

SINDH INSURANCE LIMITED

CONDENSED INTERIM FINANCIAL INFORMATION

**FOR THE SIX MONTHS PERIOD ENDED
30 JUNE 2018**

INDEPENDENT AUDITORS' REVIEW REPORT TO THE MEMBERS OF SINDH INSURANCE LIMITED ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim statement of financial position of SINDH INSURANCE LIMITED as at 30 June 2018 and the related condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim cash flow statement and notes to the condensed interim financial information for the six-month period then ended (here-in-after referred to as the "condensed interim financial information"). Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of condensed interim statement of comprehensive income for the quarters ended 30 June 2018 and 30 June 2017 have not been reviewed and we do not express a conclusion on them as we are required to review only the cumulative figures for the six-month period ended 30 June 2018.

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 condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

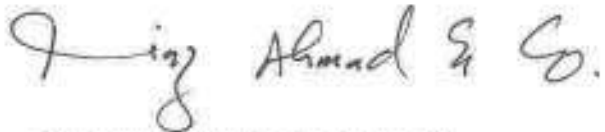
Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects,

Riaz Ahmad & Company

Chartered Accountants

in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditors' report is Muhammad Waqas.



RIAZ AHMAD & COMPANY
Chartered Accountants

Date: 16 July 2018

KARACHI

SINDH INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

	Note	(Unaudited) 30 June 2018 Rupees	(Audited) 31 December 2017 Rupees Restated
Assets			
Property and equipment	7	21,216,615	22,871,854
Intangible assets		1,108,073	1,233,052
Investments:			
Equity securities		-	-
Debt securities	8	131,436,775	130,487,997
Term deposits	9	2,810,199,230	2,864,811,730
Loans and other receivable	10	167,309,335	49,775,344
Insurance / reinsurance receivable	11	65,862,662	112,754,142
Re-insurance recoveries against outstanding claims		67,277,994	16,932,624
Deferred commission expense		822,694	1,980,048
Taxation - payment less provisions		6,869,781	10,200,191
Prepayments	12	105,215,129	161,791,115
Cash and bank	13	46,596,373	52,347,229
		<u>3,423,914,661</u>	<u>3,425,165,526</u>
Total assets of Window Takaful Operations - Operator's Fund		53,644,862	53,424,740
Total Assets		<u>3,477,559,523</u>	<u>3,478,610,266</u>
Equity and Liabilities			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital (100,000,000 shares of Rupees 10 each)		1,000,000,000	1,000,000,000
Available for sale investment fair value reserve		-	552,888
Unappropriate profit		359,961,571	280,926,295
Total Equity		<u>1,359,961,571</u>	<u>1,281,479,183</u>
Liabilities			
Underwriting Provisions			
Outstanding claims including IBNR		1,198,699,500	1,191,759,126
Unearned premium reserves		145,607,770	360,860,322
Premium deficiency reserves		19,958,298	7,121,792
Unearned reinsurance commission		4,214,864	6,496,730
Deferred taxation		1,860,218	1,889,543
Premium received in advance		655,715,402	514,640,636
Insurance / reinsurance payables	14	76,395,046	84,840,808
Other creditors and accruals	15	13,243,866	27,475,858
Taxation - provision less payment		-	-
Total liabilities		<u>2,115,694,964</u>	<u>2,194,864,815</u>
Total liabilities of Window Takaful Operations - Operator's Fund		1,902,988	2,246,268
Total Equity and Liabilities		<u>3,477,559,523</u>	<u>3,478,610,266</u>

Contingencies and commitments

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The annexed notes from 1 to 28 form an integral part of this condensed interim financial information.


Chairman


Director


Director


Chief Executive Officer

SINDH INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018 (UNAUDITED)

	Note	Three months period ended 30 June		Six months period ended 30 June	
		2018	2017	2018	2017
		Rupees	Rupees	Rupees	Rupees
Net insurance premium	17	90,324,824	673,448,262	179,485,547	1,345,150,076
Net insurance claims	18	(47,252,200)	(630,984,612)	(7,662,469)	(1,259,350,520)
Premium deficiency		(15,119,659)	-	(12,836,506)	(5,559,889)
Net commission and other acquisition cost	19	(49,302,762)	(18,449,048)	(133,733,238)	(39,467,823)
Insurance claims and acquisition expenses		(111,674,621)	(649,433,660)	(154,232,211)	(1,304,378,232)
Management expenses	20	(29,245,223)	(14,099,811)	(41,024,311)	(26,904,152)
Underwriting results		(50,595,020)	9,914,791	(15,770,975)	13,867,692
Investment income	21	63,266,495	49,579,084	125,678,092	86,036,841
Other income	22	1,038,137	1,578,320	2,110,061	3,324,673
Other expenses		(406,980)	(175,000)	(555,000)	(480,000)
Results of operating activities		13,302,632	60,897,195	111,462,178	102,749,206
Profit from Window Takaful Operations		405,313	1,928,019	1,116,290	1,837,729
Profit before tax		13,707,945	62,825,214	112,578,468	104,586,935
Income tax expense		(3,312,867)	(17,698,624)	(33,543,192)	(32,130,166)
Profit after tax		10,395,078	44,956,590	79,035,276	72,456,770
Other comprehensive income:					
Items that will be reclassified subsequently to profit and loss account					
- Fair value adjustment on remeasurement of available for sale investments - net of deferred tax		-	(603,656)	-	(603,656)
- Fair value reserve reclassified to profit and loss account on disposal of available for sale investments - net of deferred tax		-	(671,776)	-	(671,776)
- Other comprehensive income from Window Takaful Operations		(552,888)	(1,071,089)	(552,888)	(1,071,089)
Items that will not be reclassified subsequently to profit and loss account		-	-	-	-
		(552,888)	(2,346,521)	(552,888)	(2,346,521)
Total comprehensive income for the period		9,842,190	42,610,069	78,482,388	70,110,249
Earnings per share - basic & diluted	23	0.10	0.90	0.79	1.45

The annexed notes from 1 to 28 form an integral part of this condensed interim financial information.


Chairman


Director


Director


Chief Executive Officer

SINDH INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018 (UNAUDITED)

	Attributable to equity holders of the Company			Total
	Share capital	Capital reserve	Revenue reserve	
		Available for sale investment revaluation reserve	Unappropriated profit	
Rupees	Rupees	Rupees	Rupees	
Balance as at 31 December 2016 (Audited)	500,000,000	-	156,050,784	656,050,784
Restatement due to change in accounting policy	-	2,526,628	-	2,526,628
Balance as at 31 December 2016 - restated	500,000,000	2,526,628	156,050,784	658,577,412
Profit for the six month period ended 30 June 2017	-	-	72,456,770	72,456,770
Other comprehensive income	-	(2,346,521)	-	(2,346,521)
Total comprehensive income	-	(2,346,521)	72,456,770	70,110,249
Balance as at 30 June 2017 (Unaudited) - restated	500,000,000	180,107	228,507,554	728,687,661
Profit for the six month period ended 31 December 2017	-	-	52,418,741	52,418,741
Other comprehensive income	-	372,781	-	372,781
Total comprehensive income	-	372,781	52,418,741	52,791,522
Transaction with owners recorded directly in equity				
Issuance of share capital	500,000,000	-	-	500,000,000
Balance as at 31 December 2017 (Audited) - restated	1,000,000,000	552,888	280,926,295	1,281,479,183
Profit for the six months period ended 30 June 2018	-	-	79,035,276	79,035,276
Other comprehensive income	-	(552,888)	-	(552,888)
Total comprehensive income	-	(552,888)	79,035,276	78,482,388
Balance as at 30 June 2018 (Unaudited)	1,000,000,000	-	359,961,571	1,359,961,571

The annexed notes from 1 to 28 form an integral part of this condensed interim financial information.


Chairman


Director


Director


Chief Executive Officer

SINDH INSURANCE LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018 (UNAUDITED)

	30 June 2018	30 June 2017
	Rupees	Rupees
OPERATING ACTIVITIES		
<i>a) Underwriting activities</i>		
Insurance premiums received	93,779,835	68,194,056
Reinsurance premiums paid	(31,480,740)	(13,532,683)
Claims paid	(58,790,830)	(37,446,322)
Reinsurance and other recoveries received	7,549,692	8,330,736
Commissions paid	(765,364)	(43,744,209)
Commissions received	4,200,061	3,318,901
Other underwriting payments	(555,000)	(480,000)
Net cash flows from / (used in) underwriting activities	13,937,654	(15,359,521)
<i>b) Other operating activities</i>		
Income tax paid	(30,276,375)	(26,513,122)
Management and administrative expenses paid	(53,085,622)	29,789,462
Compensated absences paid	(221,799)	-
Other operating payments	(2,453,993)	(29,163,428)
Net cash used in other operating activities	(86,037,789)	(25,887,088)
Net cash used in operating activities	(72,100,136)	(41,246,609)
INVESTMENT ACTIVITIES		
Profit / return received on investment	10,419,096	48,675,063
Other income received	1,738,361	3,324,674
Payments for investments	(54,454,840)	(1,216,538,323)
Proceeds from disposal of investments	108,137,512	1,219,658,675
Proceeds from disposal of fixed assets	760,000	-
Fixed capital expenditure	(250,850)	(607,000)
Net cash flows from investing activities	66,349,279	54,513,089
FINANCING ACTIVITIES		
Net cash flows from financing activities	-	-
Net cash (used in) / flows from all activities	(5,750,856)	13,266,480
Cash and cash equivalents at the beginning of period	52,347,229	69,809,429
Cash and cash equivalents at end of the period	46,596,373	83,075,909
Reconciliation to profit and loss account		
Operating cash flows	(72,100,136)	(41,246,609)
Depreciation on fixed assets	(1,517,789)	(1,308,872)
Amortization of intangibles	(765,623)	(708,668)
Income tax paid	30,276,375	26,513,122
Decrease / increase in assets other than cash	(52,168,936)	(31,098,602)
Decrease / increase in liabilities	79,950,134	61,237,318
Investment income	125,678,092	86,036,841
Profit from Window Takatul Operations	1,116,290	1,837,729
Other income	2,110,061	3,324,674
Profit before taxation	112,578,468	104,586,935

The annexed notes from 1 to 28 form an integral part of this condensed interim financial information.


Chairman


Director


Director


Chief Executive Officer

SINDH INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018 (UNAUDITED)

1. LEGAL STATUS AND NATURE OF BUSINESS

Sindh Insurance Limited (the Company) was incorporated under the Companies Ordinance, 1984, (now Companies Act, 2017) 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 beneficially 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, accidental 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 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 AND STATEMENT OF COMPLIANCE

- 2.1 This condensed interim financial information of the Company for the six months period ended 30 June 2018 has been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting' as applicable in Pakistan, provisions of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and Takaful Rules, 2012. In case requirements differ, the provisions of or directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and Takaful Rules, 2012 shall prevail.

Change in the presentation of financial statements

During the year, Companies Act, 2017, Insurance Accounting Regulations, 2017 and Insurance Rules, 2017 have been implemented. The SECP has prescribed format for presentation of annual financial statements for general insurance companies in Insurance Rules, 2017 issued vide S.R.O. 89(I)/2017 dated 09 February 2017. Accordingly, this condensed interim financial information has been prepared in accordance with the format prescribed by SECP. Previously, the financial statements were being prepared following the format prescribed by SECP through Securities and Exchange Commission (Insurance) Rules, 2002 (SEC (Insurance) Rules, 2002), vide S.R.O. 938 dated 12 December 2002 and the provisions of or directives issued under the Companies Ordinance, 1984. Following major changes have been made in the presentation format as prescribed by the new Rules and Regulations:

- Nomenclature of balance sheet changed to statement of financial position. Furthermore, previously separately presented profit and loss account and statement of comprehensive income have been presented in a single statement of comprehensive income, the option adopted by the Company.
- Changes in sequence of assets / liabilities in the statement of financial position.
- Discontinuation of separate statements of premiums, claims, expenses and investment income, which are now presented separately on aggregate basis in to the notes to the condensed interim financial information (note 16, 17, and 18).
- Underwriting results in relation to various classes of business which were previously presented on the face of the profit and loss account are now presented separately (note 24).
- Corresponding figures have been reclassified / rearranged for the purpose of comparison where necessary to ensure compliance with new format for reporting issued by SECP.

- 2.2 Total assets, total liabilities, statement of comprehensive income of Window Takaful Operations (WTO) of the Company referred to as Operator's Fund have been presented in this condensed interim financial information in accordance with the requirements of Circular No. 25 of 2015 dated 09 July 2015. Separate set of condensed interim financial information of the Window Takaful Operations of the Company has been annexed to this condensed interim financial information as per the requirements of the Takaful Rules, 2012.

- 2.3 This condensed interim financial information does not include all the information and disclosures required in the full financial statements. Accordingly, this condensed interim financial information should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2017.
- 2.4 This condensed interim financial information is being prepared and submitted to shareholders in accordance with the requirements of Code of Corporate Governance for Insurers, 2016.

3. BASIS OF MEASUREMENT

This condensed interim financial information has been prepared under the historical cost basis except for certain investments that have been measured at fair 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 this condensed interim financial information are the same and are consistent with those followed in the preparation of the annual audited financial statements of the Company for the year ended 31 December 2017 except for (i) format for preparation of financial statements as disclosed in note 2.1 above; and (ii) treatment of available-for-sale investments as follows:

Change in accounting policy

Up to previous year, investments classified as 'available for sale' was previously being stated at the lower of cost or market value (market value being taken as lower if the reduction is other than temporary) subsequent to initial recognition at cost following the requirements under the repealed Securities and Exchange Commission (Insurance) Rules, 2002. The resultant impairment loss, if any, was being charged to profit and loss account.

The accounting treatment of 'available for sale investments' prescribed in Securities and Exchange Commission (Insurance) Rules, 2002 stands repealed on implementation of Insurance Rules, 2017 and Insurance Accounting Regulations, 2017 during the period. Following the Insurance Rules, 2017 and Insurance Accounting Regulations, 2017, investments classified as 'available for sale' have been accounted for in this condensed interim financial information following the treatment prescribed in International Accounting Standard (IAS) 39 "Financial Instruments: Recognition and Measurement". Under IAS 39, the quoted 'available-for-sale' investments are valued at market value and any unrealised gains or losses arising on revaluation of 'available-for-sale' investments are taken to other comprehensive income and transferred to revaluation reserves, whereas unquoted 'available-for-sale' investments are valued at cost less impairment in value, if any. On derecognition or impairment of 'available-for-sale' investments, the cumulative gains or losses previously reported in revaluation reserves are reclassified to profit and loss account for the period. This change in accounting policy has been applied retrospectively in accordance with the requirements of IAS 8 "Accounting policy, change in accounting estimates and errors" and corresponding figures have been restated to conform to the changed policy as follows:

	31 December 2017		
	Balance previously reported	Adjustment	Balance restated
	Rupees	Rupees	Rupees
Impact on statement of financial position			
Assets:			
Investments			
Equity securities	-	-	-
Debt securities	130,487,997	-	130,487,997
Total assets of Window Takaful Operations - Operator's Fund	52,634,900	789,840	53,424,740
Liabilities:			
Total liabilities of Window Takaful Operations - Operator's Fund	2,009,316	236,952	2,246,268
Deferred taxation	1,889,543	-	1,889,543
Capital and reserves attributable to Company's equity holders:			
Available for sale investment revaluation reserve	-	552,888	552,888

Impact on statement of financial position	31 December 2016		
	Balance previously reported	Adjustment	Balance restated
	Rupees	Rupees	Rupees
Assets:			
Investments			
Equity securities	460,034,004	1,545,961	461,579,965
Debt securities	434,891,863	523,310	435,415,173
Total assets of Window Takaful Operations - Operator's Fund	50,514,362	1,540,197	52,054,559
Liabilities:			
Total liabilities of Window Takaful Operations - Operator's Fund	1,288,645	462,059	1,750,704
Deferred taxation	1,923,811	620,781	2,544,592
Capital and reserves attributable to Company's equity holders:			
Available for sale investment revaluation reserve	-	2,526,628	2,526,628
Impact on statement of comprehensive income		31 December 2017	31 December 2016
		Rupees	Rupees
Other comprehensive income:			
Fair value adjustment on remeasurement of available for sale investments - net of deferred tax		(1,448,490)	(123,480)
Other comprehensive income of Window Takaful Operations - Operator's Fund		(525,250)	1,078,138
		<u>(1,973,740)</u>	<u>954,658</u>

There was no impact on cash flows and segment reporting as a result of the change in accounting policy.

Had the accounting policy not been changed, available-for sale investments, reserves, deferred taxation, total assets of window takaful operations - operators fund, and total liabilities of window takaful operations - operator's fund would have been lower by Rupees Nil, Rupees Nil, Rupees Nil, Rupees Nil and Rupees Nil (31 December 2017: Rupees Nil, Rupees 552,888, Rupees Nil, Rupees 789,840 and Rupees 236,952) respectively.

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this condensed interim financial information in conformity with approved accounting standards requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing this condensed interim financial information, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements of the Company as at and for the year ended 31 December 2017.

6. INSURANCE AND FINANCIAL RISK MANAGEMENT

The insurance and financial risk management objectives and policies are consistent with those disclosed in annual financial statements of the Company for the year ended 31 December 2017.

7. PROPERTY AND EQUIPMENT

Details of operating assets that have been acquired and disposed of during the six months period are as follows:

	Unaudited 30 June 2018			Unaudited 30 June 2017		
	Additions	Disposals		Additions	Disposals	
	Cost Rupees	Cost Rupees	Written down value Rupees	Cost Rupees	Cost Rupees	Written down value Rupees
Tangibles						
Furniture & fixtures	37,000	-	-	81,800	-	-
Office equipment	98,100	-	-	20,000	-	-
Computers	115,750	-	-	505,200	-	-
Vehicle	-	1,059,000	388,300	-	-	-
	<u>250,850</u>	<u>1,059,000</u>	<u>388,300</u>	<u>607,000</u>	<u>-</u>	<u>-</u>

8. INVESTMENTS IN DEBT SECURITIES

	Note	30 June 2018 (Unaudited)			31 December 2017 (Audited)		
		Amortized cost Rupees	Impairment / provision Rupees	Carrying value Rupees	Amortized cost Rupees	Impairment / provision Rupees	Carrying value Rupees
Held To Maturity							
Government securities:	7.1						
Pakistan Investment Bonds		51,981,935	-	51,981,935	51,802,937	-	
Treasury Bills		54,454,840	-	54,454,840	53,685,060	-	
Others:							
Sukuk		25,000,000	-	25,000,000	25,000,000	-	
		<u>131,436,775</u>	<u>-</u>	<u>131,436,775</u>	<u>130,487,997</u>	<u>-</u>	

8.1 These securities are pledged with State Bank of Pakistan under provisions of Insurance Ordinance, 2000 (XXXIX of 2000).

9. INVESTMENT IN TERM DEPOSITS

Deposits maturing within 12 months - local currency

	(Unaudited) 30 June 2018 Rupees	(Audited) 31 December 2017 Rupees
	<u>2,810,199,230</u>	<u>1,580,816,263</u>

These represents term deposits with different microfinance banks and carry markup ranging from 8% to 8.75% (2017: 5.95 % to 10.25%).

10. LOANS AND OTHER RECEIVABLES - CONSIDERED GOOD

Accrued investment income	162,639,377	46,995,977
Loans to employees	1,295,746	372,631
Other receivable	3,374,212	2,406,736
	<u>167,309,335</u>	<u>49,775,344</u>

11. INSURANCE / REINSURANCE RECEIVABLES - Unsecured and considered good

Due from insurance contract holders	29,115,187	68,220,897
Less: provision for impairment of receivables from insurance contract holders	(14,486,464)	-
Due from other insurers / reinsurers	51,233,939	44,533,245
Less: provision for impairment of due from other insurers / reinsurers	-	-
	<u>65,862,662</u>	<u>112,754,142</u>

11.1 Due from insurance contract holders includes Rupees 3,152,628 due from related parties.

	(Unaudited) 30 June 2018	(Audited) 31 December 2017
	Rupees	Rupees
12. PREPAYMENTS		
Prepaid reinsurance premium ceded	102,644,966	159,244,082
Prepaid rent	1,454,368	1,852,957
Prepaid insurance expense	459,141	662,226
Prepaid miscellaneous expense	656,654	31,850
	<u>105,215,129</u>	<u>161,791,115</u>
13. CASH AND BANK DEPOSITS		
Cash and other equivalents		
Cash in hand	40,537	21,451
Policy stamps	873,301	848,663
Cash at bank		
Current accounts	-	-
Saving accounts	45,682,535	51,477,115
	<u>46,596,373</u>	<u>52,347,229</u>
The rate of return on these accounts ranges from 2.73% to 5.8%.		
14. INSURANCE / REINSURANCE PAYABLES		
Due to insurance contract holders	-	-
Due to other insurers / reinsurers	76,395,046	84,840,808
	<u>76,395,046</u>	<u>84,840,808</u>
Due to other insurers / reinsurers		
Considered good		
- Foreign	13,628,865	13,889,396
- Local	62,766,181	70,951,422
	<u>76,395,046</u>	<u>84,840,808</u>
15. OTHER CREDITORS AND ACCRUALS		
Agent commission payable	424,289	385,344
Federal excise duty / sales tax	1,258,066	1,318,669
Federal insurance fee	57,755	2,680,241
Accrued expenses	7,719,112	19,463,557
Other tax payables	911,472	595,777
Provision for compensated leave absences	2,653,172	2,566,770
Auditors' remuneration	220,000	455,500
	<u>13,243,866</u>	<u>27,475,858</u>
16. CONTINGENCIES AND COMMITMENTS		
There were no contingencies or commitments as at the reporting date.		

	Three months period ended 30 June		Six months period ended 30 June	
	2018 Rupees	2017 Rupees	2018 Rupees	2017 Rupees
17. NET INSURANCE PREMIUM				
Written gross premium	15,370,519	22,220,967	37,366,395	39,450,000
Add: Unearned premium reserve opening	257,645,877	1,029,631,396	360,660,322	1,717,299,804
Less: Unearned premium reserve closing	(145,607,770)	(344,007,373)	(145,607,770)	(344,007,373)
Premium earned	<u>127,408,626</u>	<u>707,844,990</u>	<u>252,418,947</u>	<u>1,412,742,431</u>
Less: Reinsurance premium ceded	(8,746,133)	(5,091,421)	(16,334,284)	(17,256,496)
Less: Prepaid reinsurance premium opening	(130,982,635)	(222,074,080)	(159,244,082)	(243,104,632)
Add: Prepaid reinsurance premium closing	102,644,966	192,768,773	102,644,966	192,768,773
Reinsurance expense	(37,083,802)	(34,396,728)	(72,933,400)	(67,592,355)
	<u>90,324,824</u>	<u>673,448,262</u>	<u>179,485,547</u>	<u>1,345,150,076</u>

18. NET INSURANCE CLAIMS EXPENSE	Three months period ended 30 June		Six months period ended 30 June	
	2018 Rupees	2017 Rupees	2018 Rupees	2017 Rupees
Claim paid	33,118,117	24,434,959	58,790,830	37,446,322
Add: Outstanding claims including IBNR closing	1,198,699,500	1,731,031,651	1,198,699,500	1,731,031,651
Less: Outstanding claims including IBNR opening	(1,134,317,221)	(1,125,548,000)	(1,191,759,126)	(492,762,702)
Claim expense	97,500,396	629,918,610	65,731,204	1,275,715,271
Reinsurance and other recoveries received	(4,010,320)	(7,013,971)	(7,549,692)	(8,330,736)
Add: Reinsurance and other recoveries in respect of outstanding claims (opening)	21,213,991	22,486,967	16,932,824	6,372,999
Less: Reinsurance and other recoveries in respect of outstanding claims (closing)	(67,451,867)	(14,407,014)	(67,451,867)	(14,407,014)
Reinsurance and other recoveries revenue	(50,248,196)	1,066,002	(58,068,735)	(16,364,751)
	47,252,200	630,964,612	7,662,469	1,259,350,520

18.1 This includes Provision for incurred but not reported (IBNR) amounting to Rupees 1,012,473,351 (2017: 1,148,649,763).

19. NET COMMISSION EXPENSE / ACQUISITION COST

Commission paid or payable	51,998,888	20,371,507	139,057,809	43,771,282
Add: Deferred commission expense opening	1,581,115	2,237,487	1,980,048	1,896,084
Less: Deferred commission expense closing	(822,694)	(1,618,989)	(822,694)	(1,618,989)
Net commission	52,757,309	20,990,005	140,215,163	44,048,377
Less: Commission received or recoverable	(2,112,929)	(8,623,488)	(4,200,061)	(3,318,901)
Add: Unearned reinsurance commission	5,155,112	3,893,459	4,214,864	3,893,459
Less: Unearned reinsurance commission	(6,496,730)	2,189,072	(6,496,730)	(5,155,112)
Commission from reinsurers	(3,454,547)	(2,540,957)	(6,481,927)	(4,580,554)
	49,302,762	18,449,048	133,733,236	39,467,623

20. MANAGEMENT EXPENSES

Salaries, allowance and other benefits	6,877,798	7,420,311	14,043,440	15,209,791
Travelling expense	40,942	818,657	58,142	959,774
Advertisement and sales promotion	62,000	-	220,401	30,900
Printing and stationery	252,522	309,220	346,928	535,070
Depreciation	767,507	670,826	1,517,789	1,308,872
Amortization	388,631	353,900	765,823	708,666
Rent, rates and taxes	1,147,727	740,143	2,161,717	1,486,015
Legal and professional charges	934,551	341,775	993,475	579,245
Electricity, gas and water	370,270	502,098	692,171	750,865
Entertainment	189,192	53,673	428,396	136,775
Vehicle running expense	4,730	11,380	4,730	23,708
Office repair, maintenance and insurance	454,020	525,425	941,606	766,381
Office expense	111,945	-	224,784	-
Bank charges	40,134	10,965	51,074	12,293
Postage, telegrams and telephones	213,547	102,384	486,697	294,085
Annual supervision fee SECP	437,849	133,216	437,849	133,216
Bad and doubtful debts	14,486,464	-	14,486,464	-
Service charges (Health Econnex)	2,351,669	981,932	2,777,718	2,002,283
Miscellaneous	113,725	1,123,906	385,307	1,957,235
	29,245,223	14,099,811	41,024,311	26,904,152

21. INVESTMENT INCOME	Three months period ended 30 June		Six months period ended 30 June	
	2018 Rupees	2017 Rupees	2018 Rupees	2017 Rupees
Income from equity securities				
Available for sale				
- Dividend income	-	2,967,383	-	2,967,383
- Capital gain	-	13,354,098	-	14,870,914
	-	16,321,481	-	17,838,297
Income from debt securities				
Available for sale				
- Return on debt securities	-	6,683,887	-	13,822,001
- Amortisation of premium on PIBs	-	(1,853,867)	-	(3,687,362)
	-	4,830,020	-	10,134,639
Held to maturity				
- Return on debt securities	3,506,059	1,585,881	5,769,251	4,915,233
- Discount on purchase of PIBs	89,881	93,554	178,998	179,260
	3,595,940	1,679,435	5,948,249	5,094,493
Income from term deposits				
- Return on deposit	59,670,555	27,275,824	119,729,843	53,497,067
Total investment income	63,266,495	50,106,760	125,678,092	86,564,516
Less: Impairment in value of available for sale securities				
- Equity securities	-	(527,676)	-	(527,676)
	63,266,495	49,579,084	125,678,092	86,036,840

22. OTHER INCOME

Profit on bank deposit	466,887	1,599,809	1,188,656	2,831,911
Income on generator sharing	109,215	109,215	218,430	218,430
Other	462,035	236,492	702,975	274,332
	1,038,137	1,945,516	2,110,061	3,324,673

23. EARNINGS (AFTER TAX) PER SHARE - BASIC AND DILUTED

There is no dilutive effect on the basic earnings per share which is based on:

Net profit after tax for the period - Rupees	10,395,078	44,956,590	79,035,276	72,456,770
Weighted average number of ordinary shares-Number	100,000,000	50,000,000	100,000,000	50,000,000
Basic earnings per share - Rupees	0.10	0.90	0.79	1.45

24. 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:

Companies having common directorship

Sindh Bank Limited (SBL)

Income on saving accounts	466,888	1,232,102	1,188,656	2,831,911
Premium written	221,894	458,375	751,387	1,263,326
Claim paid	6,502,622	13,116,828	16,331,555	21,801,681

Sindh Modarba Management Limited (SMML)

Premium written	-	-	-	899
Claim paid	8,099	-	40,779	50,320
Income on sharing of generator	109,215	109,215	218,430	218,430

	Three months period ended 30 June		Six months period ended 30 June	
	2018 Rupees	2017 Rupees	2018 Rupees	2017 Rupees
Sindh Leasing Company Limited (SLCL)				
Premium written	106,823	-	409,387	1,410,374
Claim paid	369,064	4,000	375,944	70,894
Sindh Microfinance Bank Limited				
Premium written	1,118,293	304,953	1,407,148	816,312
Claim paid	61,555	90,000	176,192	90,000
Health Econnex (Private) Limited				
Health claims paid on behalf of Company	5,493,760	7,490,809	12,809,174	16,075,680
Service charges	2,031,445	981,932	2,457,494	2,002,283
Directors				
Meeting Fee	425,000	150,000	425,000	325,000
Key Management Personnel				
Remuneration & benefits paid	3,706,649	4,076,206	7,245,863	7,471,456
Retirement benefits	198,145	504,704	393,988	1,013,139
Employees' fund				
Contribution to provident fund	388,938	317,862	679,286	637,446
Government of Sindh				
Share of profit of Universal Accidental Policy	76,039,424	19,840,672	162,447,863	41,693,729
Balances			Balance as on 30 June 2018	Balance as on 31 December 2017
Companies having common directorship				
Sindh Bank Limited (SBL)				
Bank accounts			45,682,534	51,477,115
Due from insurance contract holder			3,108,409	42,169,650
Claim payable			14,142,179	494,195
Payable to Sindh Bank Limited			4,243,331	6,286,423
Sindh Modarba Management Limited (SMML)				
Premium received in advance			-	(23,943)
Claim payable			150,310	(879)
Amount receivable for sharing of generator			213,360	221,360
Sindh Leasing Company Limited (SLCL)				
Premium received in advance/Due from insurance			23,203	313,576
Claim payable			79,066	336,880
Payable to Sindh Leasing Company Limited			-	1,592,595
Health Econnex (Private) Limited				
Advance for health claim expense			2,835,225	1,094,653
Receivable From Sindh Insurance Limited - Window Takaful Operations				
			60,827	-

25. OPERATING SEGMENTS

	Fits and Property Damage			Marine, Aviation & Transport			Motor			Accident and Health			Miscellaneous			Treaty			Total				
	2018	2017	2016	2018	2017	2016	2018	2017	2016	2018	2017	2016	2018	2017	2016	2018	2017	2016	2018	2017	2016		
	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	Reuspes	
Segment results																							
Premium receivable	3,354,648	5,627,193	6,374,315	2,976,703	2,976,703	34,385,285	2,233,623	5,241,183	11,405,484	4,658,050	-	-	-	-	-	43,263,184	-	-	43,263,184	-	-	43,196,425	
Less: Federal excise duty	359,763	528,332	779,788	375,622	375,622	2,274,726	344,607	-	872,916	176,231	-	-	-	-	-	4,375,607	-	-	4,375,607	-	-	3,364,371	
Federal Insurance fee	26,191	38,543	57,374	26,776	26,776	196,389	24,594	81,822	103,724	47,365	-	-	-	-	-	368,182	-	-	368,182	-	-	385,554	
Grants within premium	3,958,698	6,442,313	5,737,253	3,077,405	3,077,405	15,882,186	1,824,422	5,179,261	10,488,624	4,332,500	-	-	-	-	-	37,501,395	-	-	37,501,395	-	-	39,456,009	
Direct premium earned	9,379,892	10,398,924	14,205,852	13,793,300	13,793,300	19,657,989	15,148,267	1,285,993,993	81,037,459	71,132,788	-	-	-	-	-	344,460,629	-	-	344,460,629	-	-	1,408,376,268	
Facultative inward premium earned	2,881,131	1,379,144	-	(282,327)	(282,327)	327,512	2,001,587	-	82,635	825,770	-	-	-	-	-	3,296,660	-	-	3,296,660	-	-	3,864,154	
Administrative exchange earned	59,936	54,635	76,546	45,276	45,276	370,287	12,500	-	174,239	37,002	-	-	-	-	-	829,638	-	-	829,638	-	-	503,009	
Insurance premium earned	12,719,981	11,682,704	14,283,438	13,554,251	13,554,251	20,299,288	15,170,857	1,285,993,993	81,294,333	72,095,560	-	-	-	-	-	345,416,927	-	-	345,416,927	-	-	1,412,742,431	
Insurance premium ceded to reinsurers	11,517,922	10,495,149	12,299,590	11,542,837	11,542,837	8,267,653	-	-	40,368,835	41,696,026	-	-	-	-	-	72,933,460	-	-	72,933,460	-	-	67,592,305	
Net insurance premium	1,284,039	1,187,555	2,023,848	2,051,414	2,051,414	15,476,481	15,170,857	1,285,993,993	80,405,498	30,399,534	-	-	-	-	-	172,483,467	-	-	172,483,467	-	-	1,345,150,076	
Commission income	2,338,298	2,095,832	367,882	313,565	313,565	2,603,189	1,285,267	-	972,639	977,470	-	-	-	-	-	6,481,827	-	-	6,481,827	-	-	4,580,554	
Net underwriting income	3,622,337	3,183,387	2,391,730	2,365,379	2,365,379	14,034,354	16,750,048	1,285,993,993	11,378,136	31,416,002	-	-	-	-	-	188,965,294	-	-	188,965,294	-	-	1,349,730,630	
Insurance claims	11,635,939	2,292,177	32,121,494	894,062	894,062	79,108,542	19,810,524	1,240,650,515	24,675,862	15,500,399	-	-	-	-	-	66,731,204	-	-	66,731,204	-	-	1,270,715,271	
Insurance claims received from reinsurers	10,969,657	1,735,953	21,208,774	315,224	315,224	3,990,699	2,161,516	-	12,399,504	12,140,658	-	-	-	-	-	58,088,735	-	-	58,088,735	-	-	16,394,781	
Net claims	725,143	571,224	912,830	580,838	580,838	8,117,842	5,146,032	1,240,650,515	12,316,378	3,361,341	-	-	-	-	-	7,662,469	-	-	7,662,469	-	-	1,254,320,490	
Commission expense	1,463,627	1,212,105	244,236	326,776	326,776	176,969	94,201	41,652,589	94,653	209,726	-	-	-	-	-	141,215,163	-	-	141,215,163	-	-	44,048,377	
Management expense	3,885,273	3,643,216	5,035,349	1,757,742	1,757,742	19,405,275	4,311,544	1,623,918	10,694,891	5,536,571	-	-	-	-	-	41,024,312	-	-	41,024,312	-	-	26,504,151	
Premium deficiency expense	119,591	1,779,592	6,359,343	(219,766)	(219,766)	5,500,788	2,611,206	6,219,423	5,219,423	1,391,840	-	-	-	-	-	12,836,906	-	-	12,836,906	-	-	5,509,888	
Net insurance claims and expense	5,825,604	6,663,055	13,451,458	2,445,980	2,445,980	28,621,885	12,413,158	1,294,304,941	29,325,345	9,150,038	-	-	-	-	-	20,778,460	-	-	20,778,460	-	-	1,335,662,937	
Underwriting result	(2,194,267)	(3,479,668)	(11,059,728)	(80,211)	(80,211)	(13,787,531)	(6,752,655)	(17,947,296)	(22,266,012)	(2,266,012)	-	-	-	-	-	(15,776,875)	-	-	(15,776,875)	-	-	(3,667,693)	
Net investment income																							
Other income																							
Other expenses																							
Profit from Window Tactical Operation																							
Profit before tax																							
Segment assets	40,849,839	36,547,057	63,634,662	21,195,335	21,195,335	182,242,888	179,351,326	18,574,254	116,807,285	66,310,461	-	-	-	-	-	3,048,756,038	3,155,028,823	3,048,756,038	3,155,028,823	-	-	3,155,508,623	
Un-allocated assets																							
Segment liabilities	196,836,023	241,854,741	319,817,293	135,693,679	135,693,679	885,316,798	1,108,878,941	901,988,899	129,435,149	577,153,817	440,300,692	-	-	-	-	2,882,817,099	2,138,164,401	2,882,817,099	2,138,164,401	-	-	2,138,164,401	
Un-allocated liabilities																							
Profit before tax																							
Profit after tax																							
Profit before tax																							
Profit after tax																							

Premium received in advance*	-	-	-	(5,619,000)	(5,619,000)	-	-	-	-
Insurance / reinsurance payables*	-	-	-	(655,715,402)	(655,715,402)	-	-	-	-
Other creditors and accruals*	-	-	-	(78,395,045)	(78,395,045)	-	-	-	-
Window Takaful Operations - Operator's Fund*	-	-	-	(13,243,865)	(13,243,865)	-	-	-	-
				1,902,065	1,902,065	-	-	-	-
	2,941,636,005	460,132,676	48,596,373	(2,111,931,758)	1,336,433,298	-	106,436,775	25,000,000	131,436,775

As at 31 December 2017 (Audited)

	Carrying Amount				Total	Fair Value			
	Held-to-maturity	Loans and Receivables	Other Financial Assets	Other Financial Liabilities		Level 1	Level 2	Level 3	Total
	(Rupees)					(Rupees)			
Financial Assets Measured At Fair Value									
Investments									
- Debt securities	130,487,997	-	-	-	130,487,997	-	105,487,997	25,000,000	130,487,997
- Term deposits	2,864,811,730	-	-	-	2,864,811,730	-	-	-	-
Financial assets not measured at fair value									
Loans and other receivable*	-	49,775,344	-	-	49,775,344	-	-	-	-
Insurance / reinsurance receivable*	-	112,754,142	-	-	112,754,142	-	-	-	-
Re-insurance recoveries - outstanding claims*	-	16,932,624	-	-	16,932,624	-	-	-	-
Deferred commission expense*	-	1,980,048	-	-	1,980,048	-	-	-	-
Prepayments*	-	161,791,115	-	-	161,791,115	-	-	-	-
Cash and bank*	-	-	52,347,229	-	52,347,229	-	-	-	-
Window Takaful Operations - Operator's Fund*	-	53,424,740	-	-	53,424,740	51,859,447	-	-	51,859,447
	2,895,299,727	398,658,213	52,347,229	-	3,444,305,189	51,859,447	105,487,997	25,000,000	182,347,444

Financial Liabilities Not Measured At Fair Value

Outstanding claims including IBNR*	-	-	-	(1,191,758,126)	(1,191,758,126)	-	-	-	-
Unearned premium reserves*	-	-	-	(360,660,322)	(360,660,322)	-	-	-	-
Premium deficiency reserves*	-	-	-	(7,121,792)	(7,121,792)	-	-	-	-
Unearned reinsurance commission*	-	-	-	(6,496,730)	(6,496,730)	-	-	-	-
Premium received in advance*	-	-	-	(514,640,636)	(514,640,636)	-	-	-	-
Insurance / reinsurance payables*	-	-	-	(84,840,808)	(84,840,808)	-	-	-	-
Other creditors and accruals*	-	-	-	(27,475,858)	(27,475,858)	-	-	-	-
Window Takaful Operations - Operator's Fund*	-	-	-	(2,246,268)	(2,246,268)	-	-	-	-
	2,895,299,727	398,658,213	52,347,229	(2,195,241,540)	1,249,063,629	51,859,447	105,487,997	25,000,000	182,347,444

* The company has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of their fair values. Fair value is an amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently differences may arise between the carrying values and the fair value estimates.

27. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was approved and authorized for issue on ~~1-6 JUL 2018~~ by the Board of Directors of the Company.

28. GENERAL

28.1 Figures in this condensed interim financial information have been rounded to the nearest Rupees, unless otherwise stated.



Chairman



Director



Director



Chief Executive Officer

**SINDH INSURANCE LIMITED
WINDOW TAKAFUL
OPERATIONS**

**CONDENSED INTERIM
FINANCIAL INFORMATION**

**FOR THE SIX MONTHS PERIOD ENDED
30 JUNE 2018**

INDEPENDENT AUDITORS' REVIEW REPORT TO THE MEMBERS OF SINDH INSURANCE LIMITED ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION OF WINDOW TAKAFUL OPERATIONS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of SINDH INSURANCE LIMITED – WINDOW TAKAFUL OPERATIONS as at 30 June 2018 and the related condensed interim statement of comprehensive income, condensed interim statement of changes in Fund, condensed interim cash flow statement and notes to the condensed interim financial information for the six-month period then ended (here-in-after referred to as the "condensed interim financial information"). Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of condensed interim statement of comprehensive income for the quarters ended 30 June 2018 and 30 June 2017 have not been reviewed and we do not express a conclusion on them as we are required to review only the cumulative figures for the six-month period ended 30 June 2018.

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 condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

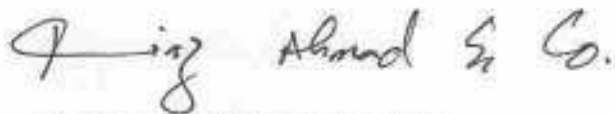
Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects,

Riaz Ahmad & Company

Chartered Accountants

in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditors' report is Muhammad Waqas.



RIAZ AHMAD & COMPANY
Chartered Accountants

Date: 16 July 2018

KARACHI

SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

Note	30 June 2018			31 December 2017
	Operator's Fund	Participants' Takaful Fund	Aggregate	Aggregate
	Rupees	Rupees	Rupees (Unaudited)	Rupees (Audited) Restated

ASSETS

Property and equipment		70,393	-	70,393	77,584
Intangible assets	7	1,701,482	-	1,701,482	28,778
Investments					
Equity securities	8	-	1,511,853	1,511,853	51,859,447
Debt Securities		-	-	-	-
Term Deposits		-	-	-	-
Loans and other receivable	9	18,493,734	123,021	18,616,755	685,001
Insurance / reinsurance receivable		-	2,945,240	2,945,240	3,785,805
Deferred commission expense		190,633	-	190,633	323,237
Wakala and modarib fee receivable		774,637	-	774,637	5,334
Deferred wakala fee expense		-	627,743	627,743	709,798
Taxation - payment less provision		-	9,818	9,818	5,550
Prepayments	10	-	913,339	913,339	1,550,150
Cash and bank	11	32,413,983	814,106	33,228,089	2,383,608
TOTAL ASSETS		53,644,862	6,945,120	60,589,982	61,414,292

The annexed notes from 1 to 23 form an integral part of this condensed interim financial information.



Chairman



Director



Director



Chief Executive Officer

SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

Note	30 June 2018			31 December 2017
	Operator's Fund	Participants' Takaful Fund	Aggregate	Aggregate
	Rupees	Rupees	Rupees (Unaudited)	Rupees (Audited) Restated
OPERATOR'S FUND				
Statutory fund	50,000,000	-	50,000,000	50,000,000
Fair value reserve	-	-	-	552,888
Accumulated profit	1,406,987	-	1,406,987	625,584
	<u>51,406,987</u>	<u>-</u>	<u>51,406,987</u>	<u>51,178,472</u>
WAQF / PARTICIPANTS' TAKAFUL FUND				
Ceded money	-	500,000	500,000	500,000
Available for sale investment fair value reserve	-	11,853	11,853	-
Accumulated deficit	-	(3,831,470)	(3,831,470)	(57,353)
	-	<u>(3,319,617)</u>	<u>(3,319,617)</u>	<u>442,647</u>
LIABILITIES				
Underwriting provisions				
Outstanding claims including IBNR	-	350,856	350,856	199,170
Unearned contribution reserve	-	2,124,988	2,124,988	2,553,329
Unearned re-takaful rebate	-	196,997	196,997	367,099
Wakala and modarib fee payable	-	774,637	774,637	5,334
Deferred taxation	-	-	-	236,952
Contribution received in advance	-	-	-	403,204
Insurance / reinsurance payables	-	3,081,764	3,081,764	3,367,809
Provision for unearned wakala fee	627,743	-	627,743	709,798
Other creditors and accruals	12 775,681	3,735,497	4,511,178	1,355,447
Taxation - provision less payment	834,451	-	834,451	595,031
TOTAL LIABILITIES	<u>2,237,875</u>	<u>10,264,737</u>	<u>12,502,612</u>	<u>9,793,173</u>
TOTAL FUND AND LIABILITIES	<u>53,644,862</u>	<u>6,945,120</u>	<u>60,589,982</u>	<u>61,414,292</u>

CONTINGENCIES AND COMMITMENTS 13

The annexed notes from 1 to 23 form an integral part of this condensed interim financial information.


Chairman


Director


Director

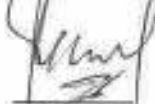

Chief Executive Officer

Other comprehensive income	-	(1,071,089)	-	(1,071,089)
Total comprehensive income	-	(1,071,089)	1,837,729	766,640
Balance as at 30 June 2017 (Unaudited) - restated	50,000,000	7,049	1,063,446	51,070,495
Loss for the six month period ended 31 December 2017	-	-	(437,862)	(437,862)
Other comprehensive income	-	545,839	-	545,839
Total comprehensive income	-	545,839	(437,862)	107,977
Balance as at 31 December 2017 (Audited) - restated	50,000,000	552,888	625,584	51,178,472
Profit for the six month period ended 30 June 2018	-	-	781,403	781,403
Other comprehensive income	-	(552,888)	-	(552,888)
Total comprehensive income	-	(552,888)	781,403	228,515
Balance as at 30 June 2018 (Unaudited)	50,000,000	-	1,406,987	51,406,987

Participants' Takaful Fund

Ceded Money	Capital reserve	Revenue reserve	Total	
	Available for sale investment revaluation reserve	Accumulated profit		
Rupees	Rupees	Rupees	Rupees	
Balance as at 31 December 2016 (Audited)	500,000	-	(700,751)	(200,751)
Surplus for the six month period ended 30 June 2017	-	-	243,188	243,188
Other comprehensive income	-	-	-	-
Balance as at 30 June 2017 (Unaudited)	500,000	-	(457,563)	42,437
Surplus for the six month period ended 31 December 2017	-	-	400,210	400,210
Other comprehensive income	-	-	-	-
Balance as at 31 December 2017 (Audited)	500,000	-	(57,353)	442,647
Deficit for the six month period ended 30 June 2018	-	-	(3,774,117)	(3,774,117)
Other comprehensive income	-	11,853	-	11,853
Balance as at 30 June 2018 (Unaudited)	500,000	11,853	(3,831,470)	(3,319,617)

The annexed notes from 1 to 23 form an integral part of this condensed interim financial information.



Chairman



Director



Director



Chief Executive Officer

SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018 (UNAUDITED)

	30 June 2018			30 June 2017
	Operator's Fund	Participants' Takaful Fund	Aggregate	Aggregate
	Rupees	Rupees	Rupees	Rupees
OPERATING CASH FLOWS				
a) Takaful activities				
Contribution received	-	1,858,888	1,858,888	1,466,809
Retakaful contribution paid	-	(4,339,320)	(4,339,320)	74,992
Wakala fee received / (paid)	5,334	(5,334)	-	-
Claims paid	-	(286,693)	(286,693)	-
Commissions paid	(147,282)	-	(147,282)	(12,318)
Rebate received	-	153,346	153,346	5,906
Other underwriting payments	(18,716,352)	-	(18,716,352)	(436,059)
Net cash (used in) / flows from takaful activities	(18,858,300)	(2,619,113)	(21,477,413)	1,099,330
b) Other operating activities				
Income tax paid	(95,467)	(4,268)	(99,735)	(5,168)
General, administration and management expenses paid	-	-	-	-
Ceded money to participants' takaful fund	-	-	-	-
Other operating payment	(125,988)	(100,662)	(226,650)	(242,824)
Other operating receipts	-	3,084,537	3,084,537	164,577
Net cash flows from / (used in) other operating activities	(221,455)	2,979,807	2,758,152	(83,415)
Net cash (used in) / flows from operating activities	(19,079,755)	360,494	(18,719,261)	1,015,915
INVESTMENT ACTIVITIES				
Profit / return received on investment	955,168	48,634	1,003,802	51,671
Payment for investment	-	(1,500,000)	(1,500,000)	(77,329,588)
Proceeds from disposal of investments	51,889,940	-	51,889,940	79,329,589
Modarib fee received / (paid)	10,907	(10,907)	-	-
Fixed capital expenditure	(1,830,000)	-	(1,830,000)	(37,000)
Net cash (used in) / flows from investing activities	51,028,015	(1,462,273)	49,563,742	2,014,672
FINANCING ACTIVITIES				
Net cash flows from financing activities	-	-	-	-
Net cash (used in) / flows from all activities	31,948,260	(1,101,779)	30,844,481	3,030,587
Cash and cash equivalents at the beginning of period	467,723	1,915,885	2,383,608	909,848
Cash and cash equivalents at end of the period	32,413,983	814,106	33,228,089	3,940,435
Reconciliation to profit and loss account				
Operating cash flows	(19,079,755)	360,494	(18,719,261)	1,015,916
Depreciation	(7,191)	-	(7,191)	(7,316)
Amorization	(157,296)	-	(157,296)	(2,056)
Income tax paid	95,467	4,268	99,735	5,167
Other income	966,075	37,727	1,003,802	51,671
Increase/(decrease) in assets other than cash	18,467,796	(1,458,774)	17,009,022	980,824
(Increase) / decrease in liabilities	10,861	(2,717,832)	(2,706,971)	(2,149,978)
Investment income	820,333	-	820,333	2,974,287
Loss / deficit before taxation for the period	1,116,290	(3,774,117)	(2,657,827)	2,868,515

The annexed notes from 1 to 23 form an integral part of this condensed interim financial information.


Chairman


Director


Director


Chief Executive Officer

**SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018 (UNAUDITED)**

1. LEGAL STATUS AND NATURE OF BUSINESS

Sindh Insurance Limited (the Company) was incorporated under the Companies Ordinance, 1984, (now Companies Act, 2017) 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 beneficially 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, accidental 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 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 AND STATEMENT OF COMPLIANCE

- 2.1 This condensed interim financial information of the Company for the six months period ended 30 June 2018 has been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting' as applicable in Pakistan, provisions of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and Takaful Rules, 2012. In case requirements differ, the provisions of or directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and Takaful Rules, 2012 shall prevail.

Change in the presentation of financial statements

During the year, Companies Act, 2017, Insurance Accounting Regulations, 2017 and Insurance Rules, 2017 have been implemented. The SECP has prescribed format for presentation of annual financial statements for general insurance companies in Insurance Rules, 2017 issued vide S.R.O. 89(I)/2017 dated 09 February 2017. Accordingly, this condensed interim financial information has been prepared in accordance with the format prescribed by SECP. Previously, the financial statements were being prepared following the format prescribed by SECP through Securities and Exchange Commission (Insurance) Rules, 2002 (SEC (Insurance) Rules, 2002), vide S.R.O. 938 dated 12 December 2002 and the provisions of or directives issued under the Companies Ordinance, 1984. Following major changes have been made in the presentation format as prescribed by the new Rules and Regulations:

- Nomenclature of balance sheet changed to statement of financial position. Furthermore, previously separately presented profit and loss account and statement of comprehensive income have been presented in a single statement of comprehensive income, the option adopted by the Company.
- Changes in sequence of assets / liabilities in the statement of financial position.
- Discontinuation of separate statements of contributions, claims, expenses and investment income, which are now presented separately on aggregate basis in to the notes to the condensed interim financial information (note 14, 15, and 16).
- Underwriting results in relation to various classes of business which were previously presented on the face of the profit and loss account are now presented separately (note 20).
- Corresponding figures have been reclassified / rearranged for the purpose of comparison where necessary to ensure compliance with new format for reporting issued by SECP.

- 2.2 This condensed interim financial information reflects 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 Participants' Takaful Fund remain separately identifiable. This condensed interim financial information does not include all the information and disclosures required in the full financial statements. Accordingly, this condensed interim financial information should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2017.

- 2.3 This condensed interim financial information is being prepared and submitted to shareholders in accordance with the requirements of Code of Corporate Governance for Insurers, 2016.

3. BASIS OF MEASUREMENT

This condensed interim financial information has been prepared under the historical cost basis except for certain investments that have been measured at fair 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 this condensed interim financial information are the same and are consistent with those followed in the preparation of the annual audited financial statements of the Company for the year ended 31 December 2017 except for (i) format for preparation of financials statements as disclosed in note 2.1 above; and (ii) treatment of available-for-sale investments as follows:

Change in accounting policy

Up to previous year, investments classified as 'available for sale' was previously being stated at the lower of cost or market value (market value being taken as lower if the reduction is other than temporary) subsequent to initial recognition at cost following the requirements under the repealed Securities and Exchange Commission (Insurance) Rules, 2002. The resultant impairment loss, if any, was being charged to profit and loss account.

The accounting treatment of 'available for sale investments' prescribed in Securities and Exchange Commission (Insurance) Rules, 2002 stands repealed on implementation of Insurance Rules, 2017 and Insurance Accounting Regulations, 2017 during the period. Following the Insurance Rules, 2017 and Insurance Accounting Regulations, 2017, investments classified as 'available for sale' have been accounted for in this condensed interim financial information following the treatment prescribed in International Accounting Standard (IAS) 39 "Financial Instruments: Recognition and Measurement". Under IAS 39, the quoted 'available-for-sale' investments are valued at market value and any unrealised gains or losses arising on revaluation of 'available-for-sale' investments are taken to other comprehensive income and transferred to revaluation reserves, whereas unquoted 'available-for-sale' investments are valued at cost less impairment in value, if any. On derecognition or impairment of 'available-for-sale' investments, the cumulative gains or losses previously reported in revaluation reserves are reclassified to profit and loss account for the period. This change in accounting policy has been applied retrospectively in accordance with the requirements of IAS 8 "Accounting policy, change in accounting estimates and errors" and corresponding figures have been restated to conform to the changed policy as follows:

Impact on statement of financial position - operator's fund	31 December 2017		
	Balance previously reported	Adjustment	Balance restated
	Rupees	Rupees	Rupees
Assets:			
Investments			
Equity securities	51,069,607	789,840	51,859,447
Liabilities:			
Deferred taxation	-	236,952	236,952
Capital and reserves attributable to operator			
Available for sale investment revaluation reserve	-	552,888	552,888

Impact on statement of financial position - operator's fund	31 December 2016		
	Balance previously reported	Adjustment	Balance restated
	Rupees	Rupees	Rupees
Assets:			
Investments			
Equity securities	50,035,752	1,540,197	51,575,949
Liabilities:			
Deferred taxation	-	462,059	462,059
Capital and reserves attributable to operator			
Available for sale investment revaluation reserve	-	1,078,138	1,078,138
Impact on statement of comprehensive income - operator's fund		31 December 2017	31 December 2016
		Rupees	Rupees
Other comprehensive income:			
Fair value adjustment on remeasurement of available for sale investments - net of deferred tax		(525,250)	1,078,138
		<u>(525,250)</u>	<u>1,078,138</u>

There was no impact statement of financial position, statements of comprehensive income, cash flows and segment reporting of participant's fund as a result of the change in accounting policy.

Had the accounting policy not been changed, aggregate balances of available-for sale investments, reserves, and deferred taxation would have been lower by Rupees 11,853, Rupees 11,853, and Rupees Nil (31 December 2017: Rupees 789,840, Rupees 552,888, and Rupees 236,952) respectively.

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this condensed interim financial information in conformity with approved accounting standards requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing this condensed interim financial information, the significant judgments made by management in applying the Operators' accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements of the Operator as at and for the year ended 31 December 2017.

6. INSURANCE AND FINANCIAL RISK MANAGEMENT

The insurance and financial risk management objectives and policies are consistent with those disclosed in annual financial statements of the Operator for the year ended 31 December 2017.

7. INTANGIBLE ASSETS

During the six months period ending 30 June 2018, addition of computer software amounting to Rupees 1,830,000 was made.

8. INVESTMENTS IN EQUITY SECURITIES

	30 June 2018 (Unaudited)			31 December 2017 (Audited)		
	Cost	Fair value adjustment	Carrying market value	Cost	Fair value adjustment	Carrying market value
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
AVAILABLE FOR SALE						
Operator's Fund						
Meezan Sovereign Fund	-	-	-	51,069,607	789,840	51,859,447
Participants' Takaful Fund						
Meezan Sovereign Fund	1,500,000	11,853	1,511,853	-	-	-

9. LOANS AND OTHER RECEIVABLES

Considered good

	30 June 2018 (Unaudited)			31 December 2017 (Audited)
	Operator's Fund	Participants' Takaful Fund	Aggregate	Aggregate
	Rupees	Rupees	Rupees	Rupees
Advance salary	64,893	-	64,893	-
Advances	-	86,954	86,954	-
Sales tax on services refund	27,165	36,067	63,232	37,229
Qard-e-Hasna to Participant Takaful Fund	3,000,000	-	3,000,000	-
Receivable from Sindh Insurance Limited	15,000,000	-	15,000,000	117,297
Receivable from Participant Takaful Fund	399,731	-	399,731	530,475
Other receivable	1,945	-	1,945	-
	<u>18,493,734</u>	<u>123,021</u>	<u>18,616,755</u>	<u>685,001</u>

10. PREPAYMENTS

Prepaid re-takaful contribution ceded

	-	913,339	913,339	1,550,150
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11. CASH AND OTHER EQUIVALENTS

Saving accounts

	<u>32,413,983</u>	<u>814,106</u>	<u>33,228,089</u>	<u>2,383,608</u>
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12. OTHER CREDITORS AND ACCRUALS

Provincial sales tax on services	2,460	-	2,460	5,262
Federal insurance fee	-	613	613	1,139
Tax deducted / collected at source	31	13,297	13,328	39,540
Commission payable	476,047	-	476,047	376,382
Payable to Sindh Insurance Limited	-	186,458	186,458	5,249
Payable to Shareholders' fund	-	399,731	399,731	530,475
Qard-e-Hasna from Operator's Fund	-	3,000,000	3,000,000	-
Sundry creditors	158,085	135,398	293,483	266,403
Accrued expenses	139,058	-	139,058	130,997
	<u>775,681</u>	<u>3,735,497</u>	<u>4,511,178</u>	<u>1,355,447</u>

13. CONTINGENCIES AND COMMITMENTS

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

	Three months period ended		Six months period ended	
	30 June		30 June	
	2018	2017	2018	2017
	Rupees	Rupees	Rupees	Rupees
14. NET CONTRIBUTION REVENUE				
Written Gross Contribution	900,724	993,831	2,638,908	1,321,696
Add: Unearned Contribution reserve opening	2,806,977	494,438	2,553,329	286,511
Less: Unearned Contribution reserve closing	(2,124,986)	(1,205,344)	(2,124,986)	(1,205,344)
Contribution Earned	1,582,715	282,925	3,067,251	402,863
Less :Re-takaful contribution ceded	(4,634,006)	(103,874)	(5,270,661)	(110,526)
Less:Prepaid Re-takaful contribution ceded opening	(1,498,719)	(66,479)	(1,550,150)	(33,274)
Add:Prepaid Re-takaful contribution ceded closing	913,339	104,710	913,339	104,710
Re-takaful contribution expense	(5,219,386)	(65,643)	(5,907,472)	(39,089)
	<u>(3,636,671)</u>	<u>217,282</u>	<u>(2,840,221)</u>	<u>363,774</u>
15. NET INSURANCE CLAIMS EXPENSE				
Claim Paid	176,451	-	286,693	-
Add: Outstanding claims including IBNR closing	350,856	-	350,856	-
Less: Outstanding claims including IBNR Opening	(489,414)	-	(199,170)	-
Claim Expense	37,893	-	438,379	-
Reinsurance and other recoveries received	-	-	-	-
Add: Reinsurance and other recoveries in respect of outstanding claims (Opening)	-	-	-	-
Less: Reinsurance and other recoveries in respect of outstanding claims (closing)	-	-	-	-
Reinsurance and other recoveries revenue	-	-	-	-
	<u>37,893</u>	<u>-</u>	<u>438,379</u>	<u>-</u>
16. NET COMMISSION EXPENSE / ACQUISITION COST				
Commission paid or payable	21,715	17,405	147,282	20,543
Add: Deferred Commission expense opening	314,323	655	323,237	-
Less: Deferred Commission expense closing	(190,633)	(13,316)	(190,633)	(13,316)
Net commission	145,405	4,744	279,886	7,227
Retakaful rebate received or recoverable	298,800	(21,660)	493,550	(23,190)
Add: Unearned retakaful rebate closing	196,997	33,314	196,997	33,314
Less: Unearned retakaful rebate opening	(327,170)	(5,735)	(367,099)	(6,056)
Rebate on retakaful	168,627	5,919	323,448	4,068
	<u>(23,222)</u>	<u>(1,175)</u>	<u>(43,562)</u>	<u>3,159</u>

	Three months period ended		Six months period ended	
	30 June		30 June	
	2018	2017	2018	2017
	Rupees	Rupees	Rupees	Rupees
17. INVESTMENT INCOME				
Operator's Fund				
Income from equity securities				
Available for sale - capital gain	-	2,914,666	820,333	2,974,287
18. OTHER INCOME				
Participants' Takaful fund				
Profit on bank deposit	40,986	6,401	48,634	9,663
Less: Modarib's fee	(7,042)	(1,281)	(10,907)	(1,933)
	<u>33,944</u>	<u>5,120</u>	<u>37,727</u>	<u>7,730</u>
Operator's Fund				
Profit on bank deposit	585,996	3,816	955,168	42,008

19. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise the Operator, associated companies, companies under common control, companies with common directors, major shareholders, employees' retirement benefit plans, directors and key management personnel of the management. All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. Transactions with the key management personnel are made under their terms of employment / entitlements. Balances and transaction with related party are disclosed in relevant notes to these condensed financial information.

	Three months period ended		Six months period ended	
	30 June		30 June	
	2018	2017	2018	2017
	Rupees	Rupees	Rupees	Rupees
Transactions				
Sindh Bank Limited (SBL)				
Income on saving accounts	608,849	36,137	997,347	51,670
Contribution written	2,580	-	711,068	-
Claim paid	29,627	-	86,954	-
Sindh Modarba Management Limited (SMML)				
Premium	36,386	33,618	104,895	100,031
Claim paid	19,831	-	19,831	-
			<u>30 June</u>	<u>31 December</u>
			<u>2018</u>	<u>2017</u>
			<u>Rupees</u>	<u>Rupees</u>
Balances				
Sindh Bank Limited (SBL)				
Bank accounts			33,228,089	2,383,608
Due from insurance contract holder			816,410	-
Claim payable			7,500	85,000
Sindh Modarba Management Limited (SMML)				
Due from insurance contract holder			1,843	-
Claim payable			95,000	25,000

21. FAIR VALUE OF FINANCIAL INSTRUMENTS

Assets and liabilities are classified in their entirety into only one of the three levels.

The fair value hierarchy has the following levels:

- 1. Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities
- 2. Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- 3. Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following tables show the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

21.1 Operator's Fund

As at 30 June 2018 (Unaudited)

	Carrying amount		Fair Value						
	Available-for-Sale	Loans and Receivables	Other Financial Assets	Other Financial Liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees)		(Rupees)						
Financial Assets Measured At Fair Value									
Investments	-	-	-	-	-	-	-	-	-
- Equity securities - quoted	-	-	-	-	-	-	-	-	-
Financial assets not measured at fair value									
Loans and other receivable*	-	19,493,794	-	-	19,493,794	-	-	-	19,493,794
Deferred commission expense*	-	190,633	-	-	190,633	-	-	-	190,633
Wakala and morabba fee receivable*	-	774,637	-	-	774,637	-	-	-	774,637
Cash and bank*	-	-	32,413,983	-	32,413,983	-	-	-	32,413,983
	-	19,459,064	32,413,983	-	51,872,987	-	-	-	51,872,987
Financial Liabilities Not Measured At Fair Value									
Provision for unearned wakala fee*	-	-	-	627,743	627,743	-	-	-	627,743
Other credits and accruals*	-	-	-	(775,681)	(775,681)	-	-	-	(775,681)
	-	19,459,064	32,413,983	(1,403,438)	50,469,569	-	-	-	50,469,569

As at 31 December 2017 (Audited)

	Carrying Amount		Fair Value						
	Available-for-Sale	Loans and Receivables	Other Financial Assets	Other Financial Liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees)		(Rupees)						
Financial Assets Measured At Fair Value									
Investments	51,859,447	-	-	-	51,859,447	51,859,447	-	-	51,859,447
- Equity securities - quoted	-	-	-	-	-	-	-	-	-
Financial assets not measured at fair value									
Loans and other receivable*	-	685,061	-	-	685,061	-	-	-	685,061
Deferred commission expense*	-	323,237	-	-	323,237	-	-	-	323,237
Wakala and morabba fee receivable*	-	5,334	-	-	5,334	-	-	-	5,334
Cash and bank*	-	-	467,723	-	467,723	-	-	-	467,723
	51,859,447	1,013,572	467,723	-	53,340,742	51,859,447	-	-	51,859,447
Financial Liabilities Not Measured At Fair Value									
Provision for unearned wakala fee*	-	-	-	(709,798)	(709,798)	-	-	-	(709,798)
Other credits and accruals*	51,859,447	1,813,572	467,723	(1,414,385)	51,925,357	51,859,447	-	-	51,859,447

31.2. Participants' Takaful Funds

As at 30 June 2018 (Ri)

	Carrying amount			Total
	Available for Sale	Loans and Receivables	Other Financial Assets	
Financial Assets Measured At Fair Value				
Investments				
- Equity securities - quoted	1,511,853	-	-	1,511,853
Financial assets not measured at fair value				
Loans and other receivable*	-	125,061	-	125,061
Insurance / reinsurance receivables*	-	2,945,240	-	2,945,240
Deferred wakala fee expense*	-	527,743	-	527,743
Prepayments*	-	913,339	-	913,339
Cash and bank*	-	814,106	-	814,106
	1,511,853	4,605,343	814,106	6,931,302
Financial Liabilities Not Measured At Fair Value				
Outstanding claims including IBNR*	-	-	-	(350,850)
Unearned contribution reserve*	-	-	-	(2,124,866)
Unearned re-claim reserve*	-	-	-	(196,307)
Wakala and modarib fee payable*	-	-	-	(774,537)
Insurance / reinsurance payables*	-	-	-	(3,081,764)
Other creditors and accruals*	-	-	-	(3,735,497)
	1,511,853	4,605,343	814,106	(10,264,731)
				(3,294,430)

As at 31 December 2017 (Ri)

	Carrying Amount			Total
	Available-for-Sale	Loans and Receivables	Other Financial Assets	
Financial Assets Measured At Fair Value				
Investments				
- Equity securities - quoted	-	-	-	-
Financial assets not measured at fair value				
Loans and other receivable*	-	22,364	-	22,364
Insurance / reinsurance receivables*	-	3,765,865	-	3,788,229
Deferred wakala fee expense*	-	716,798	-	716,798
Prepayments*	-	1,550,150	-	1,550,150
Cash and bank*	-	8,068,117	1,915,885	1,915,885
	-	8,068,117	1,915,885	7,984,002
Financial Liabilities Not Measured At Fair Value				
Outstanding claims including IBNR*	-	-	-	(199,170)
Unearned contribution reserve*	-	-	-	(2,553,325)
Unearned re-claim reserve*	-	-	-	(367,069)
Wakala and modarib fee payable*	-	-	-	(6,334)
Contribution received in advance*	-	-	-	(403,204)
Insurance / reinsurance payables*	-	-	-	(3,367,936)
Other creditors and accruals*	-	-	-	(550,953)
	-	8,068,117	1,915,885	(7,546,924)
	-			(109,171)

* The company has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of their fair values. Fair value is an amount for which a sale transaction, consequently differences may arise between the carrying values and the fair value estimates.

22. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was approved and authorized for issue on 16 JUL 2018 by the Board of Directors of the Company.

23. GENERAL

- Figures have been rounded to the nearest Rupees.


Chairman
Director
Director
Chief Executive Officer