203</u>	18,727,774
Saving accounts	<u>348,438,165</u>	404,730,810
	382,542,368	423,458,584
	<u>388,345,440</u>	<u>426,475,752</u>

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

For the six months period ended June 2023 ,30

- 12.1 The rate of return on savings account held with various banks range from %14.5 to %20.25 per annum (December %8.25 :2022 ,31 to %14.75 per annum).

13. CASH AND CASH EQUIVALENT

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

	(Un-audited) June 30, 2023	(Audited) December 31, 2022
	------(Rupees) -----	
Cash and bank balance	388,345,440	470,321,482
Less: local currency account with a lien	<u>(1,000,000)</u>	<u>(1,000,000)</u>
	<u>387,345,440</u>	<u>469,321,482</u>

14. WINDOW TAKAFUL OPERATIONS - OPERATOR'S FUND

Assets

Investments	137,764,082	117,626,447
Cash and bank deposits	8,818,925	6,250,537
Current assets - others	<u>50,228,337</u>	<u>48,100,552</u>
Total Assets	<u>196,811,344</u>	<u>171,977,536</u>

Total Liabilities

<u>76,439,371</u>	<u>66,505,955</u>
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	Six months period ended		Three months period ended	
	(Un-audited) June 30, 2023	(Un-audited) June 30, 2022	(Un-audited) June 30, 2023	(Un-audited) June 30, 2022
	----- (Rupees) -----		----- (Rupees) -----	
Profit before tax for the period	<u>27,881,624</u>	11,185,756	<u>16,466,375</u>	<u>5,832,205</u>

15. INSURANCE AND REINSURANCE PAYABLES

	(Un-audited) June 30, 2023	(Un-audited) December 31, 2022
	------(Rupees) -----	
Due to other Insurers / reinsurers	<u>497,313,782</u>	<u>317,525,344</u>

	(Un-audited) June 30, 2023	(Un-audited) December 31, 2022
	------(Rupees) -----	
16. OTHER CREDITORS AND ACCRUALS		
Agent commission payable	49,837,102	50,898,448
Federal excise duty	41,444,684	17,434,800
Federal insurance fees	5,290,349	2,077,598
Creditors	5,898,715	5,165,045
Retention money	141,073	141,073
Margin deposits	17,723,095	15,229,243
Payable against purchase of shares	3,352,596	1,274,892
Withholding tax payable	83,133	-
Accrued expenses	16,885,686	16,375,097
Deposits from employees against car scheme	20,253,585	18,291,136
Unclaimed dividend	6,692,566	5,951,337
Lease liability	32,073,878	40,661,057
Others	2,304,607	2,201,309
	<u>201,981,069</u>	<u>175,701,035</u>

17. CONTINGENCIES AND COMMITMENTS

17.1 Contingencies

The status of contingencies remain unchanged as disclosed in annual financial statements for the year ended December 2022 ,31.

	(Un-audited) June 30, 2023	(Un-audited) December 31, 2022
	------(Rupees) -----	
17.2 Commitments		
Capital work-in-progress		
Software development	<u>600,000</u>	<u>600,000</u>

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

For the six months period ended June 30, 2023

18. NET INSURANCE PREMIUM

	(Un-audited)		(Un-audited)	
	Six months period ended		Three months period ended	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
	----- (Rupees) -----		----- (Rupees) -----	
Written Gross premium	998,828,049	1,015,545,671	667,224,400	710,135,059
Add : Unearned premium reserve opening	737,791,111	641,585,269	618,246,555	536,086,555
Less: Unearned premium reserve closing	(833,197,664)	(820,102,898)	(833,197,664)	(820,102,898)
Premium earned	903,421,496	837,028,042	452,273,291	426,118,716
Less: Reinsurance premium ceded	320,984,732	382,189,932	197,759,379	274,977,156
Add: Prepaid reinsurance premium opening	246,734,602	232,526,948	196,717,743	190,763,243
Less: Prepaid reinsurance premium closing	(232,505,230)	(296,332,863)	(232,505,230)	(296,332,863)
Reinsurance expense	(335,214,104)	(318,384,017)	(161,971,892)	(169,407,536)
Net Insurance Premium	568,207,392	518,644,025	290,301,399	256,711,180

19. NET INSURANCE CLAIMS

Claim paid	365,782,354	421,849,296	196,496,468	160,148,932
Add : Outstanding claims including IBNR closing	401,092,559	660,463,354	401,092,559	660,463,354
Less: Outstanding claims including IBNR opening	(391,209,002)	(294,800,833)	(388,389,433)	(634,921,997)
Claims expense	375,665,911	787,511,817	209,199,594	185,690,289
Less: Reinsurance and others recoveries received	86,781,349	185,557,427	61,533,672	48,487,582
Add: Reinsurance and others recoveries in respect of outstanding claims closing	168,422,482	432,851,203	168,422,482	432,851,203
Less: Reinsurance and others recoveries in respect of outstanding claims opening	(193,417,129)	(123,311,654)	(184,423,106)	(434,647,228)
Reinsurance and other recoveries revenue	61,786,702	495,096,976	45,533,048	46,691,557
Net Insurance claims	313,879,209	292,414,841	163,666,546	138,998,732

20. NET COMMISSION EXPENSE

Commission paid or payable	30,043,536	37,165,400	10,567,214	16,655,262
Add : Deferred commission expense opening	31,438,864	28,909,708	30,796,925	29,065,084
Less: Deferred commission expense closing	(25,410,483)	(25,429,885)	(25,410,483)	(25,429,885)
Net commission	36,071,917	40,645,223	15,953,656	20,290,461
Less: Commission received or recoverable	66,870,615	86,413,471	45,660,626	55,174,704
Add: Unearned Reinsurance commission opening	56,532,968	54,234,596	38,873,778	45,312,213
Less: Unearned Reinsurance commission closing	(47,667,279)	(57,693,831)	(47,667,279)	(57,693,831)
Commission from reinsurers	75,736,304	82,954,236	36,867,125	42,793,086
Net Commission Expense	(39,664,387)	(42,309,013)	(20,913,469)	(22,502,625)

21. INVESTMENT INCOME

	(Un-audited)		(Un-audited)	
	Six months period ended		Six months period ended	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
	----- (Rupees) -----		----- (Rupees) -----	
Income from equity securities				
Available-for-sale				
Dividend income	19,968,749	13,455,930	18,659,786	9,710,505
Held for trading				
Dividend income	4,390,625	3,156,754	1,653,092	1,318,243
Income from debt securities				
Held to maturity				
Return on government securities	2,514,491	3,309,000	1,300,978	1,715,139
Return on other fixed income securities and deposits	-	1,130,898	-	1,130,898
	2,514,491	4,439,898	1,300,978	2,846,037
Available-for-sale				
Return on government securities	31,336,188	15,370,710	21,382,819	10,778,078
Return on other fixed income securities and deposits	34,329,498	17,344,390	19,124,636	9,288,899
	65,665,686	32,715,100	40,507,455	20,066,977
Held -for-trading				
Return on government securities	37,875,016	4,820,964	20,957,487	2,614,970
Net realised gains / (losses) on investments				
Available for sale				
- Gain on sale of equity securities	47,389,283	46,578,196	25,631,552	40,847,159
- (Loss) on debt securities	(2,202,807)	-	(102,580)	-
	45,186,476	46,578,196	25,528,972	40,847,159
Held -for-trading				
- Gain / (loss) on sale of equity securities	1,324,314	(10,489,046)	431,085	(10,594,915)
Net unrealised (loss) / gain on investments at fair value through profit and loss (Held for trading purposes)				
- Equity securities	(740,593)	(5,355,471)	(644,035)	(1,410,617)
- Debt securities	(5,418,633)	(1,484,655)	132,285	(931,099)
	(6,159,226)	(6,840,126)	(511,750)	(2,341,716)
Total investment income	170,766,131	87,837,670	108,527,105	64,467,260
Add: Reversal of impairment in debt securities held to maturity	15,564	62,256	15,564	62,256
Less: Impairment in value of available-for-sale	-	(2,810,476)	-	(2,810,476)
Less: Investment related expenses	(2,062,537)	(2,181,635)	(1,025,846)	(1,185,817)
Investment income	168,719,158	82,907,815	107,516,823	60,533,223

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

For the six months period ended June 30, 2023

	(Un-audited)		(Un-audited)	
	Six months period ended June 30, 2023	June 30, 2022	Three months period ended June 30, 2023	June 30, 2022
	----- (Rupees) -----		----- (Rupees) -----	
22. OTHER INCOME				
Return on bank balances	38,350,691	33,628,204	17,602,449	14,862,005
Gain on sale of fixed assets	209,273	2,982,416	193,909	34,110
Others	20,179	37,245	(120,277)	41,080
	<u>38,580,143</u>	<u>36,647,865</u>	<u>17,676,081</u>	<u>14,937,195</u>
23. TAXATION				
Current tax	120,756,533	61,583,615	74,788,393	38,693,778
Prior	18,731,339	15,936,810	18,731,339	15,936,810
deferred	1,515,466	(1,489,345)	2,050,046	1,335,678
	<u>141,003,338</u>	<u>76,031,080</u>	<u>95,569,778</u>	<u>55,966,266</u>
24. EARNINGS PER SHARE - BASIC AND DILUTED				
	----- (Rupees) -----		----- (Rupees) -----	
Profit after tax for the period	<u>164,618,106</u>	118,499,669	76,771,337	61,942,293
	----- (Numbers) -----		----- (Numbers) -----	
Weighted average number of ordinary shares	<u>55,326,484</u>	55,326,484	55,326,484	55,326,484
	----- (Rupees) -----		----- (Rupees) -----	
Earnings per share - basic and diluted	<u>2.98</u>	2.14	1.39	1.12
24.1	No figure for diluted earnings per share has been presented as the Company has not issued any instrument which would have an impact on basic earnings per share when exercised.			

25. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties comprise of group companies, directors and their close family members, staff retirement funds, key management personnel and major shareholders of the Company. The associated companies are associated either based on holding in equity or due to the same management and / or common directors. All transactions involving related parties arising in the normal course of business are conducted at agreed terms and conditions as approved by the board of directors. Transactions with the key management personnel are made under their terms of employment / entitlements. Contributions to the employee retirement benefits are made in accordance with the terms of employee retirement benefit schemes.

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

	(Un-audited)		(Un-audited)	
	Six months period ended June 30, 2023	June 30, 2022	Three months period ended June 30, 2023	June 30, 2022
	----- (Rupees) -----		----- (Rupees) -----	
Transactions with related parties				
Premium written	<u>676,841,467</u>	680,418,703	<u>537,428,105</u>	587,490,447
Claims paid	<u>118,464,830</u>	110,160,487	<u>54,113,194</u>	43,060,265
Investment in mutual funds	<u>1,107,319,801</u>	352,481,403	<u>649,563,502</u>	293,873,999
Sale of units of mutual funds	<u>1,109,513,706</u>	376,344,166	<u>652,638,502</u>	320,114,886
Dividend received	<u>2,401,600</u>	655,963	<u>1,785,800</u>	-
Dividend paid	<u>106,158,434</u>	86,854,544	<u>106,158,434</u>	86,854,544
Expenses	<u>20,383,898</u>	26,829,933	<u>7,220,775</u>	14,493,605
Contribution to / provision for Staff benefit plans	<u>9,686,505</u>	7,864,886	<u>5,316,909</u>	4,170,686
Remuneration to key management personnel	<u>70,782,390</u>	62,790,439	<u>45,997,186</u>	36,685,256

26. FAIR VALUE MEASUREMENT

IFRS 13 "Fair Value Measurement" defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

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

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

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

For the six months period ended June 30, 2023

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

	June 30, 2023 (un-audited)			
	Fair Value Measurement			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
Financial assets measured at fair value				
Investments				
- Equity securities	91,205,179	635,046,853	319,900,946	1,046,152,978
- Debt securities	-	1,301,272,510	-	1,301,272,510
Assets of Window Takaful Operations - Operator's fund	-	137,764,082	-	137,764,082
Financial assets not measured at fair value *				
Cash and bank	-	-	-	-
Investments				
- In associates	148,830,273	-	-	148,830,273
- Debt securities	-	28,584,000	-	28,584,000
- Unquoted equity shares	-	-	75,283	75,283
Insurance / reinsurance receivable	-	-	-	-
Loan and other receivable	-	-	-	-
Reinsurance recoveries against outstanding claims	-	-	-	-
Assets of Window Takaful Operations - Operator's fund	-	-	-	-
Financial liabilities not measured at fair value *				
Outstanding claims including IBNR	-	-	-	-
Insurance / reinsurance payables	-	-	-	-
Other creditors and accruals	-	-	-	-
Total liabilities of Window Takaful Operations - Operator's fund	-	-	-	-
	240,035,452	2,102,667,445	319,976,229	2,662,679,126

	December 31, 2022 (Audited)			
	Fair Value Measurement			Total
	Level 1	Level 2	Level 3	
----- (Rupees) -----				
Financial assets measured at fair value				
Investments				
- Equity securities	90,252,590	673,591,961	319,900,946	1,083,745,497
- Debt securities	-	1,062,290,982	-	1,062,290,982
Assets of Window Takaful Operations -Operator's fund	-	117,626,447	-	117,626,447
Financial assets not measured at fair value *				
Cash and bank				
	-	-	-	-
Investments				
- In associates	104,243,252	-	-	104,243,252
- Debt securities	-	29,435,250	-	29,435,250
- Unquoted equity shares	-	-	75,283	75,283
Insurance / reinsurance receivable	-	-	-	-
Loan and other receivables	-	-	-	-
Reinsurance recoveries against outstanding claims	-	-	-	-
Assets of Window Takaful Operations	-	-	-	-
Financial liabilities not measured at fair value *				
Outstanding claims including IBNR				
	-	-	-	-
Insurance / reinsurance payables				
	-	-	-	-
Other creditors and accruals				
	-	-	-	-
Total liabilities of Window Takaful				
Operations - Operator's fund	-	-	-	-
	<u>194,495,842</u>	<u>1,882,944,640</u>	<u>319,976,229</u>	<u>2,397,416,711</u>

Valuation Techniques

For level 3 investments, the Company uses the rates which are derived from the unquoted inputs; i.e audited financial statements; having no active market as at the reporting date per unit multiplied by the number of units held as at year end.

27. INSURANCE AND FINANCIAL RISK MANAGEMENT

The insurance and financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Company as at and for the year ended December 31, 2022.

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

For the six months period ended June 30, 2023

28. SEGMENT INFORMATION

	Six months period ended June 30, 2023 (Un-audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Total
	(Rupees)					
Premium received / receivable (Inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	223,604,166	249,571,924	246,982,543	341,534,428	51,443,055	1,113,136,116
Less: - Federal Excise Duty / Sales Tax	(28,725,784)	(26,673,623)	(30,358,929)	(6,581,456)	(6,208,370)	(98,548,162)
- Federal Insurance Fee	(1,933,484)	(2,122,350)	(2,165,758)	(3,416,112)	(447,641)	(10,085,345)
- Others	(35,450)	(8,763,842)	(165,400)	(3,600)	(16,100)	(8,984,392)
- Facultative inward premium	3,073,263	-	135,222	-	101,347	3,309,832
Gross written premium (inclusive of Administrative Surcharge)	195,982,711	212,012,109	214,427,678	331,533,260	44,872,291	998,828,049
- Gross direct premium	192,223,041	208,955,650	209,849,313	331,439,070	44,495,249	986,962,323
- Facultative inward premium	3,073,263	-	135,222	-	101,347	3,309,832
- Administrative surcharge	686,407	3,056,459	4,443,143	94,190	275,695	8,555,894
	195,982,711	212,012,109	214,427,678	331,533,260	44,872,291	998,828,049
Insurance premium earned	232,977,354	192,463,205	201,203,195	232,386,724	44,391,018	903,421,496
Insurance premium ceded to reinsurers	(210,598,727)	(85,478,503)	(8,208,946)	(1,679,482)	(29,248,446)	(335,214,104)
Net Insurance premium	22,378,627	106,984,702	192,994,249	230,707,242	15,142,572	568,207,392
Commission income	45,511,834	23,781,785	293,871	487,048	5,661,766	75,736,304
Net underwriting income	67,890,461	130,766,487	193,288,120	231,194,290	20,804,338	643,943,696
Insurance claims	(18,283,872)	(34,394,150)	(104,508,930)	(205,165,225)	(13,313,734)	(375,665,911)
Insurance claims recovered from reinsurers	17,987,924	24,038,093	10,682,510	-	9,078,175	61,786,702
Net claims	(295,948)	(10,356,057)	(93,826,420)	(205,165,225)	(4,235,559)	(313,879,209)
Commission expense	(8,853,952)	(10,185,423)	(11,317,408)	(3,872,780)	(1,842,354)	(36,071,917)
Management expense	(43,225,413)	(46,760,814)	(47,293,586)	(73,122,073)	(9,896,910)	(220,298,796)
Net insurance claims and expenses	(52,375,313)	(67,302,294)	(152,437,414)	(282,160,078)	(15,974,823)	(570,249,922)
Underwriting results	15,515,147	63,464,193	40,850,706	(50,965,788)	4,829,515	73,693,774
Investment income						168,719,158
Other income						38,580,143
Other expenses						(6,394,733)
Finance costs - Lease liabilities						(2,194,274)
Share of profit of associates						5,335,752
Profit before tax from Window Takaful Operations						27,881,624
Profit before tax for the period						305,621,444

Six months period ended June 30, 2022 (Un-audited)

	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Total
	(Rupees)					
Premium received / receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	330,410,261	237,950,930	249,242,157	274,200,436	47,245,109	1,139,048,893
Less: - Federal Excise Duty / Sales Tax	(38,827,927)	(25,350,352)	(29,564,530)	(5,505,626)	(5,586,734)	(104,835,169)
- Federal Insurance Fee	(2,891,705)	(1,984,843)	(2,180,948)	(2,759,098)	(412,224)	(10,228,818)
- Others	(42,350)	(12,162,707)	(178,750)	(3,750)	(23,700)	(12,411,257)
- Facultative inward premium	2,999,509	256,645	476,521	-	239,347	3,972,022
Gross written premium (inclusive of Administrative Surcharge)	291,647,788	198,709,673	217,794,450	265,931,962	41,461,798	1,015,545,671
- Gross direct premium	287,839,675	194,269,103	212,706,886	265,821,088	40,883,752	1,001,520,504
- Facultative inward premium	2,999,509	256,645	476,521	-	239,347	3,972,022
- Administrative surcharge	808,604	4,183,925	4,611,043	110,874	338,699	10,053,145
	291,647,788	198,709,673	217,794,450	265,931,962	41,461,798	1,015,545,671
Insurance premium earned	232,009,530	197,313,147	190,405,179	180,721,961	36,578,225	837,028,042
Insurance premium ceded to reinsurers	(205,722,326)	(81,622,239)	(5,274,604)	(378,281)	(25,386,567)	(318,384,017)
Net Insurance premium	26,287,204	115,690,908	185,130,575	180,343,680	11,191,658	518,644,025
Commission income	43,940,843	32,866,749	179,533	110,495	5,856,616	82,954,236
Net underwriting income	70,228,047	148,557,657	185,310,108	180,454,175	17,048,274	601,598,261
Insurance claims	(425,100,102)	(61,723,092)	(130,223,587)	(154,923,172)	(15,508,434)	(787,478,387)
Insurance claims recovered from reinsurers	415,639,960	40,497,702	26,910,432	200,000	11,815,452	495,063,546
Net claims	(9,460,142)	(21,225,390)	(103,313,155)	(154,723,172)	(3,692,982)	(292,414,841)
Commission expense	(14,452,558)	(11,705,642)	(10,522,236)	(2,190,731)	(1,774,056)	(40,645,223)
Management expense	(58,452,989)	(39,826,033)	(43,651,065)	(53,298,940)	(8,309,907)	(203,538,934)
Net insurance claims and expenses	(82,365,689)	(72,757,065)	(157,486,456)	(210,212,843)	(13,776,945)	(536,598,998)
Underwriting results	(12,137,642)	75,800,592	27,823,652	(29,758,668)	3,271,329	64,999,263
Investment income						82,907,815
Other income						36,647,865
Other expenses						(4,892,898)
Share of profit of associates						5,913,016
Finance costs - Lease liabilities						(2,230,068)
Profit before tax from Window Takaful Operations						11,185,756
Profit before tax for the period						194,530,749

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

For the six months period ended June 30, 2023

The class wise assets and liabilities are as follows:

	June 30, 2023 (Un-audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Total
	----- (Rupees) -----					
Segment assets	482,780,395	257,037,846	228,874,009	319,397,989	102,184,229	1,390,274,468
Unallocated assets	-	-	-	-	-	3,042,944,873
Unallocated assets of Window Takaful						
Operation - Operator's Fund	-	-	-	-	-	196,811,344
Total assets	482,780,395	257,037,846	228,874,009	319,397,989	102,184,229	4,630,030,685
Segment liabilities	452,516,676	193,301,326	430,914,727	589,150,232	118,546,776	1,784,429,737
Unallocated liabilities	-	-	-	-	-	320,819,533
Unallocated liabilities of Window Takaful						
Operation - Operator's Fund	-	-	-	-	-	76,439,371
Total liabilities	452,516,676	193,301,326	430,914,727	589,150,232	118,546,776	2,181,688,641

The class wise assets and liabilities are as follows:

	December 31, 2022 (Audited)					
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Total
	----- (Rupees) -----					
Segment assets	563,132,909	206,992,396	187,406,236	189,797,164	99,233,507	1,246,562,212
Unallocated assets	-	-	-	-	-	2,863,820,942
Unallocated assets of Window Takaful						
Operation - Operator's Fund	-	-	-	-	-	171,977,536
Total assets	563,132,909	206,992,396	187,406,236	189,797,164	99,233,507	4,282,360,690
Segment liabilities	513,672,633	137,692,344	364,057,257	376,201,256	115,778,500	1,507,401,990
Unallocated liabilities	-	-	-	-	-	279,445,086
Unallocated liabilities of Window Takaful						
Operation - Operator's Fund	-	-	-	-	-	66,505,955
Total liabilities	513,672,633	137,692,344	364,057,257	376,201,256	115,778,500	1,853,353,031

29. GENERAL

- 29.1 There is no individual class of business within the category of 'miscellaneous', where the gross premium of the class of business is 10% or more of the gross premium revenue of the company.
- 29.2 The comparative information has been reclassified, rearranged or additionally restated in these condensed interim financial statements, wherever necessary, to facilitate comparative and to confirm with changes in presentation in the current period. However there were no material reclassification / restatements to report.
- 29.3 All amounts have been rounded to the nearest rupees.

30. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue in accordance with a resolution of the Board of Directors on August 25, 2023.



Iqbal Ali Lakhani
Chairman



Amin Mohammed Lakhani
Director



Aftab Ahmad
Director



Mohammad Hussain Hirji
Director & Chief Executive



Sabza Ali Pirani
Chief Financial Officer



Window
TAKAFUL
Operations

Financial Statements

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

Introduction

We have reviewed the accompanying condensed interim statement of financial position of CENTURY INSURANCE COMPANY LIMITED (WINDOW TAKAFUL OPERATION) ("the Operator") as at June 30, 2023 and the related condensed interim statement of profit or loss account, the condensed interim statement of comprehensive income, the condensed interim statement of cash flows, the condensed interim statement of changes in equity and notes to the accounts for the period then ended (herein-after referred as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with 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 as at and for the six-month period ended June 30, 2023 is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

BDO Ebrahim & Co. Chartered Accountants

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



Other matters

- III. The figures for the quarter ended June 30, 2023 and June 30, 2022 in the condensed interim statement of profit and loss account and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.
- IV. The financial statements of the Company for the year ended December 31, 2022 and condensed interim financial statements of the Company for the six months ended June 30, 2022 were audited and reviewed by another firm of Chartered Accountants who have expressed an unqualified opinion and conclusion there on vide their reports dated March 17, 2023 and August 25, 2022 respectively.

The engagement partner on review resulting in this independent auditor's review report is Tariq Feroz Khan.

KARACHI

DATED: August 25, 2023

UDIN: RR202310166iZeNgz0xb

BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS

BDO Ebrahim & Co. Chartered Accountants

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

Condensed Interim Statement of Financial Position (Un-audited)

As at June 30, 2023

	Note	Operator's Fund		Participants' Takaful Fund	
		June 30, 2023 (Un-audited)	December 31, 2022 (Audited)	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
----- (Rupees) -----					
Assets					
Investments- Equity securities / mutual funds	7	137,764,082	117,626,447	95,154,971	88,584,587
Other receivables	8	141,037	21,607	4,337,148	1,924,294
Takaful / retakaful receivables	9	-	-	73,607,633	48,077,315
Retakaful recoveries against outstanding claims	20	-	-	43,565,723	33,235,597
Deferred commission expense / acquisition cost	25	5,675,584	6,789,349	-	-
Receivable from Participants Takaful Fund	10	44,411,716	41,289,596	-	-
Deferred wakala fee	24	-	-	34,284,152	32,561,463
Prepaid retakaful contribution ceded	18	-	-	28,161,191	26,323,890
Cash and bank balances	11	8,818,925	6,250,537	63,351,679	46,585,848
Total Assets		196,811,344	171,977,536	342,462,497	277,292,994

Note	Operator's Fund		Participants' Takaful Fund	
	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
	(Rupees)			

Funds and Liabilities

Funds attributable to:

Operator's Fund

Statutory fund	50,000,000	50,000,000	-	-
Reserves	260,005	965,680	-	-
Accumulated profit	70,111,968	54,505,901	-	-
Total Operators Fund	120,371,973	105,471,581	-	-

Participants' Takaful Fund

Seed Money	-	-	500,000	500,000
Accumulated surplus	-	-	46,576,798	31,037,866
Balance of Participant's Takaful Fund	-	-	47,076,798	31,537,866

Liabilities

Participants Takaful Fund (PTF) underwriting provisions

Outstanding claims including IBNR	20	-	-	88,091,022	73,651,766
Unearned contribution reserve	18	-	-	87,804,635	83,797,315
Reserve for unearned retakaful rebate	19	-	-	5,777,625	5,264,885
		-	-	181,673,282	162,713,966
Unearned Wakala fee	24	34,284,152	32,561,463	-	-
Payable to Operators Fund	10	-	-	44,411,716	41,289,596
Deferred taxation	12	106,199	394,432	-	-
Contribution received in advance	13	-	-	2,696,505	1,491,125
Takaful / retakaful payables	14	-	-	60,503,312	38,387,930
Other creditors and accruals	15	19,800,004	22,718,850	6,100,884	1,872,511
Taxation - provision less payment	16	22,249,016	10,831,210	-	-
		76,439,371	66,505,955	113,712,417	83,041,162

Total Liabilities

	76,439,371	66,505,955	295,385,699	245,755,128
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Total Funds and Liabilities

	196,811,344	171,977,536	342,462,497	277,292,994
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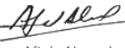
Contingency and Commitment

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Aftab Ahmad
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Condensed Interim Profit and Loss Account (Un-audited)

For the six months and three months period ended June 2023 ,30

	Note	Six months period ended		Three months period ended	
		June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
		(Rupees)		(Rupees)	
Participants' Takaful Fund					
Contribution earned- Net of Wakala fee	18	68,492,250	52,652,898	35,720,110	25,999,881
Less: Contribution ceded to retakaful		(44,430,937)	(31,019,460)	(23,629,985)	(18,085,702)
Net contribution revenue		24,061,313	21,633,438	12,090,125	7,914,179
Retakaful rebate earned	19	9,147,171	5,866,798	4,881,665	3,397,782
Net underwriting income		33,208,484	27,500,236	16,971,790	11,311,961
Net claims - reported / settled	20	(26,374,474)	(34,057,137)	(12,752,616)	(17,708,579)
Other Direct expenses		(1,173,770)	(1,645,268)	(491,276)	(853,358)
Surplus / (deficit) before investment income		5,660,240	(8,202,169)	3,727,898	(7,249,976)
Investment income	21	7,797,237	2,233,653	5,238,990	1,416,953
Other income	22	4,643,623	1,910,486	3,258,978	1,091,049
Less: Mudarib share of investment income	23	(2,488,172)	(814,548)	(1,699,594)	(487,321)
Surplus / (deficit) transferred to the accumulated surplus		15,612,928	(4,872,578)	10,526,272	(5,229,295)
Operator's Fund					
Wakala fee	24	40,989,433	30,291,006	21,189,132	15,254,677
Commission expense	25	(10,670,711)	(10,287,299)	(4,798,436)	(5,256,604)
General, administration and management expenses		(16,845,239)	(15,215,927)	(9,073,681)	(8,489,983)
		13,473,483	4,787,780	7,317,015	1,508,090
Mudarib share of PTF investment income	23	2,488,172	814,548	1,699,594	487,321
Investment Income	21	11,951,515	5,828,175	7,388,491	4,090,642
Other income	22	371,268	153,255	292,049	94,097
Direct expenses		(402,814)	(398,002)	(230,774)	(347,945)
Profit before tax		27,881,624	11,185,756	16,466,375	5,832,205
Taxation	26	(12,275,557)	(4,435,872)	(8,508,525)	(2,883,342)
Profit after tax		15,606,067	6,749,884	7,957,850	2,948,863

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Aftab Ahmad
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

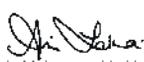
Condensed Interim Statement of Comprehensive Income (Un-audited)

For the six months and three months period ended June 2023 ,30

	Six months period ended		Three months period ended	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
	------(Rupees) -----		------(Rupees) -----	
Participants' Fund				
Surplus / (deficit) for the period	15,612,928	(4,872,578)	10,526,272	(5,229,295)
Other comprehensive (loss) / income for the period:				
- Unrealized gain / (loss) on available for sale investments	158,325	22,688	(927,350)	(115,604)
- Reclassification adjustment for net gain on available for sale investments included in profit and loss account	(232,321)	(1,163)	-	-
	(73,996)	21,525	(927,350)	(115,604)
Total comprehensive income / (loss) for the period	15,538,932	(4,851,053)	9,598,922	(5,344,899)
Operator's Fund				
Profit after tax	15,606,067	6,749,884	7,957,850	2,948,863
Other Comprehensive Income for the period				
Items that may be reclassified subsequently to profit and loss account				
- Unrealized gain / (loss) on available for sale investments - net of tax	260,005	64,731	(846,242)	(512,937)
- Reclassification adjustment for net gain on available for sale investments included in profit and loss account - net of tax	(965,680)	(6,456)	-	-
	(705,675)	58,275	(846,242)	(512,937)
Total comprehensive income for the period	14,900,392	6,808,159	7,111,608	2,435,926

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Aftab Ahmad
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-audited)

For the six months and three months period ended June 2023 ,30

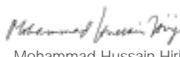
	Operator's Fund		Participants' Takaful Fund	
	June 30, 2023 (Unaudited)	June 30, 2022 (Unaudited)	June 30, 2023 (Unaudited)	June 30, 2022 (Unaudited)
Operating Cash Flows	Note ----- (Rupees) -----			
(a) Takaful activities				
Contribution received	-	-	90,324,023	91,224,669
Retakaful contributions paid	-	-	(9,544,537)	(22,742,249)
Claims paid	-	-	(63,004,857)	(33,655,062)
Retakaful and other recoveries received	-	-	32,615,568	12,782,181
Commission paid	(8,223,903)	(11,932,819)	-	-
Retakaful rebate received	-	-	2,015,581	4,891,650
Wakala fee received / paid	42,078,174	31,530,054	(42,078,174)	(31,530,054)
Direct expenses paid	-	-	(1,173,770)	(1,645,268)
Net cash inflow from takaful activities	33,854,271	19,597,235	9,153,834	19,325,867
(b) Other operating activities				
Income tax paid	(857,751)	(5,524,757)	(1,749,971)	(43,530)
General, administration and management expenses paid	(21,398,153)	(18,537,578)	-	-
Other operating receipts / payments - net	(101,789)	14,046	4,228,372	3,769,639
Net cash (outflow) / inflow from other operating activities	(22,357,693)	(24,048,289)	2,478,401	3,726,109
Total cash inflow / (outflow) from operating activities	11,496,578	(4,451,054)	11,632,235	23,051,976
Investment activities				
Profit / return received	251,838	155,505	3,980,740	1,876,613
Dividend received	5,652,518	4,016,396	6,679,029	1,927,042
Payment for investments	(227,908,223)	(40,225,712)	(33,511,709)	(28,442,363)
Proceed from investments	213,075,677	36,811,779	27,985,536	6,804,379
Total cash (outflow) / inflow from investing activities	(8,928,190)	757,968	5,133,596	(17,834,329)
Net cash inflow / (outflow) from all activities	2,568,388	(3,693,086)	16,765,831	5,217,647
Cash and cash equivalents at beginning of period	6,250,537	5,539,413	46,585,848	58,154,524
Cash and cash equivalents at the end of period	8,818,925	1,846,327	63,351,679	63,372,171
Reconciliation to profit and loss account				
Operating cash flows	11,496,578	(4,451,054)	11,632,235	23,051,976
Profit on disposal of investments	6,298,997	1,811,779	1,118,208	304,379
Profit / returns received	251,838	155,505	3,980,740	1,876,613
Dividend income	5,652,518	4,016,396	6,679,029	1,927,042
Increase in assets other than cash	2,127,785	10,494,429	41,833,288	34,281,447
Increase in liabilities other than borrowings	(10,221,649)	(5,277,171)	(49,630,572)	(66,314,035)
Profit after tax for the period	15,606,067	6,749,884	15,612,928	(4,872,578)

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Aftab Ahmad
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

Condensed Interim Statement Of Changes in Operator's Fund and Participant Takaful Fund (Un-Audited)

For the six months period ended June 30, 2023

	Operator's Fund			
	Statutory fund	Revenue reserve Available for sale Investment revaluation reserve	Accumulated surplus	Total
	----- (Rupees) -----			
Balance as at January 01, 2022 (Audited)	50,000,000	6,456	31,771,589	81,778,045
Changes in fund for the six months period ended June 30, 2022				
Profit after tax for the six months period	-	-	6,749,884	6,749,884
Other comprehensive income				
Unrealised gains on available for sale investments - net of tax	-	64,731	-	64,731
Reclassification adjustment for net gain on available for Sale investments included in profit and loss account	-	(6,456)	-	(6,456)
	-	58,275	6,749,884	6,808,159
Balance as at June 30, 2022 (Un-audited)	50,000,000	64,731	38,521,473	88,586,204
Balance as at January 01, 2023 (Audited)	50,000,000	965,680	54,505,901	105,471,581
Changes in fund for the six months period ended June 30, 2023				
Profit after tax for the six months period	-	-	15,606,067	15,606,067
Other comprehensive income				
Unrealised gains on available for sale investments - net of tax	-	260,005	-	260,005
Reclassification adjustment for net gain on available for Sale investments included in profit and loss account	-	(965,680)	-	(965,680)
	-	(705,675)	15,606,067	14,900,392
Balance as at June 30, 2023 (Un-audited)	50,000,000	260,005	70,111,968	120,371,973

	Participants' Takaful Fund		
	Ceded money	Accumulated surplus	Total
	(Rupees)		
Balance as at January 01, 2022	500,000	22,256,364	22,756,364
Changes in fund for the six months period ended June 30, 2022			
Surplus for the six months period	-	(4,872,578)	(4,872,578)
Other comprehensive income			
Unrealised gain on available for sale investments	-	22,688	22,688
Reclassification adjustment for net gain on available for sale investments included in profit and loss account	-	(1,163)	(1,163)
	-	(4,851,053)	(4,851,053)
Balance as at June 30, 2022	500,000	17,405,311	17,905,311
Balances as at January 01, 2023	500,000	31,037,866	31,537,866
Changes in fund for the six months period ended June 30, 2023			
Surplus for the six months period	-	15,612,928	15,612,928
Other comprehensive income			
Unrealised gain on available for sale investments	-	158,325	158,325
Reclassification adjustment for net gain on available for sale investments included in profit and loss account	-	(232,321)	(232,321)
	-	15,538,932	15,538,932
Balance as at June 30, 2023	500,000	46,576,798	47,076,798

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


Iqbal Ali Lakhani
Chairman


Amin Mohammed Lakhani
Director


Aftab Ahmad
Director


Mohammad Hussain Hirji
Director & Chief Executive


Sabza Ali Pirani
Chief Financial Officer

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

For the six months months period ended June 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

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

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

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

2. BASIS OF PREPARATION

The Securities and Exchange Commission of Pakistan ("SECP") vide its S.R.O 1416(I)/2019 dated November 20, 2019 has prescribed format of the presentation of published financial statements for general takaful operator for takaful business. These condensed interim financial statements have been prepared in accordance with the format as prescribed by the SECP. The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'.

These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements as prescribed by the SECP and should be read in conjunction with the annual audited financial statements of the Operator for the year ended December 31, 2022.

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

2.1 STATEMENT OF COMPLIANCE

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

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

For the six months months period ended June 30, 2023

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

In case requirements differ, the provisions or directives of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and General Takaful Accounting Regulations, 2019 shall prevail.

2.2 Basis of measurement

These condensed interim financial statements has been prepared under the historical cost basis except that certain investments are stated at their fair values. This condensed interim financial statements has been prepared following the accrual basis of accounting except for the cash flow information.

2.3 Functional and Presentation Currency

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the annual audited financial statements for the year ended December 31, 2022.

The following standards, amendments and interpretations are effective for the period ended June 30, 2023. These standards, amendments and interpretations are either not relevant to the Company's operations or did not have significant impact on the financial statements other than certain additional disclosures.

	Effective date (annual periods beginning on or after)
Amendments to IFRS 3 'Business Combinations' - Reference to the conceptual framework	January 01, 2023
Amendments to IAS 16 'Property, Plant and Equipment' - Proceeds before intended use	January 01, 2023
Amendments to IAS 37 'Provisions, Contingent Liabilities and Contingent Assets' - Onerous Contracts - Cost of fulfilling a contract	January 01, 2023
Amendments to IAS 1 'Presentation of Financial Statements' - Disclosure of Accounting Policies	January 01, 2023

	Effective date (annual periods beginning on or after)
Amendments to IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' - Definition of Accounting Estimates	January 01, 2023
Amendments to IAS 12 'Income Taxes' - Deferred Tax related to Assets and Liabilities arising from a single transaction	January 01, 2023
Amendments to IAS 12 'Income Taxes' - Temporary exception to the requirements regarding deferred tax assets and liabilities related to pillar two income taxes	January 01, 2023

Certain annual improvements have also been made to a number of IFRSs.

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

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

Standard or Interpretation

Amendments to IFRS 7 'Financial Instruments: Disclosures' - Supplier finance arrangements	January 01, 2024
Amendments to IFRS 16 'Leases' - Amendments to clarify how a seller-lessee subsequently measures sale and leaseback transactions	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Non-current liabilities with covenants	January 01, 2024
Amendments to IAS 7 'Statement of Cash Flows' - Supplier finance arrangements	January 01, 2024

Standards

IFRS 1 – First time adoption of IFRSs	January 01, 2024
IFRS 17 – Insurance Contracts	January 01, 2023

The Company has taken a benefit of temporary exemption of applying IFRS 9 "Financial Instrument" with IFRS 17 "Insurance Contracts" as allowed under IFRS.

4. USE OF JUDGEMENTS AND ESTIMATES

The preparation of these condensed interim financial statements are in conformity with approved accounting standards which requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of

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

For the six months months period ended June 30, 2023

assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing these condensed interim financial statements, the significant judgments made by management in applying the Operator's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended December 31, 2022.

5. FINANCIAL AND TAKAFUL RISK MANAGEMENT

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

6. CONTRIBUTION DEFICIENCY RESERVE

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

7. INVESTMENTS IN MUTUAL FUNDS

Investment in available for sale securities

	June 30, 2023 (Un-audited)		December 31, 2022 (Audited)	
	Cost	Impairment / provision / Carrying Value	Cost	Impairment / provision / Carrying Value
Operator's Fund				
Mutual funds	137,397,878	- 137,764,082	116,266,334	- 117,626,447
Participants' Takaful Fund				
Mutual funds	94,996,646	- 95,154,971	88,352,266	- 88,584,587

8. OTHER RECEIVABLES

	Operator's Fund		Participants' Takaful Fund	
	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
Accrued investment income	141,037	21,607	1,089,029	426,146
Advance Tax	-	-	3,248,119	1,498,148
	141,037	21,607	4,337,148	1,924,294

9. TAKAFUL / RE-TAKAFUL RECEIVABLES - PTF

	Note	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
		(Rupees)	(Rupees)
Due from Takaful participants		39,406,848	21,822,364
Due from other Takaful / Retakaful operators	9.1	28,517,171	25,064,654
Retakaful recoveries due but unpaid		5,683,614	1,190,297
		73,607,633	48,077,315

9.1 This includes Rs. 18.0 million (December 31, 2022: Rs. 2.2 million) receivable from related party. The amount is not over due/impaired as at June 30, 2023.

	Note	Operator's Fund		Participants' Takaful Fund	
		June 30, 2023 (Un-audited)	December 31, 2022 (Audited)	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
----- (Rupees) -----					
10. RECEIVABLE / PAYABLE (Between OPF and PTF)					
Wakala fee		42,712,122	39,813,445	42,712,122	39,813,445
Modaraba fee		1,699,594	1,476,151	1,699,594	1,476,151
		<u>44,411,716</u>	<u>41,289,596</u>	<u>44,411,716</u>	<u>41,289,596</u>
11. CASH AND BANK					
Cash and cash equivalents					
Cash in hand		10,000	10,000	-	-
Cash at bank					
Saving accounts	11.1	8,808,925	6,240,537	63,351,679	46,585,848
		<u>8,818,925</u>	<u>6,250,537</u>	<u>63,351,679</u>	<u>46,585,848</u>
11.1	Saving accounts carry expected profit rates ranging from %4.75 to %18.00 (December %3.25 :2022 ,31 to %8.28) per annum.				
----- (Rupees) -----					
12. DEFERRED TAXATION					
Taxable temporary difference					
Unrealized appreciation in available for sale investments		106,199	394,432	-	-
13. CONTRIBUTION RECEIVE IN ADVANCE					
Contribution receive in advance		-	-	2,696,505	1,491,125
14. TAKAFUL / RETAKAFUL PAYABLES - PTF					
Due to other takaful / retakaful operators				60,503,312	38,387,930

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

For the six months months period ended June 30, 2023

15. OTHER CREDITORS AND ACCRUALS

	Operator's Fund		Participants' Takaful Fund	
	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
	----- (Rupees) -----			
Commission payable	10,983,126	9,650,083	-	-
Federal excise duty and sales tax	-	-	5,223,658	1,391,909
Federal takaful fee	-	-	430,526	155,651
Accrued expense	8,616,878	12,403,478	-	-
Audit fee payable	200,000	563,500	-	-
Creditors	-	-	391,618	188,810
Tax deducted at source	-	101,789	55,082	136,141
	19,800,004	22,718,850	6,100,884	1,872,511

16. TAXATION- PROVISION LESS PAYMENT

Taxation-provision less payments	22,249,016	10,831,210	-	-
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17. CONTINGENCIES AND COMMITMENT

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

18. NET CONTRIBUTION - PTF

	(Un-audited)		(Un-audited)	
	Six months period ended June 30, 2023	June 30, 2022	Three month period ended June 30, 2023	June 30, 2022
	----- (Rupees) -----		----- (Rupees) -----	
Written Gross Contribution	113,489,003	106,012,933	68,497,387	63,845,804
Less: Wakala Fee	(40,989,433)	(30,291,006)	(21,189,132)	(15,254,677)
Contribution net of Wakala Fee	72,499,570	75,721,927	47,308,255	48,591,127
Add: Unearned contribution reserve opening	83,797,315	58,557,387	76,216,490	59,035,170
Less: Unearned contribution reserve closing	(87,804,635)	(81,626,416)	(87,804,635)	(81,626,416)
Contribution earned	68,492,250	52,652,898	35,720,110	25,999,881
Less: Retakaful Contribution ceded	46,268,238	35,972,457	32,032,724	23,407,350
Add: Prepaid Retakaful contribution ceded opening	26,323,890	16,967,476	19,758,452	16,598,825
Less: Prepaid Retakaful contribution ceded closing	(28,161,191)	(21,920,473)	(28,161,191)	(26,323,890)
Retakaful expense	44,430,937	31,019,460	23,629,985	18,085,702
	24,061,313	21,633,438	12,090,125	7,914,179

	(Un-audited)		(Un-audited)	
	Six months period ended June 30, 2023	June 30, 2022	Three month period ended June 30, 2023	June 30, 2022
	----- (Rupees) -----		----- (Rupees) -----	
19. REBATE FROM RETAKAFUL - PTF				
Retakaful Rebate received or receivable	9,659,911	7,112,825	6,719,671	4,721,526
Add: unearned retakaful rebate opening	5,264,885	3,055,853	3,939,619	2,978,136
Less: unearned retakaful rebate closing	(5,777,625)	(4,301,880)	(5,777,625)	(4,301,880)
	<u>9,147,171</u>	<u>5,866,798</u>	<u>4,881,665</u>	<u>3,397,782</u>
20. NET TAKAFUL CLAIMS EXPENSE - PTF				
Claim paid	63,004,857	33,655,062	38,240,405	25,978,768
Add: Outstanding claims including IBNR closing	88,091,022	54,071,703	88,091,022	54,071,703
Less: Outstanding claims including IBNR opening	(73,651,766)	(35,843,954)	(99,384,791)	(55,152,583)
	<u>77,444,113</u>	<u>51,882,811</u>	<u>26,946,636</u>	<u>24,897,888</u>
Less: Retakaful and others recoveries received	40,739,513	13,497,923	28,766,720	13,144,380
Add: Retakaful and others recoveries against outstanding claims closing	43,565,723	16,180,828	43,565,723	16,180,828
Less: Retakaful and others recoveries against outstanding claims opening	(33,235,597)	(11,853,077)	(58,138,423)	(22,135,899)
Retakaful and recoveries revenue	51,069,639	17,825,674	14,194,020	7,189,309
	<u>26,374,474</u>	<u>34,057,137</u>	<u>12,752,616</u>	<u>17,708,579</u>
21. INVESTMENT INCOME				
Participants' Takaful Fund				
Income from equity securities - Available for sale				
Realised gain on sale of equity securities	1,118,208	304,379	1,118,208	304,379
Dividend income	6,679,029	1,927,042	4,120,782	1,122,203
Income from debt securities - Held to maturity	-	2,232	-	(9,629)
Return on Certificate of Islamic Investment	7,797,237	2,233,653	5,238,990	1,416,953
Operator's Fund				
Income from equity securities - Available for sale				
Realised gain on sale of equity securities	6,298,997	1,811,779	4,341,591	1,811,779
Dividend income	5,652,518	4,016,396	3,046,900	2,278,863
	<u>11,951,515</u>	<u>5,828,175</u>	<u>7,388,491</u>	<u>4,090,642</u>

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

For the six months months period ended June 30, 2023

	(Un-audited)		(Un-audited)	
	Six months period ended June 30, 2023	June 30, 2022	Three month period ended June 30, 2023	June 30, 2022
	----- (Rupees) -----		----- (Rupees) -----	
22. OTHER INCOME				
Participants' Takaful Fund				
Profit on bank balances	4,643,623	1,839,087	3,258,978	1,019,650
Exchange gain	-	71,399	-	71,399
	<u>4,643,623</u>	<u>1,910,486</u>	<u>3,258,978</u>	<u>1,091,049</u>
Operator's Fund				
Profit on bank balances	<u>371,268</u>	153,255	<u>292,049</u>	94,097
23. MUDARIB'S FEE				
The Operator also manages the participants' investments as Mudarib and charges 20 percent of the investment income and profits on bank deposits earned by the PTF as Mudarib's fee. It is recognized on the same basis on which related revenue is recognised.				
Mudarib's share of PTF investment income	<u>2,488,172</u>	814,548	<u>1,699,594</u>	487,321
24. WAKALA FEE				
	(Un-audited)		(Un-audited)	
	Six months period ended June 30, 2023	June 30, 2022	Three month period ended June 30, 2023	June 30, 2022
	----- (Rupees) -----		----- (Rupees) -----	
Gross Wakala Fee	42,712,122	40,731,318	25,317,917	24,486,260
Add: Deferred Wakala Fee - Opening	32,561,463	21,817,515	30,155,367	23,026,244
Less: Deferred Wakala Fee - Closing	(34,284,152)	(32,257,827)	(34,284,152)	(32,257,827)
	<u>40,989,433</u>	<u>30,291,006</u>	<u>21,189,132</u>	<u>15,254,677</u>
25. COMMISSION EXPENSE - OPF				
Commission paid or payable	9,556,946	10,768,166	4,187,010	5,905,849
Add: Deferred commission expense opening	6,789,349	4,861,987	6,287,010	4,693,609
Less: Deferred commission expense closing	(5,675,584)	(5,342,854)	(5,675,584)	(5,342,854)
Net commission	<u>10,670,711</u>	<u>10,287,299</u>	<u>4,798,436</u>	<u>5,256,604</u>
26. TAXATION				
Current Year	10,873,833	3,243,869	7,106,801	1,691,339
Prior Year	1,401,724	1,192,003	1,401,724	1,192,003
	<u>12,275,557</u>	<u>4,435,872</u>	<u>8,508,525</u>	<u>2,883,342</u>

27. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties comprise the Operator, associated companies, companies under common control, companies with common directors, major shareholders, employees' retirement benefit plans, directors and key management personnel of the Operator. All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions and on an arm's length basis. The transactions and balances with related parties / associated companies, other than those which have been disclosed elsewhere in these financial information, are as follows:

	(Un-audited)		(Un-audited)	
	Six months period ended June 30, 2023	June 30, 2022	Three month period ended June 30, 2023	June 30, 2022
	----- (Rupees) -----	----- (Rupees) -----	----- (Rupees) -----	----- (Rupees) -----
Associated companies				
Takaful contribution written	8,734,876	25,158,407	7,376,371	21,767,236
Claim paid	604,171	982,368	258,592	571,261
Managerial remuneration	3,429,439	3,473,784	1,904,405	2,273,784
Investment in Mutual Funds	10,000,000	-	10,000,000	-
Expenses paid	12,302,260	10,760,386	6,712,473	5,764,599

28. SEGMENT INFORMATION

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

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

For the six months months period ended June 30, 2023

The class wise revenues and results are as follows:

	For the six months period ended June 30, 2023 (Un-audited)				
	Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Aggregate
	----- (Rupees) -----				
Participant's Takaful Fund					
Contribution received or receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	20,358,567	25,709,105	71,529,686	13,400,939	130,998,297
Less: - Federal Excise Duty / Sales Tax	2,598,804	2,477,876	8,689,885	1,639,866	15,406,431
- Federal Insurance Fee	175,848	216,048	637,475	116,446	1,145,817
- Others	3,950	1,416,681	53,850	250	1,474,731
Facultative inward contribution	487,685	-	30,000	-	517,685
	<u>18,067,650</u>	<u>21,598,500</u>	<u>62,178,476</u>	<u>11,644,377</u>	<u>113,489,003</u>
Gross written Contribution (inclusive of Administrative Surcharge)	17,477,723	21,050,215	60,471,311	11,628,291	110,627,540
- Gross direct Contribution	487,685	-	30,000	-	517,685
- Facultative inward contribution	102,242	548,285	1,677,165	16,086	2,343,778
- Administrative surcharge					
	<u>18,067,650</u>	<u>21,598,500</u>	<u>62,178,476</u>	<u>11,644,377</u>	<u>113,489,003</u>
Wakala fee	(6,511,190)	(6,168,846)	(25,715,055)	(2,594,342)	(40,989,433)
Takaful contribution earned	21,703,998	20,562,858	59,802,425	7,412,402	109,481,683
Takaful contribution ceded to retakaful operators	(20,661,886)	(16,302,161)	(1,595,287)	(5,871,603)	(44,430,937)
Net Takaful contribution	(5,469,078)	(1,908,149)	32,492,083	(1,053,543)	24,061,313
Rebate earned	4,039,029	3,788,435	58,434	1,261,273	9,147,171
Net underwriting income	<u>(1,430,049)</u>	<u>1,880,286</u>	<u>32,550,517</u>	<u>207,730</u>	<u>33,208,484</u>
Takaful claims	(38,336,832)	(358,929)	(38,307,888)	(440,464)	(77,444,113)
Takaful claims recovered from retakaful operators	37,387,640	287,154	12,904,622	490,223	51,069,639
Net claims	(949,192)	(71,775)	(25,403,266)	49,759	(26,374,474)
Direct expenses	(186,866)	(223,384)	(643,087)	(120,433)	(1,173,770)
(Deficit) / surplus before investment income	<u>(2,566,107)</u>	<u>1,585,127</u>	<u>6,504,164</u>	<u>137,056</u>	<u>5,660,240</u>
Investment income					7,797,237
Other income					4,643,623
Mudarib's share of investment income					(2,488,172)
Surplus for the period					<u>15,612,928</u>
Operator's Fund					
Wakala fee	6,511,190	6,168,846	25,715,055	2,594,342	40,989,433
Commission expense	(1,631,914)	(2,136,999)	(6,730,529)	(171,269)	(10,670,711)
Management expense	(2,681,792)	(3,205,878)	(9,229,187)	(1,728,382)	(16,845,239)
	<u>2,197,484</u>	<u>825,969</u>	<u>9,755,339</u>	<u>694,691</u>	<u>13,473,483</u>
Mudarib share of PTF investment income					2,488,172
Investment income					11,951,515
Other income					371,268
Direct expenses					(402,814)
Profit before tax					<u>27,881,624</u>

The class wise revenues and results are as follows:

	For the six months period ended June 30, 2022 (Audited)				
	Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Aggregate
	----- (Rupees) -----				
Participant's Takaful Fund					
Contribution received / receivable (Inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative Surcharge)	14,183,842	20,623,185	74,873,293	10,943,188	120,623,508
Less: - Federal Excise Duty / Sales Tax	1,697,749	2,143,572	8,687,782	1,268,009	13,797,112
- Federal Insurance Fee	123,892	174,121	657,937	95,791	1,051,741
- Others	4,850	917,476	54,950	200	977,476
Facultative inward premium	-	-	338,721	877,033	1,215,754
	<u>12,357,351</u>	<u>17,388,016</u>	<u>65,811,345</u>	<u>10,456,221</u>	<u>106,012,933</u>
Gross written Contribution (Inclusive of Administrative Surcharge)	12,263,199	16,956,103	63,780,998	9,564,335	102,564,635
- Gross direct Contribution	-	-	338,721	877,033	1,215,754
- Facultative inward contribution	94,152	431,913	1,691,626	14,853	2,232,544
- Administrative surcharge	-	-	-	-	-
	<u>12,357,351</u>	<u>17,388,016</u>	<u>65,811,345</u>	<u>10,456,221</u>	<u>106,012,933</u>
Wakala fee	(4,221,184)	(4,841,387)	(19,811,825)	(1,416,610)	(30,291,006)
Takaful contribution earned	14,070,634	16,137,992	48,286,223	4,449,055	82,943,904
Takaful contribution ceded to retakaful operators	(13,237,706)	(13,133,390)	(1,732,780)	(2,915,584)	(31,019,460)
Net Takaful contribution	(3,388,256)	(1,836,785)	26,741,618	116,861	21,633,438
Retakaful rebate	2,482,231	2,763,464	58,312	562,791	5,866,798
Net underwriting income	<u>(906,025)</u>	<u>926,679</u>	<u>26,799,930</u>	<u>679,652</u>	<u>27,500,236</u>
Takaful claims	(2,164,078)	261,944	(45,751,107)	(4,229,570)	(51,882,811)
Takaful claims recovered from retakaful operators	2,071,691	(190,095)	12,762,507	3,181,571	17,825,674
Net claims	(92,387)	71,849	(32,988,600)	(1,047,999)	(34,057,137)
Direct expenses	(191,780)	(269,853)	(1,021,360)	(162,275)	(1,645,268)
(Deficit) / surplus before investment income	<u>(1,190,192)</u>	<u>728,675</u>	<u>(7,210,030)</u>	<u>(530,622)</u>	<u>(8,202,169)</u>
Investment income					2,233,653
Other income					1,910,486
Mudarib's share of investment income					(814,548)
Deficit for the period					<u>(4,872,578)</u>
Operator's Fund					
Wakala fee	4,221,184	4,841,387	19,811,825	1,416,610	30,291,006
Commission expense	(1,446,043)	(1,708,121)	(6,785,759)	(347,376)	(10,287,299)
Management expense	(1,773,638)	(2,495,684)	(9,445,834)	(1,500,771)	(15,215,927)
	<u>1,001,503</u>	<u>637,582</u>	<u>3,580,232</u>	<u>(431,537)</u>	<u>4,787,780</u>
Mudarib share of PTF investment income					814,548
Investment income					5,828,175
Other income					153,255
Direct expenses					(398,002)
Profit before tax					<u>11,185,756</u>

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

For the six months months period ended June 30, 2023

28.1 Segment Assets and Liabilities:

	June 30, 2023 (Un-audited)				
	Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Total
	----- (Rupees) -----				
Segment assets	71,685,666	20,041,330	66,558,479	21,333,224	179,618,699
Unallocated assets					
Participants' Takaful Fund					162,843,798
Operator's Fund					196,811,344
Consolidated total assets					539,273,841
Segment liabilities	77,903,106	26,660,635	163,306,778	25,760,503	293,631,022
Unallocated liabilities					
Participants' Takaful Fund					1,754,677
Operator's Fund					76,439,371
Consolidated total liabilities					371,825,070
	----- (Rupees) -----				
	December 31, 2022 (Audited)				
	Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Total
	----- (Rupees) -----				
Segment assets	60,740,596	12,357,710	51,695,934	15,404,025	140,198,265
Unallocated assets					
Participants' Takaful Fund					137,094,729
Operator's Fund					171,977,536
Consolidated total assets					449,270,530
Segment liabilities	67,959,145	17,615,304	140,397,725	18,170,662	244,142,836
Unallocated liabilities					
Participants' Takaful Fund					1,612,292
Operator's Fund					66,505,955
Consolidated total liabilities					312,261,083
	----- (Rupees) -----				

29. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at a measurement date. Consequently, differences can arise between carrying amounts and the fair value estimates.

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the Operator is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

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

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

Level 2: Valuation techniques for which the lowest level input for which the fair value measurement is directly or indirectly observable.

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

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

For the six months months period ended June 30, 2023

29.1 Fair value of financial instruments

	June 30, 2023 (Un-audited)				Fair value			
	Available-for-sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees)							
Financial assets measured at fair value								
Investments in mutual funds	232,919,053	-	-	232,919,053	-	232,919,053	-	232,919,053
Financial assets not measured at fair value								
Loans and receivables*	-	1,230,066	-	1,230,066	-	-	-	-
Takaful / retakaful receivables*	-	73,607,633	-	73,607,633	-	-	-	-
Retakaful recoveries against outstanding claims	-	43,565,723	-	43,565,723	-	-	-	-
Receivable from PTF*	-	44,411,716	-	44,411,716	-	-	-	-
Cash and bank*	-	72,170,604	-	72,170,604	-	-	-	-
Total financial assets	232,919,053	234,985,742	-	467,904,795	-	232,919,053	-	232,919,053
Financial liabilities not measured at fair value								
Provision for outstanding claims (including IBNR)*	-	-	(88,091,022)	(88,091,022)	-	-	-	-
Payable to OPF*	-	-	(44,411,716)	(44,411,716)	-	-	-	-
Takaful / retakaful payables*	-	-	(60,503,312)	(60,503,312)	-	-	-	-
Other creditors and accruals*	-	-	(20,191,622)	(20,191,622)	-	-	-	-
Total financial liabilities	-	-	(213,197,672)	(213,197,672)	-	-	-	-
	(Rupees)							
	December 31, 2022 (Audited)				Fair value			
	Available-for-sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees)							
Financial assets measured at fair value								
Investments in mutual funds	206,211,034	-	-	206,211,034	-	206,211,034	-	206,211,034
Financial assets not measured at fair value								
Loans and receivables*	-	447,753	-	447,753	-	-	-	-
Takaful / retakaful receivables*	-	48,077,315	-	48,077,315	-	-	-	-
Retakaful recoveries against outstanding claims	-	33,235,597	-	33,235,597	-	-	-	-
Receivable from PTF*	-	41,289,596	-	41,289,596	-	-	-	-
Cash and bank*	-	52,836,385	-	52,836,385	-	-	-	-
Total financial assets	206,211,034	175,886,646	-	382,097,680	-	206,211,034	-	206,211,034
Financial liabilities not measured at fair value								
Provision for outstanding claims (including IBNR)*	-	-	(73,651,766)	(73,651,766)	-	-	-	-
Payable to OPF*	-	-	(41,289,596)	(41,289,596)	-	-	-	-
Takaful / retakaful payables*	-	-	(38,387,930)	(38,387,930)	-	-	-	-
Other creditors and accruals*	-	-	(22,805,871)	(22,805,871)	-	-	-	-
Total financial liabilities	-	-	(176,135,163)	(176,135,163)	-	-	-	-

During the period ended June 30, 2023, there were no transfers between level 1 and 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

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

Valuation Techniques

For level 3 investments, the Company uses the rates which are derived from the unquoted inputs: i.e. audited financial statements; having no active market as at the reporting date per unit multiplied by the number of units held as at year end.

30. CORRESPONDING FIGURES

Corresponding figures might be rearranged and reclassified, wherever necessary for the purpose of comparison and better presentation.

31. GENERAL

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

32. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue in accordance with a resolution of the Board of Directors on August 25, 2023.



Iqbal Ali Lakhani
Chairman



Amin Mohammed Lakhani
Director



Aftab Ahmad
Director



Mohammad Hussain Hirji
Director & Chief Executive



Sabza Ali Pirani
Chief Financial Officer

Network

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Sarwar Shaheed Road, Karachi-74200.
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Email: info@cicl.com.pk

Karachi Clifton Office

Office # 504-505, 5th Floor, Marine Point,
DC 1, Block-9, Clifton, Karachi.
Tel: (021) 35309234-36 Fax: (021) 35309237

Islamabad Office

Office # 6, Kashmir Plaza, Jinnah Avenue,
Blue Area, Islamabad.
UAN: (051) 111-111-717 Fax: (051) 2870228

Faisalabad Office

2nd Floor, Legacy Tower, Kohinoor City,
Faisalabad.
UAN: (041) 111-111-717 Fax: (041) 8554453

Sialkot Office

Al Khalil Centre, 1st Floor, Office No. 215-216
Kashmir Road, Near China Chowk, Sialkot.
Tel: (052) 3241703-7

Gujranwala Office

2nd Floor, Gujranwala Business Centre,
Opp. Gujranwala Chamber of Commercial &
Industry Trust Plaza, Gujranwala.
Tel: (055) 3840034-35

Registered and Corporate Office

Lakson Square, Building # 2, Sarwar Shaheed Road,
Karachi-74200.
Tel: (021) 38400000 Fax: (021) 35683410

Khalid Bin Waleed Road Office

Office # 901 - 902, 9th Floor,
Dulara Business Centre, Plot # 19,
Maniya Co-operative Housing Society,
Khalid Bin Waleed Road, Karachi.
Tel: (021) 34527751-53, 34533349, 34532283

Shahrah e Faisal Office:

Ebrahim Estates, 2nd Floor,
D/1 Union Commercial Area,
Block 7 & 8, Shahrah e Faisal, Karachi.
Tel: (021) 34529155-7, 34310723-4
Fax: (021) 34310725

Lahore Regional Office

1st Floor, 14 Ali Block, New Garden Town, Lahore.
UAN: (042) 111-111-717 Fax: (042) 35911176

Lahore Gulberg Office

Office # 803-B, 8th Floor, City Towers
Main Boulevard, Gulberg-2, Lahore.
Tel: (042) 36400050-51

Multan Office

Office # 55-57, 1st Floor, Business City Plaza,
Bosan Road, Multan.
Tel: (061) 6211241-43 Fax: (061) 6211244



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