

IN MEMORY OF SHAHEED MOHTARMA BENAZIR BHUTTO



SINDH INSURANCE

POWER TO THE PEOPLE

**Condensed Interim Financial Statements
For the Three Months Period Ended
March 31, 2017
(Unaudited)**

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SINDH INSURANCE LIMITED-WINDOW TAKAFUL OPERATIONS INTERIM CONDENSED FINANCIAL STATEMENTS

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Company Information

Board of Directors

Muhammad Bilal Shaikh (Chairman)
Syed Hassan Naqvi
Ahmed Salahuddin
Syed Akhtar Ul Islam
Muhammad Aley Abid
Zahid Hussain

Chief Executive Officer

Muhammad Faisal Siddiqui

Chief Financial Officer & Company Secretary

Nadeem Akhter

Audit Committee

Syed Akhtar Ul Islam
Syed Hassan Naqvi
Zahid Hussain

Risk Management & Compliance Committee

Syed Hassan Naqvi
Muhammad Aley Abid
Zahid Hussain

Human Resources Committee

Muhammad Bilal Shaikh
Syed Hassan Naqvi
Muhammad Aley Abid

Procurement & Information Technology Committee

Muhammad Bilal Shaikh
Muhammad Aley Abid
Syed Akhtar Ul Islam

Nomination Committee

Syed Hassan Naqvi
Muhammad Bilal
Muhammad Aley Abid

Investment Committee

Muhammad Bilal Shaikh
Zahid Hussain
Muhammad Faisal Siddiqui
Nadeem Akhter

Underwriting Committee

Ahmed Salahuddin
Muhammad Faisal Siddiqui
Mohammad Raza
Nadeem Akhter

Claim Committee

Syed Akhtar Ul Islam
Muhammad Faisal Siddiqui
Nadeem Akhter

Reinsurance Committee

Ahmed Salahuddin
Muhammad Faisal Siddiqui
Mohammad Raza

Key Management Personnel

Nadeem Akhter
Muhammad Raza
Nadeem Haider Shaikh
Faiza Khalid

Auditors

M/s. Riaz Ahmad & Company
Chartered Accountants

Legal Advisor

Muhammad Nadeem Khan

Bankers

Sindh Bank Limited

IFS Credit Rating

A+(A Plus) by Pakistan Credit Rating
Agency (PACRA)

Company Incorporate Number

0086229

National Tax Number

4231500-0

Membership

The Insurance Association of Pakistan (IAP)

Registered Office/Head Office

1st Floor, Imperial Court,
Dr. Ziauddin Ahmed Road,
Karachi, Pakistan

Contact

Tel : (92-21) 35640715-17
Fax : (92-21) 35640714
Email : info@sindhinsuranceltd.com
Website : www.sindhinsuranceltd.com

Directors' Review

On behalf of the Board of Directors, I am pleased to present the results of your Company for the three months period ended March 31, 2017.

COMPANY PERFORMANCE REVIEW

During the period ended March 31, 2017, the company underwrote risk assets which generated gross premium of Rs. 17.229 million. Company's underwriting resulted in profit of Rs. 14.266 million from a loss of Rs. 1.169 million in the corresponding period last year. Profitability in underwriting activities derived by the management's consistent policies and serious professional efforts.

The investment income generated was Rs. 34.436 million during the quarter under review as compared to the Rs. 8.876 million in quarter in last year. Profit before tax stood at Rs. 45.338 million as on March 31, 2017 as compared to Rs. 3.365 million of the corresponding period last year. The Company posted a profit after tax of Rs. 31.076 million for the three months period ended March 31, 2017 as compared with profit of Rs. 2.288 million in corresponding period. Retained earnings increased from Rs. 156.050 million as at the year ended December 31, 2016 to Rs. 187.127 million.

The total assets of the company increased to Rs. 2,998 million as compared with Rs. 2,985 million as at the year ending December 31, 2016. Total equity of the Company stands over Rs. 687 million.

INDUSTRY OVERVIEW

The Pakistani non-life insurance segment recorded robust growth during the review period, driven by the positive economic outlook and favorable government regulations for the segment. Robust economic growth in the country is expected to attract higher foreign capital inflows that will have a subsequently larger impact on the country's non-life segment. Property insurance was the largest category in the segment during the review period.

FUTURE OUTLOOK

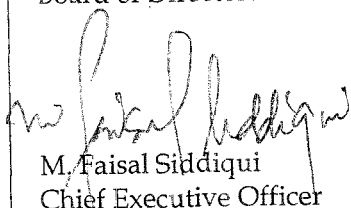
The Company is working for stability of its infrastructure to face the upcoming challenges with respect of existing projects. The Company is expanding its network to support scheme of Universal Accident Insurance through by making its presence in each district of Sindh Province to facilitate claimants. Company's Window Takaful Operations started to grow in this year to capture sharia compliant business.

ACKNOWLEDGEMENT

The Board would like to thank its shareholder for the confidence reposed in the company and expresses its sincere thanks to the strategic partners, vendors, suppliers and customers. As always the support and guidance provided by the Securities and Exchange Commission of Pakistan and the commitment and dedication of our staff is appreciated.

Further, the Board also wishes to record its appreciation for the Insurance Association of Pakistan (IAP) for its valuable support and contribution to the insurance industry.

For and on behalf of
Board of Directors



M. Faisal Siddiqui
Chief Executive Officer

Karachi. March 31, 2017

SINDH INSURANCE LIMITED
CONDENSED INTERIM BALANCE SHEET
AS AT 31 MARCH 2017 (UNAUDITED)

	Note	31 MARCH 2017 Rupees (Unaudited)	31 December 2016 Rupees (Audited)
Share capital and reserve			
Authorised share capital (150,000,000 shares of Rupees 10 each)		1,500,000,000	1,500,000,000
Issued, subscribed and paid-up share capital (50,000,000 shares of Rupees 10 each)		500,000,000	500,000,000
Retained earnings		187,127,774	156,050,784
TOTAL EQUITY		687,127,774	656,050,784
Underwriting provisions			
Provision for outstanding claims (including IBNR)		1,125,548,000	492,762,702
Provision for unearned premium		1,029,631,396	1,717,299,804
Premium deficiency reserve		627,816	627,816
Commission income unearned		4,767,577	5,155,112
		2,160,574,789	2,215,845,434
Deferred liabilities			
Deferred tax		1,959,478	1,923,811
Creditors and accruals			
Premium received in advance		376,166	376,104
Amount due to other insurers/reinsurers		51,289,065	40,430,817
Other creditors and accruals	5	94,384,025	69,896,057
Provision for taxation less payments		1,538,655	-
		147,587,912	110,702,977
TOTAL LIABILITIES		2,310,122,179	2,328,472,223
Total liabilities of Window Takaful Operations - Operator's Fund	7	1,512,095	1,288,645
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES	6	2,998,762,048	2,985,811,652
Cash and bank deposits			
Cash and other equivalents	8	1,105,283	532,208
Current and other accounts		553,799,959	69,277,221
Deposits maturing within 12 months		1,095,711,579	1,580,816,263
		1,650,616,821	1,650,625,692
Investments			
	9	898,114,453	894,925,867
Current assets			
Premium due but unpaid		64,894,571	71,197,939
Due from other insurers/reinsurers		11,897,990	9,593,540
Accrued investment income	10	23,298,204	15,828,422
Re-insurance recoveries against outstanding claims		22,486,992	6,372,999
Loan to employees		1,194,176	1,113,067
Advance income tax (net of provision)		-	3,222,839
Deferred commission expense		2,237,487	1,896,084
Prepayments	11	223,709,787	244,848,894
Sundry receivables	12	24,236,764	9,585,713
		373,955,971	363,659,497
Fixed assets - tangible & intangible			
Owned			
Leasehold improvements	14	10,472,870	10,605,438
Furniture & fixtures		2,211,396	2,261,119
Office equipment		5,263,889	5,390,148
Computers		1,349,768	1,107,934
Vehicles		4,125,440	4,342,569
Intangible asset - computer software		2,024,260	2,379,026
		25,447,623	26,086,234
TOTAL ASSETS		2,948,134,868	2,935,297,290
Total assets of Window Takaful Operations - Operator's Fund		50,627,181	50,514,362
TOTAL ASSETS		2,998,762,048	2,985,811,652

The annexed notes from 1 to 20 form an integral part of these financial statements.

Chairman

Director

Director


Chief Executive Officer

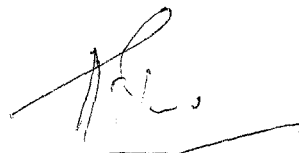
SINDH INSURANCE LIMITED
 CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

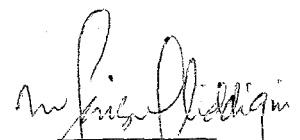
	Fire and property damage	Marine, aviation and transport	Motor	Accident and Health	Miscellaneous	Treaty	January to March 2017	January to March 2016
Note	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Net premium revenue	560,386	366,524	7,450,892	659,137,943	3,686,069	-	671,701,814	14,498,647
Net claims	810,264	(63,848)	(3,424,246)	(624,218,883)	(1,469,195)	-	(628,365,908)	(8,671,649)
Premium deficiency expense	13	-	-	-	-	-	-	-
Management expenses	15	(1,605,431)	(439,783)	(3,549,535)	(1,116,722)	(1,338,836)	(8,050,306)	(7,265,165)
Net commission		415,447	4,175	65,529	(21,873,548)	369,622	(21,018,775)	269,085
Underwriting results		180,666	367,068	542,641	11,928,791	1,247,660	14,266,826	(1,169,083)
Investment income							34,436,808	8,876,321
Other income							1,746,353	116,794
							50,449,987	7,824,032
General and administration expenses						16	(5,000,826)	(4,458,680)
Loss from Window Takaful operation							(110,630)	-
Profit before tax							45,338,531	3,365,352
Taxation							(14,261,541)	(1,076,913)
Profit for the period							31,076,990	2,288,439
Profit and loss appropriation:								
Balance at beginning of the period							156,050,784	99,344,049
Profit for the period							31,076,990	2,288,439
Balance unappropriated profit at the end of the period							187,127,774	101,632,488
Earnings per share - basic and diluted						17	0.62	0.05

The annexed notes from 1 to 20 form an integral part of these financial statements.


 Chairman


 Director


 Director


 Chief Executive Officer


SINDH INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

	<u>January to March</u>	
	2017	2016
	<u>Rupees</u>	<u>Rupees</u>
Profit for the period	31,076,990	2,288,439
Other comprehensive income	-	-
Total comprehensive income for the period	<u>31,076,990</u>	<u>2,288,439</u>

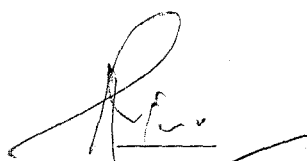
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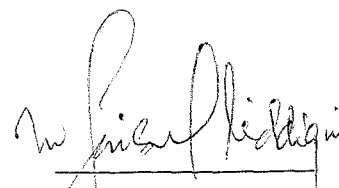
Chairman



Director



Director




Chief Executive Officer

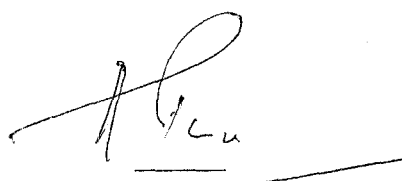
SINDH INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

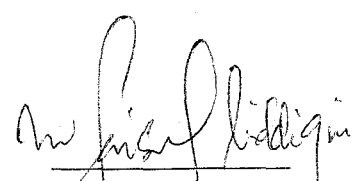
	Issued, subscribed and paid up share capital	Retained earnings	Total shareholders' equity
	Rupees	Rupees	Rupees
Balance as at 31 December 2015	500,000,000	99,344,049	599,344,049
Profit after tax for the year ended 31 December 2016	-	56,706,735	56,706,735
Other comprehensive income	-	-	-
Total comprehensive income	-	56,706,735	56,706,735
Balance as at 31 December 2016	500,000,000	156,050,784	656,050,784
Profit after tax for the period ended March 31, 2017	-	31,076,990	31,076,990
Other comprehensive income	-	-	-
Total comprehensive income	-	31,076,990	31,076,990
Balance as at March 31, 2017	500,000,000	187,127,774	687,127,774

The annexed notes from 1 to 20 form an integral part of these financial statements.


 Chairman


 Director


 Director


 Chief Executive Officer

SINDH INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

	MARCH 31, 2017	MARCH 31, 2016
	Rupees	Rupees
OPERATING ACTIVITIES		
<i>a) Underwriting activities</i>		
Premiums received	23,532,463	16,613,927
Reinsurance premiums paid	(3,611,276)	(3,945,221)
Claims paid	(13,011,363)	(7,753,147)
Reinsurance and other recoveries received	1,316,765	318,870
Commissions paid	(1,599,345)	(934,940)
Commissions received	1,652,062	586,625
Other underwriting payments	(7,653,181)	(7,265,165)
Net cash flows from underwriting activities	626,125	(2,379,051)
<i>b) Other operating activities</i>		
Income tax paid	(9,464,379)	(2,267,326)
Management and administrative expenses paid	(1,609,044)	(6,685,020)
Others	(14,732,161)	(1,038,430)
Net cash used in other operating activities	(25,805,584)	(9,990,776)
Net cash flows from / (used in) operating activities	(25,179,460)	(12,369,827)
INVESTING ACTIVITIES		
Profit / return received on investment	28,714,810	17,638,548
Other income received	1,746,353	116,794
Investment related expenses paid	-	(7,475)
Payments for investments	(49,382,650)	(283,719,821)
Proceeds from disposal of investments	44,446,275	279,990,974
Fixed capital expenditure	(354,200)	(260,200)
Net cash flows used in investing activities	25,170,588	13,758,820
FINANCING ACTIVITIES		
Net cash flows from financing activities	-	-
Net cash flows from / (used in) all activities	(8,872)	1,388,993
Cash and cash equivalents at the beginning of year	1,650,625,692	53,336,642
Cash and cash equivalents at end of the period	1,650,616,820	54,725,635

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Signature

	MARCH 31, 2017	MARCH 31, 2016
	Rupees	Rupees
Reconciliation to profit and loss account		
Operating cash flows	(25,179,460)	(12,369,827)
Depreciation on fixed assets	(638,046)	(677,669)
Amortization of intangibles	(354,766)	(282,432)
Investment related expenses		(7,475)
Income tax paid	9,464,379	2,267,326
Increase in assets other than cash	6,049,535	(2,927,984)
Increase in liabilities	19,924,360	8,362,823
Investment income	34,436,808	8,883,796
Loss from Window Takaful Operations	(110,630)	-
Other income	1,746,353	116,794
Profit before taxation	45,338,531	3,365,352

Definition of cash

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


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

	MARCH 31, 2017	MARCH 31, 2016
	Rupees	Rupees
Cash and other equivalents		
- Cash in hand	12,952	44,385
- Policy stamps in hand	1,092,331	711,087
	1,105,283	755,472
Current and saving accounts		
- Current accounts	-	-
- Savings accounts	553,799,959	23,970,163
	553,799,959	23,970,163
Deposits maturing within 12 months		
- Term deposit - local currency	1,095,711,579	30,000,000
	1,650,616,821	54,725,635

The annexed notes from 1 to 20 form an integral part of these financial statements.



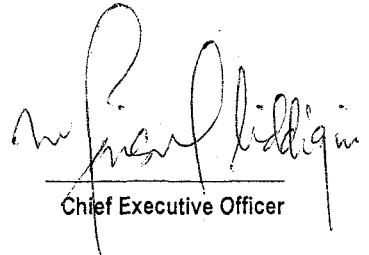
Chairman



Director



Director



Chief Executive Officer

SINDH INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF PREMIUMS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)


Business underwritten inside Pakistan

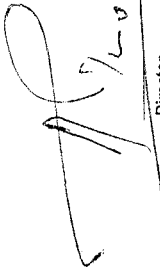
Class	Premium written		Unearned premium reserve		Premium earned		Reinsurance ceded		Prepaid reinsurance premium ceded		Reinsurance expense		January to March	
	Rupees		Opening	Closing	Rupees		Rupees		Opening	Closing	Rupees		2017	2016
Direct and facultative														
Fire and property damage	3,435,897		22,419,740	20,011,884	5,843,753	3,126,749	20,349,343	18,192,725	5,283,367			560,386	374,264	
Marine, aviation and transport	941,210		57,654,223	52,088,237	6,507,196	465,067	52,180,787	47,005,182	5,640,672			866,524	94,429	
Motor	7,596,612		14,849,829	13,503,502	8,942,939	1,739,165	3,018,188	3,265,306	1,492,047			7,450,892	4,545,990	
Accident & Health	2,389,976		1,430,238,607	773,490,640	659,137,943	-	-	-	-			659,137,943	9,091,281	
Miscellaneous	2,865,338		192,137,405	170,537,133	24,465,610	6,834,094	167,556,314	153,610,867	20,779,541			3,686,069	392,683	
Sub total	17,229,033		1,717,299,804	1,029,631,396	704,897,441	12,165,075	243,104,632	222,074,080	33,195,627			671,701,814	14,498,647	
Treaty														
Proportional														
Sub total														
Grand total	17,229,033		1,717,299,804	1,029,631,396	704,897,441	12,165,075	243,104,632	222,074,080	33,195,627			671,701,814	14,498,647	


Note: The Company does not underwrite business outside Pakistan.

The annexed notes from 1 to 20 form an integral part of these financial statements.


Chairman


Director


Director

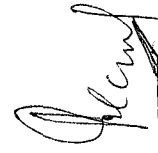

Chief Executive Officer

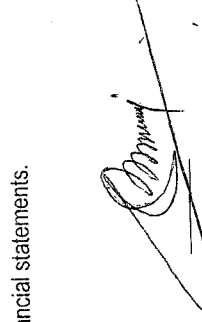
**SINDH INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF CLAIMS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

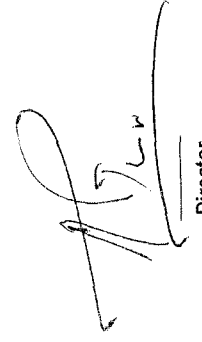
Class	Business underwritten inside Pakistan				Outstanding claims		Claims expenses	Reinsurance and other recoveries received	Reinsurance recoveries in respect of outstanding claims		Reinsurance and other recoveries revenue	January to March	
	Total claims paid		Closing		Opening	Closing			Opening	Closing		2017	2016
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Net claims expense
Direct and facultative													
Fire and property damage	33,535	1,391,827	2,886,049	1,527,757	26,826	421,600	2,732,795	2,338,021	(810,264)	107,987			
Marine, aviation and transport	834,800	1,572,281	1,470,532	733,051	669,203	480,975	480,975	669,203	63,848	181,815			
Motor	2,097,908	13,402,145	15,408,094	4,103,857	262,508	472,750	889,853	679,611	3,424,246	1,150,927			
Accident & Health	9,584,871	463,866,479	1,078,500,491	624,218,883	-	-	-	-	624,218,883	7,143,507			
Miscellaneous	460,249	12,529,970	27,282,834	15,213,113	358,228	4,997,674	18,383,364	13,743,918	1,469,195	87,413			
Sub total	13,011,363	492,762,702	1,125,548,000	645,796,661	1,316,765	6,372,999	22,486,987	17,430,753	628,365,908	8,671,649			
Treaty													
Proportional													
Sub total	13,011,363	492,762,702	1,125,548,000	645,796,661	1,316,765	6,372,999	22,486,987	17,430,753	628,365,908	8,671,649			
Grand total													

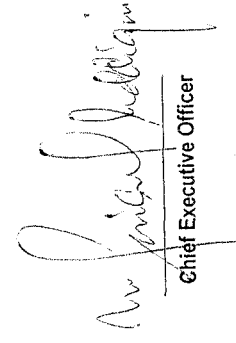
Note: The Company does not underwrite business outside Pakistan.

The annexed notes from 1 to 20 form an integral part of these financial statements.


Chairman


Director


Director


Chief Executive Officer

**SINDH INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF EXPENSES
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

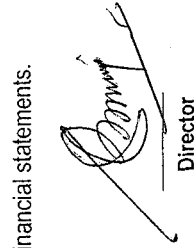
Business underwritten inside Pakistan

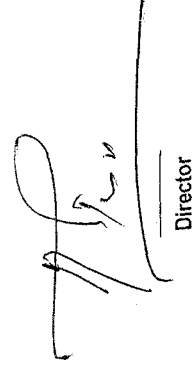
Class	Commission paid or payable		Deferred commission		Net commission expense	Other management expense	Underwriting expense	Commission from reinsurance	January to March	
	Rupees	Rupees	Opening	Closing					2017	2016
Direct and facultative										
Fire and property damage	591,683	1,234,005	1,232,487	593,201	1,605,431	2,198,632	1,008,648	1,189,984	1,259,129	
Marine, aviation and transport	158,519	82,245	127,130	113,634	439,783	553,417	117,809	435,608	55,994	
Motor	637,854	472,798	694,591	416,061	3,549,535	3,965,596	481,590	3,484,006	4,359,564	
Accident & Health	21,853,057	44,462	23,971	21,873,548	1,116,722	22,990,269	-	22,990,269	768,734	
Miscellaneous	158,662	62,574	159,308	61,928	1,338,836	1,400,764	431,550	969,214	552,659	
Sub-total	23,399,775	1,896,084	2,237,487	23,058,372	8,050,306	31,108,677	2,039,597	29,069,080	6,996,080	
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	
Sub total										
Grand total	23,399,775	1,896,084	2,237,487	23,058,372	8,050,306	31,108,677	2,039,597	29,069,080	6,996,080	

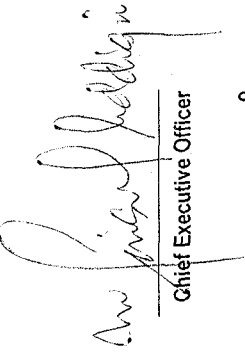
Note: The Company does not underwrite business outside Pakistan.

The annexed notes from 1 to 20 form an integral part of these financial statements.


Chairman


Director


Director


Chief Executive Officer


SINDH INSURANCE LIMITED
 CONDENSED INTERIM STATEMENT OF INVESTMENT INCOME
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

	January to March 2017	January to March 2016
	Rupees	Rupees
Income from non-trading investments		
Held-to-maturity		
Return on Government Securities	1,474,366	2,209,113
Return on other fixed income securities and deposits	28,065,005	3,084,576
Amortization of discount	85,706	-
	<u>29,625,077</u>	<u>5,293,689</u>
Available-for-sale		
Return on Government Securities	6,645,226	138,986
Return on other fixed income securities and deposits	-	1,322,985
Gain on sale of available-for-sale investments	-	2,128,136
Amortization of premium	(1,833,495)	-
	4,811,731	3,590,107
Investment related expenses	-	(7,475)
Net investment income	<u>34,436,808</u>	<u>8,876,321</u>

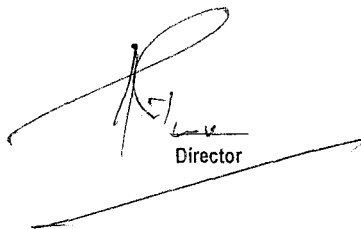
The annexed notes from 1 to 20 form an integral part of these financial statements.



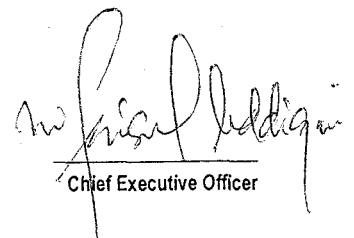
Chairman



Director



Director



Chief Executive Officer

SINDH INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

1 THE COMPANY AND ITS OPERATIONS

Sindh Insurance Limited (the Company) was incorporated under the Companies Ordinance, 1984, as a Public Limited Company on 20 December 2013 and obtained the certificate of commencement of business on 22 September 2014. All shares of the Company are held by Government of Sindh. The Company is engaged in the non-life insurance business comprising of fire, marine, motor, aviation, engineering, health, transportation etc. The registered office and principal place of business of the Company is situated at 1st Floor, Imperial Court, Dr. Ziauddin Ahmed Road, Karachi.

The Company was granted authorization on 22 September 2016 under Rule 6 of the Takaful Rules, 2012 to undertake Takaful Window Operations in respect of general takaful products by Securities and Exchange Commission of Pakistan (SECP) and subsequently the Company commenced Window Takaful Operations.

2 BASIS OF PREPARATION

These un-audited interim condensed financial statements have been prepared in accordance with the requirements of International Accounting Standard 34 - Interim Financial Reporting and under the provisions of and directives issued under Companies Ordinance 1984 with format prescribed under SEC(Insurance) Rules, 2002. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984, Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002 shall prevail.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2016.

3 BASIS OF MEASUREMENT

These financial statements have been prepared under the historical cost convention except certain investments which are stated at lower of cost and market value. Accrual basis of accounting has been used except for cash flow information.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these interim condensed financial statements are the same as those applied in the preparation of the annual audited financial statements for the year ended December 31, 2016.

5 OTHER CREDITORS AND ACCRUALS

	31 March 2017 Rupees (Unaudited)	31 December 2016 Rupees (Audited)
Commission to agents	79,041,307	57,240,877
Sindh sales tax on services	635,571	361,893
Federal insurance fee	67,935	31,291
Withholding tax	544,524	278,269
Sundry creditors	11,483,479	9,467,077
Provision for compensated leave absences	2,461,210	2,144,650
Auditor's remuneration	150,000	372,000
	<u>94,384,025</u>	<u>69,896,057</u>

6 CONTINGENCIES AND COMMITMENTS

There were no contingencies or commitments as at the balance sheet date (2016: Nil).

7 WINDOW TAKAFUL OPERATIONS

OPERATOR'S FUND

Assets

Cash and bank deposits	2,212,082	287,159
Investment	48,095,373	50,035,752
Current assets	240,633	108,458
Fixed assets	79,093	82,993
Total assets	<u>50,627,181</u>	<u>50,514,362</u>
Total liabilities - current	<u>1,512,095</u>	<u>1,288,645</u>
Profit from Window Takaful Operations	<u>(110,630)</u>	<u>(774,283)</u>

Details of total assets, total liabilities and segment disclosure of window takaful operations are stated in the annexed financial statements of Window Takaful Operations.

Signature
11

SINDH INSURANCE LIMITED
 NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

	31 March 2017 Rupees (Unaudited)	31 December 2016 Rupees (Audited)
8 CASH AND BANK DEPOSITS		
Cash and other equivalents		
Cash in hand	12,952	24,319
Policy stamps	1,092,331	507,889
	<u>1,105,283</u>	<u>532,208</u>
Current and other accounts		
Current accounts		-
Saving accounts	553,799,959	69,277,221
	<u>553,799,959</u>	<u>69,277,221</u>
Deposits maturing within 12 months		
Fixed and term deposits	1,095,711,579	1,580,816,263
	<u>1,650,616,821</u>	<u>1,650,625,692</u>
9 INVESTMENTS		
Held-to-maturity		
Government securities	9.1 100,909,793	95,887,712
Fixed income securities	9.2 25,000,000	25,000,000
	<u>125,909,793</u>	<u>120,887,712</u>
Available-for-sale		
Government securities	9.2 312,170,656	314,004,151
Mutual funds	9.3 460,034,004	460,034,004
	<u>772,204,660</u>	<u>774,038,155</u>
	<u>898,114,453</u>	<u>894,925,867</u>
9.1 Held-to-maturity		
Market treasury bills	49,382,650	44,446,275
Pakistan Investment Bonds		
Pakistan Investment Bonds - cost	50,481,320	50,481,320
Add: Cumulative amortization of discount at year end	1,045,823	960,117
	<u>51,527,143</u>	<u>51,441,437</u>
	<u>100,909,793</u>	<u>95,887,712</u>
9.2 Available-for-sale		
Pakistan Investment Bonds		
20 Year Pakistan Investment Bonds - cost	4,937,276	4,937,276
Less: Cumulative amortization of premium for the period	(61,107)	(51,233)
	<u>4,876,169</u>	<u>4,886,043</u>
3 Year Pakistan Investment Bonds - cost	313,170,600	313,170,600
Less: Cumulative amortization of premium for the period	(5,876,113)	(4,052,492)
	<u>307,294,487</u>	<u>309,118,108</u>
	<u>312,170,656</u>	<u>314,004,151</u>

12


9.3 Mutual Funds At cost	No. of Units		31 March	31 December
			2017	2016
	Rupees (Unaudited) Rupees	Rupees (Audited) Rupees		
	31 March 2017	31 December 2016		
NAFA Income Opportunity Fund	23,713,241.55	23,713,241.55	261,614,629	261,614,629
NAFA Income Fund	14,433,318.07	14,433,318.07	145,000,000	145,000,000
ABL Income Fund	5,269,727.23	5,269,727.23	53,419,375	53,419,375
			<u>460,034,004</u>	<u>460,034,004</u>
Less: Impairment loss carrying value at year end			-	-
			<u>460,034,004</u>	<u>460,034,004</u>

10 ACCRUED INVESTMENT INCOME

Term deposit receipts		20,325,607	4,950,715
Government securities		2,456,514	10,348,392
Fixed income securities		516,083	529,315
		<u>23,298,204</u>	<u>15,828,422</u>

11 PREPAYMENTS

Prepaid reinsurance ceded		222,074,080	243,104,632
Prepaid insurance expense		276,583	195,052
Prepaid rent		1,340,467	1,524,334
Others		18,657	24,876
		<u>223,709,787</u>	<u>244,848,894</u>

12 SUNDRY RECEIVABLES

Considered good			
Advance for health claims		2,867,543	223,946
Advance for expenses		176,625	52,864
Receivable from Government of Sindh		19,357,140	7,734,733
Other receivables		1,835,456	1,574,170
		<u>24,236,764</u>	<u>9,585,713</u>

13 This includes provision for claims incurred but not reported (IBNR).

Particulars	Tangibles				Intangibles				Total
	Leasehold Improvements Rupees	Furniture and fixture Rupees	Office Equipment Rupees	Computers Rupees	Vehicles Rupees	Total tangible assets Rupees	Intangibles Rupees	Total Intangible assets Rupees	
As at 31 December 2015									
Cost	12,161,075	2,584,091	6,551,926	1,154,652	6,608,513	29,060,257	3,351,446	3,351,446	32,411,703
Accumulated depreciation / amortization	(997,456)	(347,766)	(856,082)	(341,883)	(1,180,301)	(3,723,488)	(612,413)	(612,413)	(4,335,901)
	11,163,619	2,236,325	5,695,844	812,769	5,428,212	25,336,769	2,739,033	2,739,033	28,075,802
Year ended 31 December 2016									
Opening book value	11,163,619	2,236,325	5,695,844	812,769	5,428,212	25,336,769	2,739,033	2,739,033	28,075,802
Additions	-	255,662	269,300	660,234	-	1,185,196	940,000	940,000	2,125,196
Disposal / write offs	-	-	-	-	-	-	-	-	-
Cost	-	-	-	-	-	-	-	-	-
Accumulated depreciation / amortization	-	-	-	-	-	-	-	-	-
Depreciation / amortization charge for the period	(558,181)	(230,868)	(574,996)	(365,069)	(1,085,643)	(2,814,757)	(1,300,007)	(1,300,007)	(4,114,764)
Closing net book value	10,605,438	2,261,119	5,390,148	1,107,934	4,342,569	23,707,208	2,379,026	2,379,026	26,086,234
As at 31 December 2016									
Cost	12,161,075	2,839,753	6,821,226	1,814,886	6,608,513	30,245,453	4,291,446	4,291,446	34,536,899
Accumulated depreciation / amortization	(1,555,637)	(578,634)	(1,431,078)	(706,952)	(2,265,944)	(6,538,245)	(1,912,420)	(1,912,420)	(8,450,665)
	10,605,438	2,261,119	5,390,148	1,107,934	4,342,569	23,707,208	2,379,026	2,379,026	26,086,234
For the three months period ended 31 March 2017									
Opening book value	10,605,438	2,261,119	5,390,148	1,107,934	4,342,569	23,707,208	2,379,026	2,379,026	26,086,234
Additions	-	6,800	8,500	338,900	-	354,200	-	-	354,200
Disposal / write offs	-	-	-	-	-	-	-	-	-
Cost	-	-	-	-	-	-	-	-	-
Accumulated depreciation / amortization	-	-	-	-	-	-	-	-	-
Depreciation / amortization charge for the period	(132,568)	(56,523)	(134,759)	(97,067)	(217,129)	(638,046)	(354,766)	(354,766)	(992,868)
Closing net book value	10,472,870	2,211,396	5,263,889	1,349,767	4,125,440	23,423,362	2,024,260	2,024,260	25,447,566
As at 31 March 2017									
Cost	12,161,075.00	2,846,553.00	6,829,726.00	2,153,786.00	6,608,513.00	30,599,653	4,291,446	4,291,446	34,891,099
Accumulated depreciation / amortization	(1,688,205.00)	(635,157.00)	(1,565,837.00)	(804,018.00)	(2,483,073.00)	(7,176,290)	(2,267,186)	(2,267,186)	(9,443,476)
	10,472,870	2,211,396	5,263,889	1,349,768	4,125,440	23,423,363	2,024,260	2,024,260	25,447,623
Depreciation / amortization rate (%)	5	10	10	33.33	20	33.33	33.33	33.33	

SINDH INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

	January to March	
	2017 (Unaudited)	2016 (Unaudited)
	Rupees	
15 MANAGEMENT EXPENSES		
Salaries, allowance and benefits	5,050,706	4,752,331
Rent, rates and taxes	454,769	316,184
Legal and professional charges	94,988	167,334
Travelling and conveyance	81,038	101,072
Printing and stationary expenses	93,778	191,856
Repair and maintenance	107,613	99,540
Depreciation	255,218	271,068
Amortization of intangibles	141,906	112,973
Advertising	100,530	20,000
Utilities	95,886	71,139
Communication	88,428	59,899
Office expenses	126,682	264,692
Insurance expenses	62,470	265,589
Survey fee	87,170	10,477
Security charges	1,050,351	-
Service charges	35,809	494,440
Miscellaneous expenses	122,963	66,571
	8,050,306	7,265,165
16 GENERAL AND ADMINISTRATIVE EXPENSES		
Salaries, wages, allowance and benefits	2,849,520	2,234,528
Directors meeting fee	175,000	-
Rent, rates and taxes	300,103	274,477
Legal and professional charges	142,482	213,531
Auditors' remuneration	62,499	37,470
Depreciation	382,828	406,601
Amortization of intangibles	212,860	169,459
Printing and stationery	132,072	102,428
Repair and maintenance	145,669	143,911
Travelling, conveyance and entertainment	60,079	43,384
Advertising	3,600	-
Utilities	143,828	106,708
Communication	103,253	89,848
Office expenses	164,566	212,051
Other charges	53,713	25,901
Insurance expenses	68,754	398,383
	5,000,826	4,458,680

SINDH INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

	January to March	
	2017	2016
	(Unaudited)	(Unaudited)
	Rupees	Rupees
17 EARNINGS PER SHARE - BASIC AND DILUTED		
Net profit after tax for the period - Rupees	31,076,990	23,036,380
Weighted average number of ordinary shares - Number	50,000,000	50,000,000
Basic earnings per share - Rupees	0.62	0.46

18 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of associated companies, entities under common control, entities with common Directors, major shareholders and key management personnel of the Company. Transactions with related parties are carried out at arm's length prices determined under "Comparable controlled price method". Transactions and balances with related parties have been disclosed in relevant notes to the financial statements. Other transactions and balances not elsewhere disclosed are summarized as follows:

Transactions

Companies having common directorship

Sindh Bank Limited (SBL)

Income on saving account	1,232,102	1,322,985
Premium	804,951	628,759
Claim paid	8,333,424	7,320,693

Sindh Modarba Management Limited (SMML)

Premium	(2,085)	70,297
Claim paid	50,320	9,000
Income on sharing of generator	109,215	-

Sindh Leasing Company Limited (SLCL)

Premium	1,410,374	1,292,572
Claim paid	66,894	451,559

Sindh Micro Finance Bank Limited

Premium	511,359	-
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Health Econnex (Private) Limited

Health claims paid on behalf of Company	8,360,925	4,857,426
Service charges	1,020,351	-

SINDH INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

Balances at year end

	31 March 2017	31 December 2016
	Rupees (Unaudited)	Rupees (Audited)
Sindh Bank Limited (SBL)		
Bank accounts	553,799,958	68,940,225
Premium due but unpaid	23,595,406	33,392,850
Claim payable	1,647,203	12,683,152
Payable to Sindh Bank Limited	11,880,312	7,212,799
Sindh Modarba Management Limited (SMML)		
(Premium received in advance) / Premium due but unpaid	(26,927)	(24,842)
Claim payable	30,879	35,879
Amount receiveable for sharing of generator	106,485	218,430
Sindh Leasing Company Limited (SLCL)		
Premium due but unpaid	472,558	313,576
Claim payable	15,000	15,000
Sindh Micro Finance Bank Limited		
Premium Receivable	511,359	-
Health Econnex (Private) Limited		
Advance for health claim expense	2,867,543	223,946
Receivable from Government of Sindh	19,357,140	7,734,733

SINDH INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

19 DATE OF AUTHORIZATION FOR ISSUE

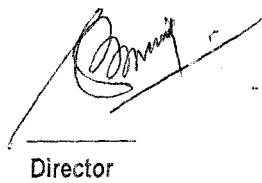
These financial statements were approved and authorized for issue on 27 APR 2017 by the Board of Directors of the Company.

20 GENERAL

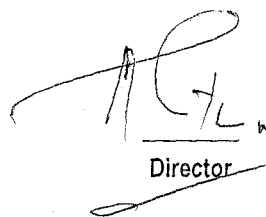
Figures have been rounded to the nearest Rupees.



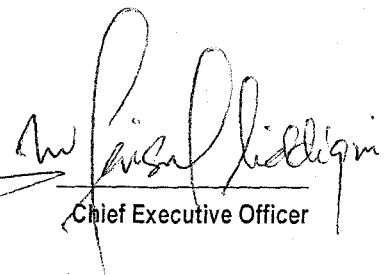
Chairman



Director



Director



Chief Executive Officer

Condensed Interim Financial Statements
Sindh Insurance Limited-Window Takaful Operations
For the period ended March 31, 2017

SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
 CONDENSED INTERIM BALANCE SHEET
 AS AT 31 MARCH 2016 (UNAUDITED)

Note	31 March 2017			31 December 2016
	Operator's Fund	Participants' Takaful Fund	Aggregate	Aggregate
	Rupees	Rupees	Rupees	Rupees
OPERATOR'S FUND				
Statutory fund	50,000,000	-	50,000,000	50,000,000
Accumulated loss	(884,913)	-	(884,913)	(774,283)
	49,115,087	-	49,115,087	49,225,717
WAQF / PARTICIPANTS' TAKAFUL FUND				
Ceded money	-	500,000	500,000	500,000
Accumulated deficit	-	(654,779)	(654,779)	(700,751)
	-	(154,779)	(154,779)	(200,751)
LIABILITIES				
Underwriting provisions				
Provision for outstanding claims (Including IBNR)	-	-	-	-
Provision for unearned contribution	-	494,438	494,438	286,511
Provision for unearned re-takaful rebate	-	5,735	5,735	6,056
Total underwriting provision	-	500,173	500,173	292,567
Creditor and accruals				
Amounts due to other takaful / re-takaful operators	14,167	750,122	764,289	743,471
Contribution received in advance	-	62,056	62,056	62,056
Provision for unearned wakala fee	93,762	-	93,762	93,762
Wakala and modarib fee payable	-	203,955	203,955	98,974
Taxation less advance tax	-	-	-	-
Other creditors and accruals	1,404,166	86,523	1,490,689	1,281,541
	1,512,095	1,102,656	2,614,751	2,279,804
TOTAL LIABILITIES	1,512,095	1,602,829	3,114,924	2,572,371
TOTAL FUND AND LIABILITIES	50,627,181	1,448,050	52,075,231	51,597,337

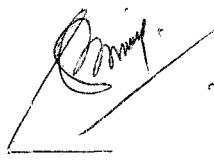
CONTINGENCIES AND COMMITMENTS

4


The annexed notes from 1 to 11 form an integral part of these financial statements.



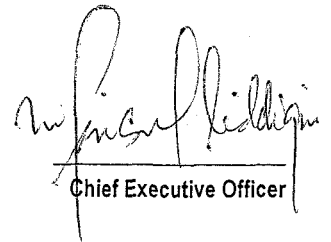
Chairman



Director



Director



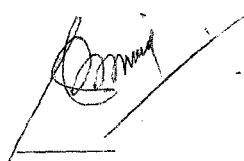
Chief Executive Officer

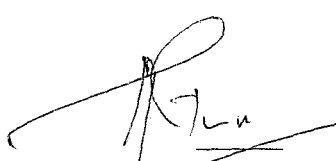
SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
 CONDENSED INTERIM BALANCE SHEET
 AS AT 31 MARCH 2016 (UNAUDITED)

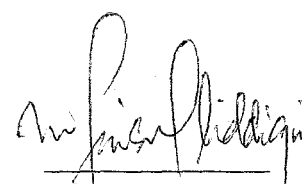
Note	31 March 2017			31 December 2016	
	Operator's Fund	Participants' Takaful Fund	Aggregate	Aggregate	
	Rupees	Rupees	Rupees	Rupees	
ASSETS					
Cash and bank deposits					
Current and other accounts	5	2,212,082	1,021,282	3,233,364	909,848
Investments	6	48,095,373	-	48,095,373	50,035,752
Current assets - others					
Contribution due but unpaid		-	158,344	158,344	226,923
Wakala and modarib fee receivable		203,956	-	203,956	98,974
Deferred wakala fee expense		-	93,762	93,762	93,762
Deferred commission expense		14,922	-	14,922	-
Amounts due from other takaful/ re-takaful operators		-	107,857	107,857	106,327
Prepaid re-takaful contribution ceded		-	66,479	66,479	33,274
Advance income tax (net of provision)		5,338	326	5,664	3,784
Sundry receivables	7	16,417	-	16,417	5,700
		240,633	426,768	667,401	568,744
Fixed assets					
Tangible and intangible					
Furniture and fixtures	8	53,259	-	53,259	54,660
Computer equipment		25,834	-	25,834	28,333
		79,093	-	79,093	82,993
TOTAL ASSETS		50,627,181	1,448,050	52,075,231	51,597,337

The annexed notes from 1 to 11 form an integral part of these financial statements.


Chairman


Director


Director

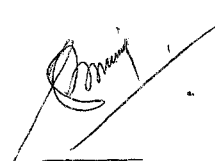

Chief Executive Officer

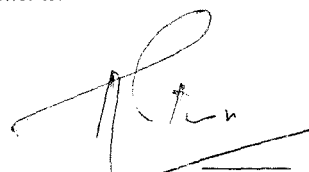
**SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

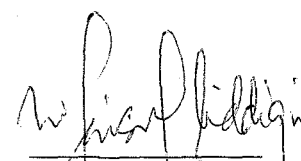
	Fire and property damage	Marine, aviation and transport	Motor	Accident and Health	Miscellaneous	January to March 2017
Note	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Participants' Takaful Fund - revenue account						
Net contribution revenue	37,811	501	106,722	-	1,459	146,493
Wakala expense	(13,338)	(699)	(92,825)	-	1,880	(104,982)
Net claims	-	-	-	-	-	-
Rebate on retakaful	2,492	478	321	-	(1,440)	1,851
Underwriting results	26,965	280	14,218	-	1,899	43,362
Net investment income						2,610
Surplus for the period						45,972
Operator's Fund - revenue account						
Wakala fee						104,982
Commission expense						(2,483)
Management expenses	9					(252,950)
						(150,451)
Modarib's share of PTF investment income						652
Net investment income						75,155
						(74,643)
General and administrative expense	10					(35,987)
Loss before tax						(110,630)
Taxation						-
Loss after tax						(110,630)

The annexed notes from 1 to 11 form an integral part of these financial statements.


Chairman


Director


Director


Chief Executive Officer

SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

January to March
2017


Rupees

Loss for the period	(110,630)
Other comprehensive income	-
Total comprehensive loss for the period	<u>(110,630)</u>

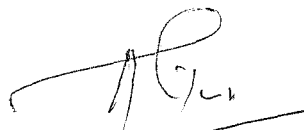
The annexed notes from 1 to 11 form an integral part of these financial statements.



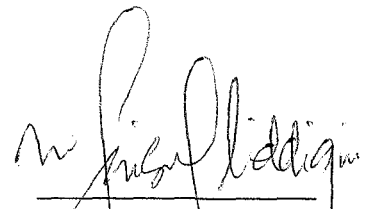
Chairman



Director



Director



Chief Executive Officer

SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
 STATEMENT OF CHANGES IN FUND
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

Operator's Funds			
Statutory fund	Accumulated losses	Total	
Rupees	Rupees	Rupees	
Balance as at 31 December 2016	50,000,000	(774,283)	49,225,717
Total comprehensive loss for the period	-	(110,630)	(110,630)
Balance as at March 31, 2017	50,000,000	(884,913)	49,115,087

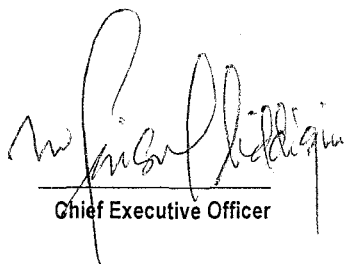
Participants' Takaful Fund			
Ceded Money	Accumulated deficit	Total	
Rupees	Rupees	Rupees	
Balance as at 31 December 2016	500,000	(700,751)	(200,751)
Surplus for the period	-	45,972	45,972
Balance as at March 31, 2017	500,000	(654,779)	(154,779)

The annexed notes from 1 to 11 form an integral part of these financial statements.


 Chairman


 Director


 Director


 Chief Executive Officer

SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
 STATEMENT OF CASH FLOWS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

	MARCH 31, 2017		
	Operator's Fund	Participants' Takaful Fund	Aggregate
	Rupees	Rupees	Rupees
Operating cash flows			
a) Takaful activities			
Contribution received	-	396,444	396,444
Retakaful contribution paid	-	-	-
Wakala fee received / (paid)	-	-	-
Claims paid	-	-	-
Commissions paid	(3,238)	-	(3,238)
Commissions received	-	2,970	2,970
Other underwriting payments	(252,950)	-	(252,950)
Net cash (used in) / flow from takaful activities	(256,188)	399,414	143,226
b) Other operating activities			
Income tax paid	(1,554)	-	(1,554)
General, administration and management expenses paid	-	-	-
Ceded money to participants' takaful fund	-	-	-
Other operating payment	-	-	-
Other operating receipts - net	166,479	(169)	166,310
Net cash flow from other operating activities	164,925	(169)	164,756
Total cash flow from operating activities	(91,263)	399,245	307,982
Investment activities			
Profit / return received on investment	75,155	-	75,155
Payment for investment	-	-	-
Proceeds from disposal of investments	1,940,379	-	1,940,379
Modarib fee received / (paid)	652	(652)	-
Fixed capital expenditure	-	-	-
Total cash used in investing activities	2,016,186	(652)	2,015,534
Financing activities			
Contribution to operator's fund	-	-	-
Ceded money	-	-	-
Total cash flow from financing activities	-	-	-
Net cash flow from all activities	1,924,923	398,593	2,323,516
Cash and cash equivalents at the beginning of year	287,159	622,689	909,848
Cash and cash equivalents at end of the period	2,212,082	1,021,282	3,233,364
Reconciliation to profit and loss account			
Operating cash flows	(91,263)	399,245	307,982
Depreciation	(3,900)	-	(3,900)
Income tax paid	1,554	-	1,554
Increase in assets other than cash	117,107	(33,518)	83,589
Increase in liabilities	(209,284)	(319,755)	(529,039)
Investment income	75,155	-	75,155
Loss / deficit before taxation for the period	(110,630)	45,972	(64,659)

Raisul

MARCH 31, 2017		
Operator's Fund	Participants' Takaful Fund	Aggregate
Rupees	Rupees	Rupees

Definition of cash

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

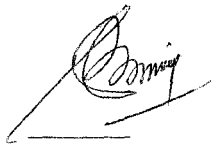
Current and other accounts

<u>2,212,082</u>	<u>1,021,282</u>	<u>3,233,364</u>
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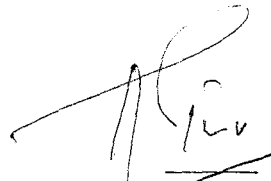
The annexed notes from 1 to 11 form an integral part of these financial statements.



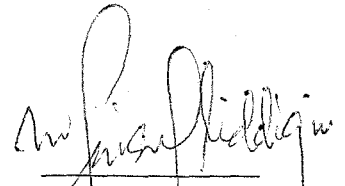
Chairman



Director



Director



Chief Executive Officer

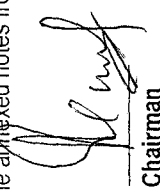
**SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
STATEMENT OF CONTRIBUTIONS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

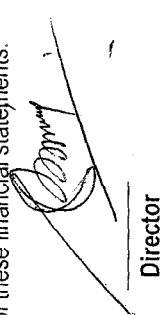
Business underwritten inside Pakistan

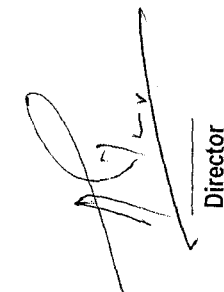
Class	Gross contribution written	Unearned contribution reserve		Contribution earned	Re-takaful ceded		Prepaid re-takaful contribution ceded		Re-takaful expense	January to March 2017
		Opening	Closing		Opening	Closing	Opening	Closing		
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Direct and facultative										
Fire and property damage	56,019	-	51,577	4,442	10,840	-	44,209	(33,369)	37,811	
Marine, aviation and transport	2,931	-	2,467	464	2,078	-	2,115	(37)	501	
Motor	277,687	257,131	424,891	109,927	-	12,288	9,082	3,206	106,722	
Accident & Health	-	-	-	-	-	-	-	-	-	
Miscellaneous	(8,772)	29,380	15,503	5,105	(6,267)	20,986	11,073	3,646	1,459	
Sub total	327,865	286,511	494,438	119,938	6,651	33,274	66,479	(26,554)	146,493	
Treaty										
Proportional / non-proportional	-	-	-	-	-	-	-	-	-	-
Sub total	-	-	-	-	-	-	-	-	-	-
Grand total	327,865	286,511	494,438	119,938	6,651	33,274	66,479	(26,554)	146,493	

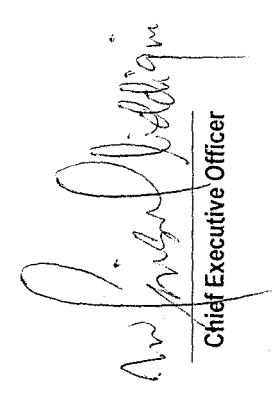
Note: The Company does not underwrite business outside Pakistan.

The annexed notes from 1 to 11 form an integral part of these financial statements.


Chairman


Director


Director


Chief Executive Officer

**SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
STATEMENT OF CLAIMS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**


Business underwritten inside Pakistan

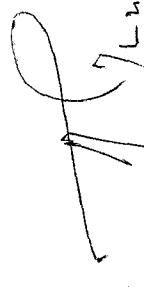
Class	Total claims paid		Outstanding claims		Claims expenses	Re-takaful and other recoveries received	Re-takaful and other recoveries in respect of outstanding claims		Re-takaful and other recoveries revenue	January to March 2017
	Rupees	Rupees	Rupees				Rupees	Rupees		
			Opening	Closing	Opening	Closing			Net claims expense	
Direct and facultative										
Fire and property damage	-	-	-	-	-	-	-	-	-	-
Marine, aviation and transport	-	-	-	-	-	-	-	-	-	-
Motor	-	-	-	-	-	-	-	-	-	-
Accident & Health	-	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Sub total	-	-	-	-	-	-	-	-	-	-
Treaty										
Proportional / non-proportional	-	-	-	-	-	-	-	-	-	-
Sub total	-	-	-	-	-	-	-	-	-	-
Grand total	-	-	-	-	-	-	-	-	-	-

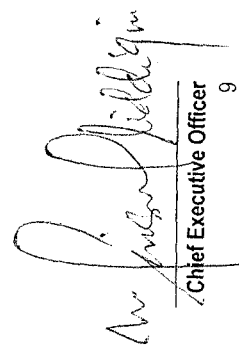
Note: The Company does not underwrite business outside Pakistan.

The annexed notes from 1 to 11 form an integral part of these financial statements.


Chairman


Director


Director


Chief Executive Officer

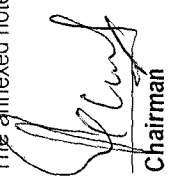
**SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
STATEMENT OF EXPENSES
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

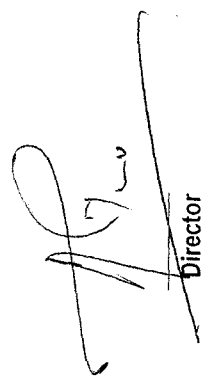
Business underwritten inside Pakistan

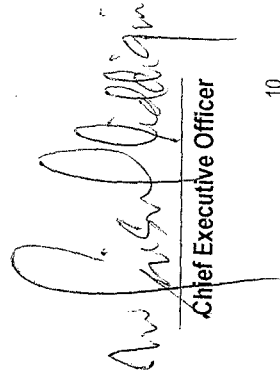
Class	Deferred commission		Net commission expense	Other management expense (Note 10)	Underwriting expense	Rebate from re-takaful operators*	January to March 2017
	Commission paid or payable	Closing					
Direct and facultative							
Fire and property damage	7,229	6,928	301	43,219	43,520	2,492	41,028
Marine, aviation and transport	398	356	42	2,261	2,303	478	1,825
Motor	9,778	7,638	2,140	214,237	216,377	321	216,056
Accident & Health	-	-	-	-	-	-	-
Miscellaneous	-	-	-	(6,768)	(6,768)	(1,440)	(5,328)
Sub-total	17,405	14,922	2,483	252,950	255,433	1,851	253,582
Treaty							
Proportional / non-proportional	-	-	-	-	-	-	-
Sub total							
Grand total	17,405	14,922	2,483	252,950	255,433	1,851	253,582

* Rebate from re-takaful operators is arrived after taking the impact of opening and closing unearned re-takaful rebate.

The annexed notes from 1 to 11 form an integral part of these financial statements.


Chairman


Director


Chief Executive Officer

**SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
STATEMENT OF INVESTMENT INCOME
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

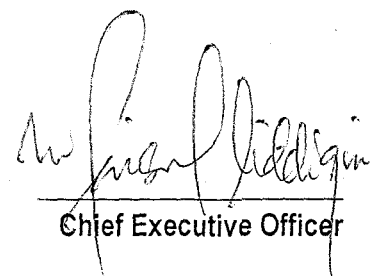
	January to March 2017
	Rupees
Participants' Takaful fund	
Profit on bank deposit	3,262
Less: Modarib's fee	(652)
Net Investment income	2,610
 Operator's Fund	
Profit on bank deposit	15,534
Capital Gain	59,621
	75,155

The annexed notes from 1 to 11 form an integral part of these financial statements.


Chairman


Director


Director


Chief Executive Officer

SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

1 THE COMPANY AND ITS OPERATIONS

Sindh Insurance Limited ("the Company") was incorporated under the Companies Ordinance, 1984, as a Public Limited Company on 20 December 2013 and obtained the certificate of commencement of business on 22 September 2014. All shares of the Company are beneficially held by Government of Sindh directly and through nominee directors. The Company is engaged in the non-life insurance business comprising of fire, marine, motor, aviation, engineering, transportation, accident and health etc. The registered office and principal place of business of the Company is situated at 1st Floor, Imperial Court, Dr. Ziauddin Ahmed Road, Karachi. The Company operates only in Pakistan.

The Operator was granted authorization on 22 September 2016 under Rule 6 of the Takaful Rules, 2012 to undertake Takaful Window Operations ("the operations") in respect of general takaful products 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 Rupees 50 million in a separate Islamic bank account for the window takaful 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 24 June 2016 by investing a ceded money of Rupees 0.5 million. The ceded money is required to be invested in shariah compliant investments and any profit thereon can be utilized only to pay benefits to participants or defray PTF expenses. Waqf Deed governs the relationship of operator and participants for management of takaful operations, investments of participants' funds and investments of the Operator's funds approved by the shariah advisor of the Operator. The Operator commenced Operations on 22 September 2016.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These accounting policies have been consistently applied during the year unless otherwise stated.

2.1 BASIS OF PREPARATION

a) Statement of compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984, the Insurance Ordinance, 2000, SEC (Insurance) Rules, 2002 and Takaful Rules, 2012. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984, Insurance Ordinance, 2000, SEC (Insurance) Rules, 2002 and Takaful Rules, 2012 shall prevail.

b) Basis of presentation

These financial statements have been prepared on the format of financial statements issued by the Securities and Exchange Commission of Pakistan (SECP) through Securities and Exchange Commission (Insurance) Rules, 2002 [SEC (Insurance) Rules, 2002], vide SRO 938 dated 12 December 2002. These financial statements reflect the financial position and results of operations of both the Operator's Fund and Participants' Takaful Fund in a manner that the assets, liabilities, income and expenses of the Operator's Fund and PTF remain separately identifiable. These are the first set of annual financial statements of Sindh Insurance Limited - Window Takaful Operations for the period from 22 September 2016 to 31 December 2016.

d) Functional and Presentation Currency

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

e) Critical accounting estimates and judgements

The preparation of these financial statements in conformity with approved accounting standards requires the Operations to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events.

3 OTHER CREDITORS AND ACCRUALS

Note	31 March 2017 (Unaudited)			31 December 2016 (Audited)
	Operator's Fund	Participants' Takaful Fund	Aggregate	Aggregate
	Rupees	Rupees	Rupees	Rupees
Provincial sales tax on services	13	23,624	23,637	41,865
Federal insurance fee	-	1,701	1,701	3,023
Tax deducted / collected at source	1,106	428	1,534	3,030
Payable to Sindh Insurance Limited	1,128,518	-	1,128,518	1,013,518
Sundry creditors	274,529	60,770	335,299	220,105
	<u>1,404,166</u>	<u>86,523</u>	<u>1,490,689</u>	<u>1,281,541</u>

4 CONTINGENCIES AND COMMITMENTS

There were no contingencies or commitments as at the balance sheet date.

5 CASH AND BANK DEPOSITS

Current and other accounts

Saving accounts	5.1	<u>2,212,082</u>	<u>1,021,282</u>	<u>3,233,364</u>	<u>909,848</u>
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6 INVESTMENTS

Available-for-sale

Mutual Funds

	No. of Units				
Meezan Islamic Income Fund	498367.79	25,546,333	-	25,546,333	25,546,333
Meezan Sovereign Fund	481980.30	24,489,419	-	24,489,419	24,489,419
		<u>48,095,373</u>	<u>-</u>	<u>48,095,373</u>	<u>48,095,373</u>

7 SUNDRY RECEIVABLES

Considered good

Sales tax on services refund	65	-	65	-
Advance for admin expense	10,000	-	10,000	-
Receivable from Participant Takaful Fund	6,352	-	6,352	5,700
	<u>16,417</u>	<u>-</u>	<u>16,417</u>	<u>5,700</u>

8 FIXED ASSETS - OPERATOR'S FUND

	Depreciation rate %	31 March 2017 (Unaudited)		
		Written down value as at 31 December 2016	Depreciation charged during the period	Written down value as at 31 March 2017
		Rupees	Rupees	Rupees
Furniture & Fixture	10	54,660	(1,401)	53,259
Computer Equipment	33.33	28,333	(2,499)	25,834
		<u>82,993</u>	<u>(3,900)</u>	<u>79,093</u>

SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
 NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

9 MANAGEMENT EXPENSES

January to March
2017

Rupees

Salaries, allowance and benefits	245,650
Survey Fee	500
Office Expense	6,800
	<u>252,950</u>

10 GENERAL & ADMINISTRATIVE EXPENSE

Depreciation	3,900
Auditors' remuneration	23,750
Advertising	-
Printing and stationery expenses	7,425
Other charges	912
	<u>35,987</u>

11 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were approved and authorized for issue on 27 APR 2017 by the Board of Directors of the Company.

12 GENERAL

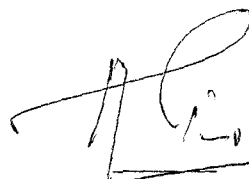
Figures have been rounded to the nearest Rupees.



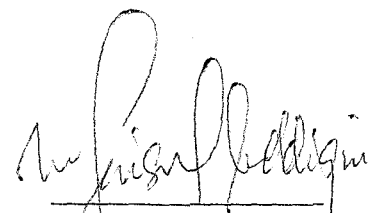
Chairman



Director



Director



Chief Executive Officer

IN MEMORY OF SHAHEED MOHTARMA BENAZIR BHUTTO



SINDH INSURANCE

POWER TO THE PEOPLE
PATTERN OF SHAREHOLDINGS
 HELD BY THE SHAREHOLDERS OF
 SINDH INSURANCE LIMITED
 AS AT MARCH 31, 2017

Number of Shareholders	Shareholding		Shares Held	Percentage
	From	To		
1	From 1	To 49,999,993	49,999,993	99.999986
7	From 49,999,994	To 50,000,000	7	0.000014
8			50,000,000	100.0000

Categories of Shareholders	Shareholders	Shares Held	Percentage
<u>Associated Company</u>	-	-	-
<u>Banks, Development Finance Institutions, Non-Banking Finance Companies, Insurance Companies, Takaful Companies and Modarabas</u>	-	-	-
<u>Mutual Funds</u>	-	-	-
<u>Other Companies</u>	-	-	-
<u>Shareholding Above 5%</u>			
Governamet of Sindh	1	49,999,993	99.999986
<u>Directors, CEO, Executives and their Spouses and Minor Childrens</u>			
Muhammad Bilal Sheikh	1	1	0.000002
Syed Hassan Naqvi	1	1	0.000002
Ahmed Salahuddin	1	1	0.000002
Syed Akhtar UI Islam	1	1	0.000002
Muhammad Aley Abid	1	1	0.000002
Zahid Hussain	1	1	0.000002
Maudood Ahmad Lodhi	1	1	0.000002
<u>Individuals</u>	-	-	-
Total	8	50,000,000	100.000000