

SINDH INSURANCE LIMITED

CONDENSED INTERIM FINANCIAL
INFORMATION FOR THE NINE MONTH
PERIOD ENDED SEPTEMBER 30, 2018

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Company Information

Board of Directors

Muhammad Bilal Shaikh (Chairman)
Dr. Noor Alam
Ahmed Salahuddin
Syed Akhtar Ul Islam
Muhammad Aley Abid
Zahid Hussain
Raja Muhammad Abbas

Chief Executive Officer

Muhammad Faisal Siddiqui

Chief Financial Officer & Company Secretary

Nadeem Akhter

BOARD COMMITTEES

Audit Committee

Syed Akhtar Ul Islam
Raja Muhammad Abbas
Zahid Hussain

Risk Management Committee

Dr. Noor Alam
Muhammad Aley Abid
Zahid Hussain

Human Resources Committee

Muhammad Bilal Shaikh
Dr. Noor Alam
Muhammad Aley Abid

Procurement & Information Technology Committee

Muhammad Bilal Shaikh
Muhammad Aley Abid
Syed Akhtar Ul Islam

Nomination Committee

Dr. Noor Alam
Muhammad Bilal Shaikh
Muhammad Aley Abid

Investment Committee

Muhammad Bilal Shaikh
Zahid Hussain
Muhammad Faisal Siddiqui
Nadeem Akhter

MANAGEMENT COMMITTEES

Underwriting Committee

Ahmed Salahuddin
Muhammad Faisal Siddiqui
Nadeem Akhter

Claim Committee

Syed Akhtar Ul Islam
Muhammad Faisal Siddiqui
Sarfray Awan

Reinsurance Committee

Ahmed Salahuddin
Muhammad Faisal Siddiqui
Nadeem Akhter

Risk Management & Compliance Committee

Muhammad Bilal Sheikh
Muhammad Faisal Siddiqui
Nadeem Akhter

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

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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 nine months period ended September 30, 2018.

COMPANY PERFORMANCE REVIEW

During the nine month period ended September 30, 2018, the company underwrote risk assets which generated gross premium of Rs. 408.628 million as compared to the corresponding period of Rs. 2,028.591 million. The decrease in revenue was due revision of premium of Universal Accident Insurance Scheme. The investment income generated was Rs. 201.280 million during the period under review as compared to the Rs. 128.446 million in corresponding period in last year. Profit before tax stood at Rs. 167.217 million as on September 30, 2018 as compared to Rs. 166.781 million of the corresponding period last year. The Company posted a profit after tax of Rs. 117.237 million for the nine month period ended September 30, 2018 as compared with profit of Rs. 117.394 million in corresponding period. Retained earnings increased from Rs. 280.926 million as at the year ended December 31, 2017 to Rs. 398.163 million for the nine month period ended September 30, 2018.

The total assets of the company reached at Rs. 3,600 million. Total equity of the Company stands over Rs. 1398.163 million.

INDUSTRY OVERVIEW

After transformation of power to the new government after national assembly elections there is flow of new strategies in circumstances where dollar is getting stronger day by day and stock market have continuous decrease trend. It seems very difficult for new government to run the country. The insurance sector will be affected by the policies of new government by creating new challenges and opportunities for both the insurers and regulators. Therefore, economic growth will play important part in efficiency of the insurance companies.

Driven by higher crude prices and currency devaluation inflation has now started to move upwards and is being estimated to be remain high. Double digit percentage increases in imports, production of motor vehicles and up-take of local cement portend well for the future growth of insurance industry. The Country's capital markets were greatly impacted by ongoing political and economic uncertainty. This reflected in Investment and other income for the current year.

FUTURE OUTLOOK

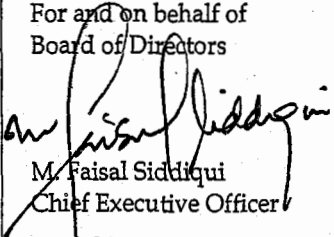
Our strategy for future is designed to deliver sustainable, profitable growth in a changing and competitive business environment in order to maintain a growing position in the industry. We continue to invest in our people and making Sindh Insurance Limited a great place to build their career. Our success in winning new business and therefore creating growth will give us great confidence that the areas of activity in which we have chosen to operate are the right ones for the company. The prevailing economic and political situation around the country and the soft insurance markets will of course present challenges. We have, however, taken clear and decisive action to develop and grow each of our activities. Your Company, due to a strong balance sheet, liquidity and above all a competent and proactive management will be able to explore and write any business that meets its criteria for safe and sustainable growth without compromising our high standards in future.

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.


October 17, 2018


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

	Note	(Unaudited) 30 September 2018 Rupees	(Audited) 31 December 2017 Rupees Restated
Assets			
Property and equipment	7	20,416,743	22,871,854
Intangible assets		944,513	1,233,052
Investments			
Equity securities		-	-
Debt securities	8	133,514,285	130,487,997
Term deposits	9	2,840,199,230	2,864,811,730
Loans and other receivable	10	196,981,892	49,775,344
Insurance / reinsurance receivable	11	105,569,929	112,754,142
Re-insurance recoveries against outstanding claims		67,193,467	16,932,824
Deferred commission expense		225,245	1,980,048
Taxation - payment less provisions		3,919,161	10,200,191
Prepayments	12	113,275,593	161,791,115
Cash and bank	13	44,337,749	52,347,229
		<u>3,526,577,806</u>	<u>3,425,185,526</u>
Total assets of Window Takaful Operations - Operator's Fund		71,674,076	53,424,740
Total Assets		<u><u>3,598,251,882</u></u>	<u><u>3,478,610,266</u></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		398,163,982	280,926,295
Total Equity		<u>1,398,163,982</u>	<u>1,281,479,183</u>
Liabilities			
Underwriting Provisions			
Outstanding claims including IBNR		1,235,814,585	1,191,759,126
Unearned premium reserves		386,181,124	360,660,322
Premium deficiency reserves		41,894,139	7,121,792
Unearned reinsurance commission		9,027,516	6,496,730
Deferred taxation		1,880,834	1,889,543
Premium received in advance		370,813,493	514,640,636
Insurance / reinsurance payables	14	121,419,086	84,840,808
Other creditors and accruals	15	13,113,351	27,475,858
Taxation - provision less payment		-	-
Total liabilities		<u>2,180,144,128</u>	<u>2,194,884,815</u>
Total liabilities of Window Takaful Operations - Operator's Fund		19,943,772	2,246,268
Total Equity and Liabilities		<u><u>3,598,251,882</u></u>	<u><u>3,478,610,266</u></u>

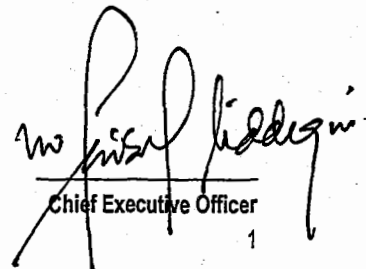
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The annexed notes from 1 to 28 form an integral part of this condensed interim financial information.


 Chairman


 Director


 Director


 Chief Executive Officer

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

	Note	Three months period ended 30 September		Nine months period ended 30 September	
		2018	2017	2018	2017
		Rupees	Rupees	Rupees	Rupees
Net insurance premium	17	88,745,233	683,441,707	268,230,780	2,028,591,783
Net insurance claims	18	(58,893,420)	(590,634,967)	(66,555,889)	(1,849,985,487)
Premium deficiency		(21,935,841)	-	(34,772,347)	(5,559,889)
Net commission and other acquisition cost	19	(13,859,070)	(63,112,873)	(147,592,306)	(102,580,696)
Insurance claims and acquisition expenses		(94,688,331)	(653,747,840)	(248,920,542)	(1,958,126,072)
Management expenses	20	(16,448,506)	(11,212,144)	(57,472,817)	(38,116,296)
Underwriting results		(22,391,605)	18,481,723	(38,162,580)	32,349,415
Investment income	21	75,602,055	42,409,807	201,280,147	128,446,648
Other income	22	2,038,838	1,353,347	4,148,899	4,678,020
Other expenses		(598,202)	(240,000)	(1,153,202)	(720,000)
Results of operating activities		54,651,087	62,004,877	166,113,265	164,754,083
Profit from Window Takaful Operations		(11,570)	189,313	1,104,720	2,027,042
Profit before tax		54,639,517	62,194,190	167,217,985	166,781,125
Income tax expense		(16,437,106)	(17,256,082)	(49,980,298)	(49,386,247)
Profit after tax		38,202,411	44,938,108	117,237,687	117,394,878

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
- Fair value reserve reclassified to profit and loss account on disposal of available for sale investments - net of deferred tax
- Other comprehensive income from Window Takaful Operations

- Fair value adjustment on remeasurement of available for sale investments - net of deferred tax	-	-	-	(68,220)
- Fair value reserve reclassified to profit and loss account on disposal of available for sale investments - net of deferred tax	-	-	-	(671,776)
- Other comprehensive income from Window Takaful Operations	-	-	(552,888)	(781,567)
Items that will not be reclassified subsequently to profit and loss account	-	-	-	-
	-	-	(552,888)	(1,521,563)

Total comprehensive income for the period

Earnings per share - basic & diluted

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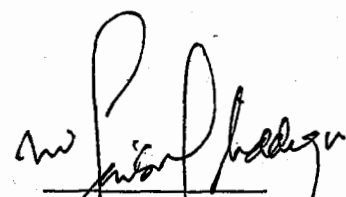
Total comprehensive income for the period	38,202,411	44,938,108	116,684,799	115,873,315
Earnings per share - basic & diluted	0.38	0.90	1.17	2.35

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 NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2018 (UNAUDITED)

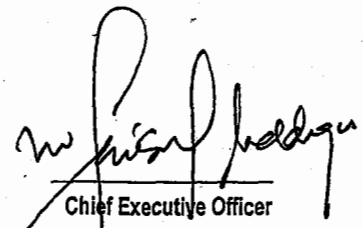
	Attributable to equity holders of the Company			Total
	Share capital	Capital reserve	Revenue reserve	
		Available for sale investment revaluation reserve	Unappropriated profit	
Rupees	Rupees	Rupees	Rupees	
Balance as at 31 December 2016 (Audited)	500,000,000	-	156,050,784	656,050,784
Restatement due 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 30 December 2017 (Audited) - restated	1,000,000,000	552,888	280,926,295	1,281,479,183
Profit for the nine months period ended 30 September 2018	-	-	117,237,687	117,237,687
Other comprehensive income	-	(552,888)	-	(552,888)
Total comprehensive income	-	(552,888)	117,237,687	116,684,799
Balance as at 30 September 2018 (Unaudited)	1,000,000,000	-	398,163,982	1,398,163,982

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 NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2018 (UNAUDITED)

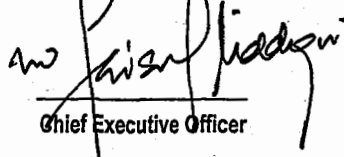
	30 June 2018	30 June 2017
	Rupees	Rupees
OPERATING ACTIVITIES		
<i>a) Underwriting activities</i>		
Insurance premiums received	408,724,967	68,194,056
Reinsurance premiums paid	(41,084,893)	(13,532,683)
Claims paid	(81,296,631)	(37,446,322)
Reinsurance and other recoveries received	8,361,685	8,330,736
Commissions paid	(300,601,639)	(43,744,209)
Commissions received	12,882,451	3,318,901
Other underwriting payments	(1,060,110)	(480,000)
Net cash flows from / (used in) underwriting activities	5,925,831	(15,359,521)
<i>b) Other operating activities</i>		
Income tax paid	(43,742,245)	(26,513,122)
Management and administrative expenses paid	(48,914,962)	29,789,462
Compensated absences paid	(770,682)	-
Other operating payments	(10,148,448)	(29,163,428)
Net cash used in other operating activities	(103,576,337)	(25,887,088)
Net cash used in operating activities	(97,650,508)	(41,246,609)
INVESTMENT ACTIVITIES		
Profit / return received on investment	64,024,985	48,675,063
Other income received	3,777,199	3,324,674
Payments for investments	(652,969,125)	(1,216,538,323)
Proceeds from disposal of investments	674,949,463	1,219,658,675
Proceeds from disposal of fixed assets	760,000	-
Fixed capital expenditure	(901,495)	(607,000)
Net cash flows from investing activities	89,641,027	54,513,089
FINANCING ACTIVITIES		
Net cash flows from financing activities	-	-
Net cash (used in) / flows from all activities	(8,009,480)	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	44,337,749	83,075,909
Reconciliation to profit and loss account		
Operating cash flows	(97,650,508)	(41,246,609)
Depreciation on fixed assets	(2,327,661)	(1,308,872)
Amortization of intangibles	(929,183)	(708,666)
Bad and doubtful debts	(17,960,079)	-
Income tax paid	43,742,245	26,513,122
Decrease / increase in assets other than cash	20,652,057	(31,098,602)
Decrease / increase in liabilities	15,157,346	61,237,318
Investment income	201,280,147	86,036,841
Profit from Window Takaful Operations	1,104,720	1,837,729
Other income	4,148,899	3,324,674
Profit before taxation	167,217,984	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 NINE MONTHS PERIOD ENDED 30 SEPTEMBER 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 17, 18, and 19).
 - 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.
 - 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 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	31 December 2017		
	Balance previously reported	Adjustment	Balance restated
	Rupees	Rupees	Rupees
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 nine months period are as follows:

	Unaudited			Unaudited		
	30 September 2018			30 September 2017		
	Additions	Disposals		Additions	Disposals	
Cost	Cost	Written down value	Cost	Cost	Written down value	
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Tangibles						
Furniture & fixtures	37,000	-	-	116,800	-	-
Office equipment	98,100	-	-	20,000	-	-
Computers	125,750	-	-	529,700	-	-
Vehicle	-	1,059,000	388,300	-	-	-
	<u>260,850</u>	<u>1,059,000</u>	<u>388,300</u>	<u>666,500</u>	<u>-</u>	<u>-</u>
Intangibles						
Computer software	640,645	-	-	-	-	-
	<u>640,645</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

8. INVESTMENTS IN DEBT SECURITIES

	Note	30 September 2018 (Unaudited)			31 December 2017 (Audited)		
		Amortized cost	Impairment / provision	Carrying value	Amortized cost	Impairment / provision	Carrying value
		Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Held To Maturity							
Government securities: 8.1							
Pakistan Investment Bonds		-	-	-	51,802,937	-	51,802,937
Treasury Bills		108,514,285	-	108,514,285	53,685,060	-	53,685,060
Others:							
Sukuk		25,000,000	-	25,000,000	25,000,000	-	25,000,000
		<u>133,514,285</u>	<u>-</u>	<u>133,514,285</u>	<u>130,487,997</u>	<u>-</u>	<u>130,487,997</u>

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

	(Unaudited)	(Audited)
	30 September 2018	31 December 2017
	Rupees	Rupees
9. INVESTMENT IN TERM DEPOSITS		
Deposits maturing within 12 months - local currency	<u>2,840,199,230</u>	<u>2,864,811,730</u>

These represents term deposits with different microfinance banks and carry markup ranging from 8% to 9.90% (2017: 8% to 8.75%).

10. LOANS AND OTHER RECEIVABLES - CONSIDERED GOOD

Accrued investment income	184,605,908	46,995,977
Loans to employees	440,105	372,631
Receivable from State Bank of Pakistan	-	-
Reinsurance Payment Contra Account	1,176,263	-
Other receivable	10,759,616	2,406,736
	<u>196,981,892</u>	<u>49,775,344</u>

11. INSURANCE / REINSURANCE RECEIVABLES - Unsecured and considered good

Due from insurance contract holders	68,762,520	68,220,897
Less: provision for impairment of receivables from Insurance contract holders	(17,960,079)	-
Due from other Insurers / reinsurers	54,767,488	44,533,245
Less: provision for impairment of due from other Insurers / reinsurers	-	-
	<u>105,569,929</u>	<u>112,754,142</u>

11.1 Due from insurance contract holders includes Rupees 38,893,213 due from related parties.

	(Unaudited) 30 September 2018 Rupees	(Audited) 31 December 2017 Rupees
12. PREPAYMENTS		
Prepaid reinsurance premium ceded	111,795,672	159,244,082
Prepaid rent	539,716	1,852,957
Prepaid insurance expense	355,151	662,226
Prepaid miscellaneous expense	585,054	31,850
	<u>113,275,593</u>	<u>161,791,115</u>
13. CASH AND BANK DEPOSITS		
Cash and other equivalents		
Cash in hand	49,873	21,451
Policy stamps	845,380	848,663
Cash at bank		
Current accounts	-	-
Saving accounts	43,442,496	51,477,115
	<u>44,337,749</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	121,419,086	84,840,808
	<u>121,419,086</u>	<u>84,840,808</u>
Due to other insurers / reinsurers		
Considered good		
- Foreign	8,010,796	13,889,386
- Local	113,408,290	70,951,422
	<u>121,419,086</u>	<u>84,840,808</u>

15. OTHER CREDITORS AND ACCRUALS

Agent commission payable	437,686	385,344
Federal excise duty / sales tax	(167,441)	1,318,669
Federal insurance fee	444,957	2,690,241
Accrued expenses	9,814,295	19,463,557
Other tax payables	281,805	595,777
Provision for compensated leave absences	1,913,847	2,566,770
Auditors' remuneration	388,202	455,500
	<u>13,113,351</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 September		Nine months period ended 30 September	
	2018 Rupees	2017 Rupees	2018 Rupees	2017 Rupees
17. NET INSURANCE PREMIUM				
Written gross premium	371,262,524	2,723,161,879	408,628,919	2,762,611,879
Add: Unearned premium reserve opening	145,607,770	344,007,373	360,660,322	1,717,299,804
Less: Unearned premium reserve closing	(386,181,124)	(2,349,558,781)	(386,181,124)	(2,349,558,781)
Premium earned	130,689,170	717,610,471	383,108,117	2,130,352,902
Less: Reinsurance premium ceded	(51,094,644)	(17,451,068)	(67,428,928)	(34,707,564)
Less: Prepaid reinsurance premium opening	(102,644,966)	(192,768,773)	(159,244,082)	(243,104,632)
Add: Prepaid reinsurance premium closing	111,795,672	176,051,077	111,795,672	176,051,077
Reinsurance expense	(41,943,938)	(34,168,764)	(114,877,338)	(101,761,119)
	<u>88,745,233</u>	<u>683,441,707</u>	<u>268,230,780</u>	<u>2,028,591,783</u>

	Three months period ended 30 September		Nine months period ended 30 September	
	2018 Rupees	2017 Rupees	2018 Rupees	2017 Rupees
18. NET INSURANCE CLAIMS EXPENSE				
Claim paid	22,505,801	22,088,241	81,296,631	59,534,563
Add: Outstanding claims including IBNR closing	1,235,814,585	2,302,696,583	1,235,814,585	2,302,696,583
Less: Outstanding claims including IBNR opening	(1,198,699,500)	(1,731,031,651)	(1,191,759,126)	(492,762,702)
Claim expense	59,620,886	593,753,173	125,352,090	1,869,468,444
Reinsurance and other recoveries received	(811,993)	(553,713)	(8,361,685)	(8,884,449)
Add: Reinsurance and other recoveries in respect of outstanding claims (opening)	67,451,867	14,407,014	16,932,824	6,372,999
Less: Reinsurance and other recoveries in respect of outstanding claims (closing)	(67,367,340)	(16,971,507)	(67,367,340)	(16,971,507)
Reinsurance and other recoveries revenue	(727,466)	(3,118,206)	(58,796,201)	(19,482,957)
	58,893,420	590,634,967	66,555,889	1,849,985,487

18.1 This includes Provision for incurred but not reported (IBNR) amounting to Rupees 1,139,378,493 (2017: 1,148,649,763).

19. NET COMMISSION EXPENSE / ACQUISITION COST

Commission paid or payable	17,131,359	66,879,073	156,189,168	110,650,355
Add: Deferred commission expense opening	822,694	1,618,989	1,980,048	1,896,084
Less: Deferred commission expense closing	(225,245)	(1,539,851)	(225,245)	(1,539,851)
Net commission	17,728,808	66,958,211	157,943,971	111,006,588
Less: Commission received or recoverable	(3,869,738)	(4,853,490)	(12,882,451)	(8,172,391)
Add: Unearned reinsurance commission Closing	6,496,730	6,163,264	9,027,516	4,901,611
Less: Unearned reinsurance commission Opening	(6,496,730)	(5,155,112)	(6,496,730)	(5,155,112)
Commission from reinsurers	(3,869,738)	(3,845,338)	(10,351,665)	(8,425,892)
	13,859,070	63,112,873	147,592,306	102,580,696

20. MANAGEMENT EXPENSES

Salaries, allowance and other benefits	6,847,118	6,414,393	20,890,558	21,624,184
Travelling expense	86,101	344,595	144,243	1,304,369
Advertisement and sales promotion	472,054	89,849	692,455	120,747
Printing and stationery	287,979	161,231	634,907	696,301
Depreciation	809,872	731,078	2,327,661	2,039,950
Amortization	163,560	351,992	929,183	1,060,658
Rent, rates and taxes	872,123	753,624	3,033,840	2,248,639
Legal and professional charges	408,324	16,970	1,401,799	596,215
Electricity, gas and water	420,630	495,104	1,112,801	1,245,969
Entertainment	158,735	6,280	587,131	143,055
Vehicle running expense	6,260	1,110	10,990	24,816
Office repair, maintenance and Insurance	437,273	150,649	1,378,879	917,030
Office expense	184,454	-	409,238	-
Bank charges	13,279	11,768	64,353	24,061
Postage, telegrams and telephones	285,491	128,079	772,188	422,144
Annual supervision fee SECP	138,815	-	576,664	133,216
Bad and doubtful debts	3,473,615	-	17,960,079	-
Service charges (Health Econnex)	1,212,792	1,139,762	3,990,510	3,142,045
Miscellaneous	170,030	415,661	555,337	2,372,896
	16,448,506	11,212,145	57,472,817	38,116,295

	Three months period ended 30 September		Nine months period ended 30 September	
	2018 Rupees	2017 Rupees	2018 Rupees	2017 Rupees
21. INVESTMENT INCOME				
Income from equity securities				
Available for sale				
- Dividend income	-	-	-	2,967,383
- Capital gain	-	75,244	-	13,429,342
	-	75,244	-	16,396,725
Income from debt securities				
Available for sale				
- Return on debt securities	-	6,834,509	-	20,128,834
- Amortisation of premium on PIBs	-	(1,874,239)	-	(5,561,601)
	-	4,960,270	-	14,567,233
Held to maturity				
- Return on debt securities	2,615,546	2,116,000	8,384,797	7,031,233
- Discount on purchase of PIBs	18,065	91,115	197,063	270,375
	2,633,611	2,207,115	8,581,860	7,301,608
Income from term deposits				
- Return on deposit	72,968,444	35,319,592	192,698,287	88,816,679
Total investment income	75,602,055	42,562,221	201,280,147	127,082,245
Less: Impairment in value of available for sale securities				
- Equity securities	-	-	-	(527,676)
	75,602,055	42,562,221	201,280,147	126,554,569

22. OTHER INCOME

Profit on bank deposit	1,782,377	1,187,317	2,971,033	4,019,228
Income on generator sharing	109,215	109,215	327,645	327,645
Other	147,246	56,815	850,221	331,147
	2,038,838	1,353,347	4,148,899	4,678,020

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	38,202,411	44,938,108	117,237,687	117,394,878
Weighted average number of ordinary shares- Number	100,000,000	50,000,000	100,000,000	50,000,000
Basic earnings per share - Rupees	0.38	0.90	1.17	2.35

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	1,782,377	1,187,317	2,971,033	4,019,228
Premium written	71,066,707	66,787,480	71,988,178	68,050,806
Claim paid	7,277,433	7,727,910	23,608,988	29,529,591

Sindh Modarba Management Limited (SMML)

Premium written	312,624	278,502	312,624	279,401
Claim paid	-	375,984	40,779	426,304
Income on sharing of generator	109,215	109,215	327,645	327,645

	Three months period ended 30 September		Nine months period ended 30 September	
	2018 Rupees	2017 Rupees	2018 Rupees	2017 Rupees
Sindh Leasing Company Limited (SLCL)				
Premium written	250,279	250,279	1,562,910	1,660,653
Claim paid	54,066	129,777	430,010	200,671
Sindh Microfinance Bank Limited				
Premium written	424,899	527,518	2,050,385	1,343,830
Claim paid	77,455	90,000	253,647	90,000
Health Econnex (Private) Limited				
Health claims paid on behalf of Company	9,245,674	8,616,670	22,054,848	24,692,350
Service charges	1,156,561	1,139,732	3,614,055	3,142,045
Directors				
Meeting Fee	300,000	175,000	725,000	525,000
Key Management Personnel				
Remuneration & benefits paid	1,977,278	4,971,783	5,268,585	12,443,239
Retirement benefits	165,338	203,382	559,326	610,146
Employees' fund				
Contribution to provident fund	268,948	307,588	948,234	945,034
Government of Sindh				
Share of profit of Universal Accidental Policy	17,281,687	65,827,813	155,535,187	107,521,542
Balances			Balance as on 30 September 2018	Balance as on 31 December 2017
Companies having common directorship				
Sindh Bank Limited (SBL)				
Bank accounts			44,337,749	51,477,115
Due from insurance contract holder			38,377,587	42,169,650
Claim payable			12,101,151	494,195
Payable to Sindh Bank Limited			254,701	6,286,423
Sindh Modarba Management Limited (SMML)				
Premium received in advance			-	(23,943)
Claim payable			-	(879)
Amount receivable for sharing of generator			109,215	221,360
Sindh Leasing Company Limited (SLCL)				
Premium received in advance/Due from insurance			46,727	(24,192)
Claim payable			(39,476)	336,880
Payable to Sindh Leasing Company Limited			67,316	1,592,595
Sindh Micro Finance Bank Limited				
(Premium received in advance)/Premium due but unpaid			468,899	913,002
Claim (receivable) / payable			-	150,310
Health Econnex (Private) Limited				
Advance for health claim expense			2,784,026	1,094,653
Receivable From Sindh Insurance Limited - Window Takaful Operations			5,059,590	-

26. 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:

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

	As at 30 September 2018 (Unaudited)					Fair Value			
	Carrying amount				Total	Level 1	Level 2	Level 3	Total
	Held-to-maturity	Loans and Receivables	Other Financial Assets	Other Financial Liabilities					
	(Rupees)					(Rupees)			
Financial Assets Measured At Fair Value									
Investments									
- Debt securities	133,514,285	-	-	-	133,514,285	-	108,514,285	25,000,000	133,514,285
- Term deposits	2,840,199,230	-	-	-	2,840,199,230	-	-	-	-
Financial assets not measured at fair value									
Loans and other receivable*	-	196,981,892	-	-	196,981,892	-	-	-	-
Insurance / reinsurance receivable*	-	105,569,929	-	-	105,569,929	-	-	-	-
Re-insurance recoveries- outstanding claims*	-	67,193,467	-	-	67,193,467	-	-	-	-
Deferred commission expense*	-	225,245	-	-	225,245	-	-	-	-
Prepayments*	-	113,275,593	-	-	113,275,593	-	-	-	-
Cash and bank*	-	-	44,337,749	-	44,337,749	-	-	-	-
Window Takaful Operations - Operator's Fund*	-	71,674,076	-	-	71,674,076	-	-	-	-
	2,973,713,515	554,920,201	44,337,749	-	3,572,971,465	-	108,514,285	25,000,000	133,514,285
Financial Liabilities Not Measured At Fair Value									
Outstanding claims including IBNR*	-	-	-	(1,235,814,585)	(1,235,814,585)	-	-	-	-
Unearned premium reserves*	-	-	-	(386,181,124)	(386,181,124)	-	-	-	-
Premium deficiency reserves*	-	-	-	(41,894,139)	(41,894,139)	-	-	-	-
Unearned reinsurance commission*	-	-	-	(9,027,516)	(9,027,516)	-	-	-	-
Premium received in advance*	-	-	-	(370,813,493)	(370,813,493)	-	-	-	-
Insurance / reinsurance payables*	-	-	-	(121,419,086)	(121,419,086)	-	-	-	-
Other creditors and accruals*	-	-	-	(13,113,351)	(13,113,351)	-	-	-	-
Window Takaful Operations - Operator's Fund*	-	-	-	19,943,772	19,943,772	-	-	-	-
	2,973,713,515	554,920,201	44,337,749	(2,158,319,522)	1,414,651,943	-	108,514,285	25,000,000	133,514,285
As at 31 December 2017 (Audited)									
	Carrying Amount				Total	Level 1	Level 2	Level 3	Total
	Held-to-maturity	Loans and Receivables	Other Financial Assets	Other Financial Liabilities					
	(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*	-	16,932,824	-	-	16,932,824	-	-	-	-
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
	2,995,299,727	396,658,213	52,347,229	-	3,444,305,169	51,859,447	105,487,997	25,000,000	182,347,444
Financial Liabilities Not Measured At Fair Value									
Outstanding claims including IBNR*	-	-	-	(1,191,759,126)	(1,191,759,126)	-	-	-	-
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)	-	-	-	-
	2,995,299,727	396,658,213	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

27. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial information were approved and authorized for issue on _____ 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

POWER TO THE PEOPLE

PATTERN OF SHAREHOLDINGS

HELD BY THE SHAREHOLDERS OF
SINDH INSURANCE LIMITED

AS AT SEPTEMBER 30, 2018

Number of Shareholders	Shareholding		Shares Held	Percentage
	From	To		
1	From 1	To 49,999,993	49,999,993	49.999993
7	From 49,999,994	To 50,000,000	7	0.000007
1	From 50,000,001	To 100,000,000	50,000,000	50.000000
8			100,000,000	100.000000

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	99,999,993	99.999993
<u>Directors, CEO, Executives and their Spouses and Minor Childrens</u>			
Muhammad Bilal Sheikh	1	1	0.000001
Dr. Noor Alam	1	1	0.000001
Ahmed Salahuddin	1	1	0.000001
Syed Akhtar Ul Islam	1	1	0.000001
Muhammad Aley Abid	1	1	0.000001
Zahid Hussain	1	1	0.000001
Raja Muhammad Abbas	1	1	0.000001
<u>Individuals</u>	-	-	-
Total	8	100,000,000	100.000000

**SINDH INSURANCE
LIMITED**

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**WINDOW TAKAFUL
OPERATIONS**

**CONDENSED INTERIM FINANCIAL
INFORMATION FOR THE NINE MONTH
PERIOD ENDED SEPTEMBER 30, 2018**


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

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

ASSETS

Property and equipment		66,798	-	66,798	77,584
Intangible assets	7	1,546,584	-	1,546,584	28,778
Investments					
Equity securities	8	-	1,484,256	1,484,256	51,069,607
Debt Securities		-	-	-	-
Term Deposits		40,000,000	12,000,000	52,000,000	-
Loans and other receivable	9	24,314,115	362,042	24,676,157	685,001
Insurance / reinsurance receivable		-	2,856,602	2,856,602	3,785,805
Deferred commission expense		59,890	-	59,890	323,237
Wakala and modarib fee receivable		1,439,180	-	1,439,180	5,334
Deferred wakala fee expense		-	840,070	840,070	709,798
Taxation - payment less provision		-	19,128	19,128	5,550
Prepayments	10	130,733	717,379	848,112	1,550,150
Cash and bank	11	4,116,774	1,108,765	5,225,539	2,383,608
TOTAL ASSETS		71,674,074	19,388,243	91,062,317	60,624,452

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 SEPTEMBER 2018

Note	30 September 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	-	-	-	-
Accumulated profit	1,730,302	-	1,730,302	625,584
	<u>51,730,302</u>	<u>-</u>	<u>51,730,302</u>	<u>50,625,584</u>

WAQF / PARTICIPANTS' TAKAFUL FUND

Ceded money	-	500,000	500,000	500,000
Available for sale investment fair value reserve	-	-	-	-
Accumulated deficit	-	(4,452,214)	(4,452,214)	(57,353)
	-	<u>(3,952,214)</u>	<u>(3,952,214)</u>	<u>442,647</u>

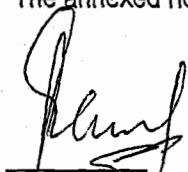
LIABILITIES

Underwriting provisions

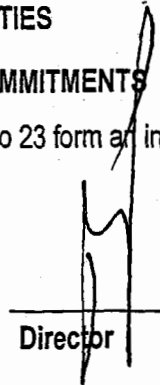
Outstanding claims including IBNR	-	231,286	231,286	199,170
Unearned contribution reserve	-	3,098,282	3,098,282	2,553,329
Unearned re-takaful rebate	-	149,118	149,118	367,099
Provision for unearned wakala fee	840,070	-	840,070	709,798
Deferred taxation	2,878	-	2,878	-
Contribution received in advance	-	7,572,408	7,572,408	403,204
Insurance / reinsurance payables	-	4,404,993	4,404,993	3,367,809
Wakala and modarib fee payable	-	1,404,469	1,404,469	5,334
Other creditors and accruals	12	18,164,809	24,644,710	1,355,447
Taxation - provision less payment		936,015	936,015	595,031
TOTAL LIABILITIES		<u>19,943,772</u>	<u>43,284,229</u>	<u>9,556,221</u>
TOTAL FUND AND LIABILITIES		<u>71,674,074</u>	<u>91,062,317</u>	<u>60,624,452</u>

CONTINGENCIES AND COMMITMENTS 13

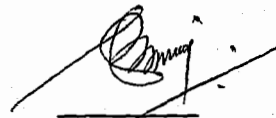
The annexed notes from 1 to 23 form an integral part of this condensed interim financial information.



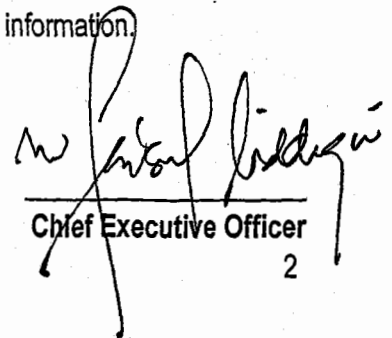
Chairman



Director



Director



Chief Executive Officer

SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2018 (UNAUDITED)

	Three months period ended 30 September		Nine months period ended 30 September		
	2018	2017	2018	2017	
	Rupees	Rupees	Rupees	Rupees	
Participants' Takaful Fund - revenue account					
Net contribution revenue	14	5,228	459,854	(2,834,993)	823,628
Wakala expense		(417,505)	(386,353)	(1,274,197)	(518,737)
Net claims	15	(465,353)	(90,600)	(903,732)	(90,600)
Rebate on retakaful	16	145,965	45,097	469,413	49,165
		(736,893)	(431,856)	(1,708,516)	(560,172)
Underwriting results		(731,665)	27,998	(4,543,509)	263,456
Other income	18	110,921	15,402	148,648	23,132
(Deficit) / surplus for the period		(620,744)	43,400	(4,394,861)	286,588

Other comprehensive income:

Items that will be reclassified subsequently to revenue account

Fair value adjustment on remeasurement of
'available for sale' investments

		(620,744)	43,400	(4,394,861)	286,588
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Operator's Fund - revenue account

Wakala fee		417,505	386,353	1,274,197	518,737
Commission expense	16	(130,743)	(21,522)	(410,629)	(28,749)
Management expenses		(675,674)	(113,360)	(1,796,610)	(549,418)
		(388,912)	251,471	(933,042)	(59,430)
Modarib's share of PTF investment income		23,804	3,833	34,711	5,766
Net investment income	17	871,202	15,143	2,646,203	3,031,624
Other income	18	-	15,143	500	57,151
		506,094	285,590	1,748,372	3,035,111
Other expenses		(44,215)	-	(170,203)	(82,000)
Profit before tax		461,879	285,590	1,578,169	2,953,111
Taxation		(138,564)	(81,134)	(473,451)	(868,732)
Profit after tax		323,315	204,456	1,104,718	2,084,379

Other comprehensive income:

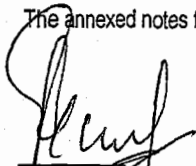
Items that will be reclassified subsequently to revenue account

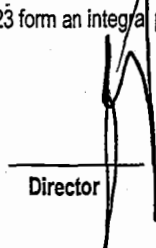
Fair value adjustment on remeasurement of
'available for sale' investments - net of deferred tax

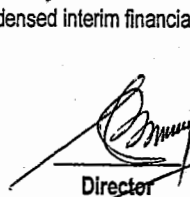
Fair value reserve reclassified to profit and loss
account on disposal of available for sale
investments - net of deferred tax

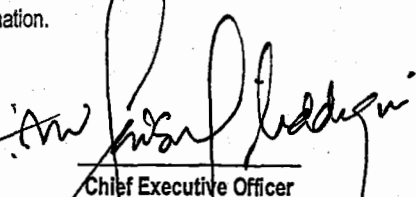
		-	289,522	-	(451,696)
		-	-	(552,888)	(619,393)
		-	289,522	(552,888)	(1,071,089)
Total comprehensive income / (loss) for the period		323,315	493,978	551,830	1,013,290

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


Chairman


Director


Director

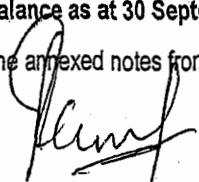

Chief Executive Officer

SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM STATEMENT OF CHANGES IN FUND
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2018 (UNAUDITED)

Operator's Funds				
Statutory fund	Capital reserve	Revenue reserve	Total	
	Available for sale investment revaluation reserve	Accumulated profit		
Rupees	Rupees	Rupees	Rupees	
Balance as at 31 December 2016 (Audited)	50,000,000	-	(774,283)	49,225,717
Effect of restatement on remeasurement of available for sale investment	-	1,078,138	-	1,078,138
Balance as at 31 December 2016 - restated	50,000,000	1,078,138	(774,283)	50,303,855
Profit for the six month period ended 30 June 2017	-	-	1,837,729	1,837,729
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 nine month period ended 30 September 2018	-	-	1,104,718	1,104,718
Other comprehensive income	-	(552,888)	-	(552,888)
Total comprehensive income	-	(552,888)	1,104,718	551,830
Balance as at 30 September 2018 (Unaudited)	50,000,000	-	1,730,302	51,730,302

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 nine month period ended 30 September 2018	-	-	(4,394,861)	(4,394,861)
Other comprehensive income	-	-	-	-
Balance as at 30 September 2018 (Unaudited)	500,000	-	(4,452,214)	(3,952,214)

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


Chairman


Director


Director


Chief Executive Officer

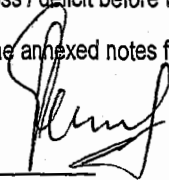
SINDH INSURANCE LIMITED - WINDOW TAKAFUL OPERATIONS
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2018 (UNAUDITED)

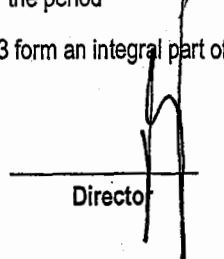
OPERATING CASH FLOWS	30 September 2018			2017
	Operator's Fund	Participants' Takaful Fund	Aggregate	Aggregate
	Rupees	Rupees	Rupees	Rupees
a) Takaful activities				
Contribution received	-	12,120,555	12,120,555	2,241,662
Retakaful contribution paid	-	(4,442,233)	(4,442,233)	196,289
Wakala fee received / (paid)	5,334	(5,334)	-	-
Claims paid	-	(871,616)	(871,616)	(65,600)
Commissions paid	(147,282)	-	(147,282)	(76,899)
Rebate received	-	251,432	251,432	-
Other underwriting payments	(7,830,230)	-	(7,830,230)	(549,418)
Net cash (used in) / flows from takaful activities	(7,972,178)	7,052,804	(919,374)	1,746,034
b) Other operating activities				
Income tax paid	(129,589)	(13,578)	(143,167)	(89,732)
General, administration and management expenses paid	-	-	-	-
Ceded money to participants' takaful fund	-	-	-	-
Other operating payment	(170,203)	(324,734)	(494,937)	(59,369)
Other operating receipts	-	5,829,741	5,829,741	-
Net cash flows from / (used in) other operating activities	(299,792)	5,491,429	5,191,637	(149,101)
Net cash (used in) / flows from operating activities	(8,271,970)	12,544,233	4,272,263	1,596,933
INVESTMENT ACTIVITIES				
Profit / return received on investment	1,826,370	183,358	2,009,728	85,980
Payment for investment	(40,000,000)	(13,500,000)	(53,500,000)	(77,329,589)
Proceeds from disposal of investments	51,889,940	-	51,889,940	79,329,589
Modarib fee received / (paid)	34,711	(34,711)	-	-
Fixed capital expenditure	(1,830,000)	-	(1,830,000)	(37,000)
Net cash (used in) / flows from investing activities	11,921,021	(13,351,353)	(1,430,332)	2,048,980
FINANCING ACTIVITIES				
Net cash flows from financing activities	-	-	-	-
Net cash (used in) / flows from all activities	3,649,051	(807,120)	2,841,931	3,645,912
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	4,116,774	1,108,765	5,225,539	4,555,760

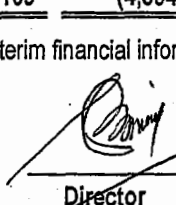
Reconciliation to profit and loss account

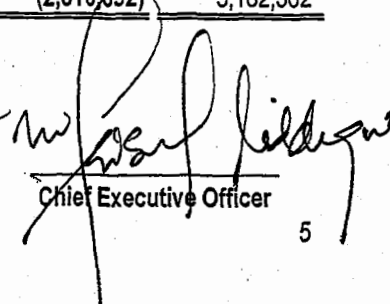
Operating cash flows	(8,271,970)	12,544,233	4,272,263	1,596,933
Depreciation	(7,191)	-	(7,191)	(10,975)
Amortization	(157,296)	-	(157,296)	(2,056)
Income tax paid	129,589	13,578	143,167	89,732
Other income	35,211	148,648	183,859	86,049
Increase/(decrease) in assets other than cash	23,954,147	(1,307,768)	22,646,379	3,006,455
(Increase) / decrease in liabilities	(16,750,524)	(15,793,552)	(32,544,076)	(4,558,062)
Investment income	2,646,203	-	2,646,203	2,974,286
Loss / deficit before taxation for the period	1,578,169	(4,394,861)	(2,816,692)	3,182,362

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 NINE MONTHS PERIOD ENDED 30 SEPTEMBER 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 nine months period ended 30 September 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 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 - operator's fund			
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 fund holders:			
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 fund holders:			
Available for sale investment revaluation reserve	-	1,078,138	1,078,138
		31 December 2017	31 December 2016
Impact on statement of comprehensive income - operator's fund		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 Operator's 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 nine months period ending 30 September 2018, addition of computer software amounting to Rupees 1,830,000 was made.

8. INVESTMENTS IN EQUITY SECURITIES

	30 September 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	-	51,069,607
Participants' Takaful Fund						
Meezan Sovereign Fund	1,500,000	15,744	1,484,256	-	-	-
HELD TILL MATURITY						
Operator's Fund						
Term Deposit	-	-	40,000,000	51,069,607	-	51,069,607
Participants' Takaful Fund						
Term Deposit			12,000,000	-	-	-

9. LOANS AND OTHER RECEIVABLES

Considered good

	30 September 2018 (Unaudited)			31 December 2017 (Audited)
	Operator's Fund	Participants' Takaful Fund	Aggregate	Aggregate
	Rupees	Rupees	Rupees	Rupees
Advance against bonus	137,667	-	137,667	
Accrued investment income	529,972	53,507	583,479	
Sales tax on services refund	52,131	12,020	64,151	37,229
Qard-e-Hasna to Participant Takaful Fund	23,000,000	-	23,000,000	-
Receivable from Sindh Insurance Limited	30,000	-	30,000	117,297
Receivable from Shareholder's Fund		209,561	209,561	
Receivable from Participant Takaful Fund	552,762	-	552,762	530,475
Other receivable	11,583	86,954	98,537	-
	24,314,115	362,042	24,676,157	685,001

10. PREPAYMENTS

Prepaid Expenses	130,733		130,733	-
Prepaid re-takaful contribution ceded	-	717,379	717,379	1,550,150
	130,733	717,379	848,112	

11. CASH AND OTHER EQUIVALENTS

Saving accounts	4,116,774	1,108,765	5,225,539	2,383,608
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12. OTHER CREDITORS AND ACCRUALS

Provincial sales tax on services	3,372	(1,186)	2,186	5,262
Federal insurance fee	-	20,075	20,075	1,139
Tax deducted / collected at source	13,699	2,894	16,593	39,540
Commission payable	454,332	-	454,332	376,382
Payable to Sindh Insurance Limited	4,688,829	698,812	5,387,641	5,249
Qard-e-Hasna from Operator's Fund	-	5,615,408	5,615,408	530,475
Payable to Participant Takaful Fund	12,186,453		12,186,453	
Sundry creditors	646,627	143,898	790,525	266,403
Accrued expenses	171,497	-	171,497	130,997
	18,164,809	6,479,901	24,644,710	1,355,447

13. CONTINGENCIES AND COMMITMENTS

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

	Three months period ended		Nine months period ended	
	30 September		30 September	
	2018	2017	2018	2017
	Rupees	Rupees	Rupees	Rupees
14. NET CONTRIBUTION REVENUE				
Written Gross Contribution	2,497,713	1,226,755	5,136,621	2,548,451
Add: Unearned Contribution reserve opening	2,124,986	1,205,344	2,553,329	286,511
Less: Unearned Contribution reserve closing	(3,098,282)	(1,773,467)	(3,098,282)	(1,773,467)
Contribution Earned	1,524,417	658,632	4,591,668	1,061,495
Less :Re-takaful contribution ceded	(1,323,229)	(780,414)	(6,593,890)	(890,939)
Less:Prepaid Re-takaful contribution ceded opening	(913,339)	(104,710)	(1,550,150)	(33,274)
Add:Prepaid Re-takaful contribution ceded closing	717,379	686,346	717,379	686,346
Re-takaful contribution expense	(1,519,189)	(198,778)	(7,426,661)	(237,867)
	5,228	459,854	(2,834,993)	823,629
15. NET INSURANCE CLAIMS EXPENSE				
Claim Paid	584,923	65,600	871,616	65,600
Add: Outstanding claims including IBNR closing	231,286	25,000	231,286	25,000
Less: Outstanding claims including IBNR Opening	(350,856)	-	(199,170)	-
Claim Expense	465,353	90,600	903,732	90,600
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	-	-	-	-
	465,353	90,600	903,732	90,600
16. NET COMMISSION EXPENSE / ACQUISITION COST				
Commission paid or payable	-	79,557	147,282	100,100
Add: Deferred Commission expense opening	190,633	13,316	323,237	-
Less: Deferred Commission expense closing	(59,890)	(71,351)	(59,890)	(71,351)
Net commission	130,743	21,522	410,629	28,749
Retakaful rebate received or recoverable	193,844	(81,297)	687,394	(104,487)
Add: Unearned retakaful rebate closing	149,118	159,708	149,118	159,708
Less: Unearned retakaful rebate opening	(196,997)	(33,314)	(367,099)	(6,056)
Rebate on retakaful	145,965	45,097	469,413	49,165
	(15,222)	(23,575)	(58,784)	(20,416)

	Three months period ended		Nine months period ended	
	30 September		30 September	
	2018	2017	2018	2017
	Rupees	Rupees	Rupees	Rupees
17. INVESTMENT INCOME				
Operator's Fund Income				
Profit on bank deposit	341,231	15,143	1,295,899	57,151
Income on term deposit	529,972	-	529,972	-
Capital Gain	-	-	820,333	2,974,473
	<u>871,203</u>	<u>15,143</u>	<u>2,646,203</u>	<u>3,031,624</u>
18. OTHER INCOME				
Participants' Takaful fund				
Profit on bank deposit	81,257	6,401	135,790	9,663
Profit on TDRs	37,763	-	37,763	-
Less: Mudarib's fee	(23,804)	(1,281)	(34,711)	(1,933)
	<u>57,453</u>	<u>5,120</u>	<u>138,842</u>	<u>7,730</u>
Operator's Fund				
Profit on bank deposit	(954,668)	15,143	500	57,151

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		Nine months period ended	
	30 September		30 September	
	2018	2017	2018	2017
	Rupees	Rupees	Rupees	Rupees
Transactions				
Sindh Bank Limited (SBL)				
Income on saving accounts	81,787	15,143	1,059,809	57,151
Net Premium	2,341,982	413,802	3,158,349	413,802
Claim paid	510,854	-	597,808	-
Sindh Modarba				
Net Premium	94,473	134,119	217,474	268,352
Claim paid	47,930	-	67,761	-
			<u>30 September</u>	<u>31 December</u>
			<u>2018</u>	<u>2017</u>
			Rupees	Rupees
Balances				
Sindh Bank Limited (SBL)				
Bank accounts			5,225,539	2,383,608
Due from insurance contract holder			816,410	-
Claim payable				85,000
Sindh Modarba				
Due from insurance contract holder			76,579	-
Claim payable			25,000	25,000

	Fire and Property Damage		Marine, Aviation & Transport				Motor		Accident and health		Miscellaneous		Treaty		Total		
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	
																	Rupees
Segment results																	
Contribution receivable	527,596	132,494	118,628	3,340	1,459,923	1,360,831	815,901	-	21,034	14,950	-	-	-	-	2,943,082	1,511,615	-
Less: Federal exercise duty	9,529	16,262	272	381	178,080	158,358	93,041	-	2,398	1,705	-	-	-	-	283,320	176,706	-
Federal insurance fee	736	1,150	20	28	12,757	11,904	7,157	-	184	131	-	-	-	-	20,854	13,213	-
Gross written contribution	517,331	115,082	118,336	2,931	1,269,086	1,190,569	715,703	-	18,452	13,114	-	-	-	-	2,638,908	1,321,696	-
Direct contribution earned	1,200,169	24,598	57,813	1,139	1,034,884	351,759	558,409	-	176,594	12,680	-	-	-	-	3,027,869	390,176	-
Facilitative inward contribution earned	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Administrative surcharge earned	5,194	1,230	584	57	27,106	10,766	3,929	-	2,569	634	-	-	-	-	39,382	12,687	-
Contribution earned	1,205,363	25,828	58,397	1,196	1,061,990	362,525	562,338	-	179,163	13,314	-	-	-	-	3,067,251	402,863	-
Re-takaful expense	(1,624,504)	(22,143)	(83,495)	(1,028)	(5,508,904)	(6,411)	-	-	(209,758)	(9,507)	-	-	-	-	(7,426,661)	(39,089)	-
Net contribution earned	(419,141)	3,685	(25,098)	168	(4,446,914)	356,114	562,338	-	(30,595)	3,807	-	-	-	-	(4,359,410)	363,774	-
Rebate from re-takaful operators	362,507	564	19,204	236	39,463	5,905	-	-	48,239	(2,637)	-	-	-	-	469,413	4,068	-
Net underwriting income	(56,634)	4,249	(5,894)	404	(4,407,451)	362,019	562,338	-	17,644	1,170	-	-	-	-	(3,889,997)	367,842	-
Insurance claims	-	-	-	-	(295,664)	-	(10,260)	-	(597,808)	-	-	-	-	-	(903,732)	-	-
Re-takaful and other recoveries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net claims	-	-	-	-	(295,664)	-	(10,260)	-	(597,808)	-	-	-	-	-	(903,732)	-	-
Wakala expense	(129,333)	(11,508)	(29,584)	(293)	(514,698)	(119,271)	(178,926)	-	(4,152)	(1,311)	-	-	-	-	(1,274,197)	(132,384)	-
Underwriting result	(185,967)	(7,259)	(35,478)	111	(5,217,813)	242,748	373,152	-	(584,316)	(141)	-	-	-	-	(6,067,926)	367,842	-
Other income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	148,648	7,730	-
(Deficit) / surplus for the period	2,747,266	3,369,793	421,117	41,624	5,095,432	3,088,408	2,546,942	-	7,468,720	555,050	-	-	-	-	18,279,478	7,064,875	-
Segment assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Un-allocated assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Participant Takaful fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,108,765	924,677	-
- Operator's Fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	71,674,074	53,424,740	-
Segment liabilities	3,507,893	3,712,732	537,711	45,860	6,506,188	3,413,728	3,252,106	-	9,536,560	611,637	-	-	-	-	23,340,457	7,783,857	-
Un-allocated liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Operator's Fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	19,943,772	2,009,316	-
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	43,284,229	9,793,173	-

The corresponding figures of 31 December 2017 (audited) have been restated due to the effect of change in accounting policy as disclose in note 4 to this condensed interim financial information.

21. DATE OF AUTHORIZATION FOR ISSUE

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

22. GENERAL

- Figures have been rounded to the nearest Rupees.



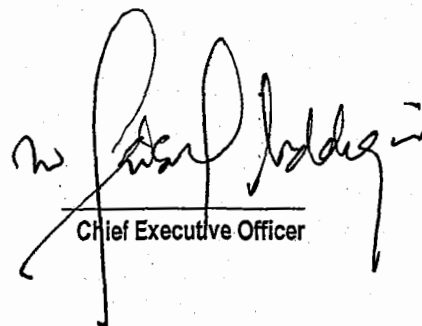
Chairman



Director



Director



Chief Executive Officer