



## INSPIRING **GROWTH**, SUSTAINING **LEADERSHIP**

With a strong foothold in the industry, Adamjee Insurance has a proven track record of excellence and is firmly-rooted, in terms of trust. As a value-driven company, we offer our customers leading-edge products and tailored solutions that cater to their individual needs. Our goal is to continually evolve with our customers and deliver solutions par excellence by setting high industry standards.









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A photograph of a forest path lined with tall, slender trees. The path is covered in fallen leaves, and the trees have green foliage. A semi-transparent blue rectangle is overlaid on the left side of the image, containing white text.

# VISION

Our will is to explore, innovate and differentiate.

Our passion is to provide leadership to insurance industry.



A photograph of a forest with sunlight streaming through the trees, creating a dramatic lens flare effect. The sun is positioned in the upper right, and its rays fan out across the scene, illuminating the tree trunks and the forest floor. The trees are tall and slender, with green foliage visible in the background. The ground is covered in grass and fallen leaves.

## CORE VALUES

- Integrity
- Humility
- Fun at the Workplace
- Corporate Social Responsibility

# COMPANY INFORMATION

## BOARD OF DIRECTORS

Umer Mansha	Chairman
Fredrik Coenrard de Beer	Director
Ibrahim Shamsi	Director
Imran Maqbool	Director
Muhammad Anees	Director
Muhammad Umar Virk	Director
Shaikh Muhammad Jawed	Director
Muhammad Ali Zeb	Managing Director & CEO

## ADVISOR

Mian Muhammad Mansha

## AUDIT COMMITTEE

Shaikh Muhammad Jawed	Chairman
Ibrahim Shamsi	Member
Muhammad Umar Virk	Member
Umer Mansha	Member

## HUMAN RESOURCE AND REMUNERATION COMMITTEE

Umer Mansha	Chairman
Ibrahim Shamsi	Member
Muhammad Anees	Member
Muhammad Ali Zeb	Member

## UNDERWRITING COMMITTEE

Umer Mansha	Chairman
Fredrik Coenrard de Beer	Member
Muhammad Ali Zeb	Member
Head Of Technical	Member

## CLAIM SETTLEMENT COMMITTEE

Shaikh Muhammad Jawed	Chairman
Muhammad Ali Zeb	Member
Head of Claims	Member

## RE-INSURANCE COMMITTEE & CO-INSURANCE

Muhammad Umar Virk	Chairman
Muhammad Ali Zeb	Member
Head of Re-Insurance	Member

## COMPANY SECRETARY

Tameez-ul-Haque  
F.C.A



**CHIEF FINANCIAL OFFICER**

Muhammad Asim Nagi  
A.C.A.

**EXECUTIVE MANAGEMENT TEAM**

Muhammad Ali Zeb  
Muhammad Asim Nagi  
Adnan Ahmad Chaudhry  
Asif Jabbar  
Muhammad Salim Iqbal

**AUDITORS**

M/S KPMG Taseer Hadi & Company  
Chartered Accountants  
2<sup>nd</sup> Floor, Servis House,  
2-Main Gulberg, Jail Road,  
Lahore-54000, Pakistan

**SHARIAH ADVISOR**

Mufti Muhammad Hassan Kaleem

**SHARES REGISTRAR**

Technology Trade (Pvt) Limited  
Dagia House, 241 -C, Block-2, PECHS.,  
Off Shahrah E Quaideen Karachi  
Phone (92-21) 34391316-7, 34387960-1  
Fax (92-21) 34391318

**BANKERS**

Askari Bank Limited  
Bank Alfalah Limited  
Bank Al-Habib Limited  
Dubai Islamic Bank  
Habib Bank Limited  
FINCA Microfinance Bank Limited  
MCB Bank Limited  
National Bank of Pakistan  
NIB Bank Limited  
Soneri Bank Limited  
The Punjab Provincial Cooperative Bank Limited  
United Bank Limited  
Zarai Taraqaiati Bank Limited

**REGISTERED OFFICE**

4<sup>th</sup> Floor, 27-C-III, Tanveer Building, M M Alam Road,  
Gulberg -III, Lahore -54000, Pakistan  
Ph: (042)-35772960-79 , Fax: (042) 35772868  
Email: [info@adamjeeinsurance.com](mailto:info@adamjeeinsurance.com)  
[www.adamjeeinsurance.com](http://www.adamjeeinsurance.com)

# Directors' Review to the Members on Unconsolidated Condensed Interim Financial Information

For the Nine Months ended 30 September 2016

On behalf of the Board, I am pleased to present the unconsolidated condensed interim financial information of the Company for the nine months ended 30 September 2016.

The highlights for the period under review are as follows:

	30 September 2016	30 September 2015
	Rupees in thousand	
	(Unaudited)	(Unaudited)
Gross premium	12,644,372	10,459,987
Net premium	6,884,905	5,766,406
Underwriting results	878,361	717,343
Investment income	2,818,883	2,005,201
Profit before tax	3,352,115	2,386,324
Profit after tax	2,834,994	2,178,858
Earnings per share (Rupees)	8.10	6.23

The Gross and Net Premium of the Company has increased by 21% and 19%, respectively whereas overall underwriting results have improved by 22% over the corresponding period of last year.

## Window Takaful Operations:

The Company has commenced business under Window Takaful Operations on 01 January 2016. The written contribution and deficit of Participants' Takaful Fund are Rupees 92,919 thousands and Rupees 3,121 thousands, respectively. There is a profit from Window Takaful Operations of Rupees 2,810 thousands for the period ended 30 September 2016.

We thank our shareholders, valued customers, employees and development staff for their sustained support in ensuring the continued success of our Company and trusting Adamjee Insurance as their brand of first choice. We are also grateful to the Insurance Division, Securities and Exchange Commission of Pakistan for their continued guidance and assistance.

On Behalf of Board of Directors

Lahore: 27 October 2016

**Muhammad Ali Zeb**  
Managing Director and Chief Executive Officer



# ممبران کے لیے ڈائریکٹرز کی طرف سے غیر مجتمع عبوری مالیاتی معلومات پر جائزہ

بابت نو ماہ مختتمہ 30 ستمبر 2016ء

کمپنی کے بورڈ آف ڈائریکٹرز کی طرف سے 30 ستمبر 2016ء کو ختم ہونے والے نو ماہ کے لیے کمپنی کی غیر مجتمع مختصر عبوری مالیاتی معلومات پیش کرنا میرے لیے باعث مسرت ہے۔  
اس عرصہ کی نمایاں خصوصیات درج ذیل ہیں:

30 ستمبر 2015ء	30 ستمبر 2016ء
(ہزار روپوں میں)	

(غیر آڈٹ شدہ) (غیر آڈٹ شدہ)

10,459,987	12,644,372
5,766,406	6,884,905
717,343	878,361
2,005,201	2,818,883
2,386,324	3,352,115
2,178,858	2,834,994

مجموعی پرمیئم

خالص پرمیئم

انڈر رائٹنگ کے نتائج

سرما پکاری سے آمدنی

منافع قبل از ٹیکس

منافع بعد از ٹیکس

6.23

8.10

فی شیئر آمدنی (روپے)

کمپنی کے مجموعی اور خالص پرمیئم میں گزشتہ سال اسی مدت کے مقابلے میں بالترتیب 21 فیصد اور 19 فیصد اضافہ ہوا ہے، جب کہ بنیادی کاروباری امور کے مجموعی نتائج میں گزشتہ سال اسی مدت کے مقابلے میں 22 فیصد بہتری آئی ہے۔

## ونڈ و تکافل آپریشنز:

کمپنی نے یکم جنوری 2016ء سے تکافل کے کام کا آغاز کیا اور شرکا کی تکافل فنڈ میں تحریری حصے داری اور خسارہ بالترتیب 92,919 ہزار روپے اور 3,121 ہزار روپے رہا۔ 30 ستمبر 2016ء کو ختم ہونے والی مدت کے لیے ونڈ و تکافل آپریشن سے 2,810 ہزار روپے منافع حاصل ہوا ہے۔

ہم ہماری کمپنی کی مسلسل کامیابی یقینی بنانے میں لگاتار معاونت اور اپنے ترجیحی برانڈ کی حیثیت سے آدمی انشورنس پر اعتماد کے لیے اپنے شیئر ہولڈرز، قابل قدر کسٹمرز، ملازمین اور ڈیولپمنٹ اسٹاف کے مشکور ہیں۔ ساتھ ہی لگاتار رہنمائی اور معاونت کے لیے انشورنس ڈویژن، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) کے بھی شکریہ ادا کرتے ہیں۔

از طرف بورڈ آف ڈائریکٹرز

محمد علی زیب

منیجنگ ڈائریکٹر اینڈ چیف ایگزیکٹو آفیسر

لاہور 27 اکتوبر 2016ء







# **UNCONSOLIDATED**

Condensed Interim  
Financial Information  
for the Nine Months ended  
30 September 2016  
(Unaudited)





# Unconsolidated Condensed Interim Balance Sheet

As at 30 September 2016

Note	30 September 2016	31 December 2015
	Rupees in thousand	
	(Unaudited)	(Audited)
<b>EQUITY AND LIABILITIES</b>		
<b>Share capital and reserves</b>		
Authorized capital		
375,000,000 (2015: 375,000,000) ordinary shares of Rs. 10 each	3,750,000	3,750,000
Issued, subscribed and paid up capital	3,500,000	3,500,000
Reserves	1,439,343	1,436,586
Retained Earnings	12,494,977	10,709,983
	17,434,320	15,646,569
<b>Underwriting provisions</b>		
Provision for outstanding claims (including IBNR)	8,328,539	5,773,824
Provision for unearned premium	7,772,245	5,928,944
Commission income unearned	324,139	213,398
<b>Total underwriting provisions</b>	16,424,923	11,916,166
<b>Deferred liabilities</b>		
Deferred taxation	34,808	-
Staff retirement benefits	126,827	116,452
<b>Creditors and accruals</b>		
Premiums received in advance	217,039	213,202
Amounts due to other insurers / reinsurers	1,754,458	2,013,872
Taxation - provision less payments	215,870	53,706
Accrued expenses	65,206	163,244
Other creditors and accruals	2,865,036	2,057,975
	5,117,609	4,501,999
<b>Other liabilities</b>		
Unclaimed dividends	81,820	74,793
<b>Total liabilities</b>	21,785,987	16,609,410
Total liabilities of Window Takaful Operations - Operator's Fund	7	23,393
<b>Contingencies and Commitments</b>	8	
<b>TOTAL EQUITY AND LIABILITIES</b>	39,243,700	32,255,979

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

	Note	30 September 2016	31 December 2015
		Rupees in thousand	
		(Unaudited)	(Audited)
<b>ASSETS</b>			
<b>Cash and bank deposits</b>			
Cash and other equivalents		15,354	10,704
Current and other accounts		3,388,619	2,061,098
Deposits maturing within 12 months		501,073	826,330
		<b>3,905,046</b>	<b>2,898,132</b>
<b>Loans - secured, considered good</b>			
To employees		18,430	16,998
<b>Investments</b>	9	17,006,863	15,393,433
<b>Deferred taxation</b>		-	83,936
<b>Current assets - others</b>			
Premiums due but unpaid	10	5,442,748	4,539,734
Amounts due from other insurers / reinsurers	11	1,029,421	814,284
Salvage recoveries accrued		350,293	250,602
Premium and claim reserves retained by cedants		-	-
Accrued investment income		196,171	23,601
Reinsurance recoveries against outstanding claims		6,535,256	3,966,157
Deferred commission expense		750,929	538,268
Prepayments		2,551,525	2,255,149
Sundry receivables		221,552	174,488
		<b>17,077,895</b>	<b>12,562,283</b>
<b>Operating fixed assets - Tangible &amp; intangible</b>	12		
<b>Owned</b>			
Land and buildings		536,581	701,882
Furniture and fixtures		90,571	105,726
Motor vehicles		287,428	296,657
Machinery and equipment		75,900	80,081
Computers and related accessories		60,760	76,391
Intangible asset - computer software		52,422	33,684
Capital work in progress - Tangible		55,601	6,776
		<b>1,159,263</b>	<b>1,301,197</b>
Total assets of Window Takaful Operations - Operator's Fund		<b>76,203</b>	-
<b>TOTAL ASSETS</b>		<b>39,243,700</b>	<b>32,255,979</b>

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer



# Unconsolidated Condensed Interim Profit and Loss Account (Unaudited)

For the Nine Months ended 30 September 2016

	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Treaty	Quarter ended 30 September 2016	Quarter ended 30 September 2015
Rupees in thousand								
<b>Revenue account</b>								
Net premium revenue	194,596	176,797	1,563,353	359,575	222,268	-	<b>2,516,589</b>	2,046,676
Net claims	(88,855)	(72,201)	(1,044,161)	(303,951)	(114,356)	-	<b>(1,623,524)</b>	(1,250,831)
Expenses	(41,827)	(35,230)	(246,329)	(29,635)	(49,890)	-	<b>(402,911)</b>	(395,998)
Net commission	(14,179)	(27,987)	(152,798)	(8,481)	1,842	-	<b>(201,603)</b>	(169,406)
<b>Underwriting result</b>	<b>49,735</b>	<b>41,379</b>	<b>120,065</b>	<b>17,508</b>	<b>59,864</b>	<b>-</b>	<b>288,551</b>	230,441
Investment income							<b>1,452,035</b>	509,988
Rental income							<b>1,546</b>	1,592
Other income							<b>24,195</b>	24,890
							<b>1,766,327</b>	766,911
General and administration expenses							<b>(147,923)</b>	(130,939)
Exchange (loss) / gain							<b>(985)</b>	415
Profit from Window Takaful Operations							<b>2,819</b>	-
Workers' welfare fund							<b>(32,405)</b>	(12,728)
<b>Profit before tax</b>							<b>1,587,833</b>	623,659
Provision for taxation								
- Current							<b>(223,675)</b>	(43,212)
- Deferred							<b>(5,559)</b>	-
<b>Profit after tax</b>							<b>1,358,599</b>	580,447
							Rupees	
<b>Earnings per share - basic and diluted</b>							<b>3.88</b>	<b>1.66</b>

	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Treaty	Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand								
<b>Revenue account</b>								
Net premium revenue	621,272	488,227	4,139,788	996,898	638,720	-	<b>6,884,905</b>	5,766,406
Net claims	(304,096)	(189,598)	(2,562,852)	(946,533)	(206,290)	-	<b>(4,209,369)</b>	(3,489,289)
Expenses	(175,623)	(133,044)	(644,085)	(105,187)	(147,157)	-	<b>(1,205,096)</b>	(1,122,736)
Net commission	(47,741)	(75,809)	(443,231)	(23,573)	(1,725)	-	<b>(592,079)</b>	(437,038)
<b>Underwriting result</b>	<b>93,812</b>	<b>89,776</b>	<b>489,620</b>	<b>(78,395)</b>	<b>283,548</b>	<b>-</b>	<b>878,361</b>	717,343
Investment income							<b>2,818,883</b>	2,005,201
Rental income							<b>4,836</b>	4,720
Other income							<b>135,243</b>	80,334
							<b>3,837,323</b>	2,807,598
General and administration expenses							<b>(419,894)</b>	(377,442)
Exchange gain							<b>287</b>	4,869
Profit from Window Takaful Operations (Note 7)							<b>2,810</b>	-
Workers' welfare fund							<b>(68,411)</b>	(48,701)
<b>Profit before tax</b>							<b>3,352,115</b>	2,386,324
Provision for taxation								
- Current							<b>(398,377)</b>	(205,602)
- Deferred							<b>(118,744)</b>	(1,864)
<b>Profit after tax</b>							<b>2,834,994</b>	2,178,858
<b>Profit and loss appropriation account</b>								
Balance at the commencement of the period:							<b>10,709,983</b>	9,209,094
Profit after tax for the period							<b>2,834,994</b>	2,178,858
Final dividend for the year ended 31 December 2015								
@ 15% (Rupees 1.5/- per share) [2014 : @ 15% (Rupees 1.5/- per share)]							<b>(525,000)</b>	(525,000)
Interim dividend for the period ended 30 June 2016								
@ 15% (Rupees 1.5/- per share) [2015: @ 15% (Rupees 1.5/- per share)]							<b>(525,000)</b>	(525,000)
<b>Balance unappropriated profit at the end of the period</b>							<b>12,494,977</b>	10,337,952
							Rupees	
<b>Earnings per share - basic and diluted (Note 13)</b>							<b>8.10</b>	<b>6.23</b>

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Unconsolidated Condensed Interim Profit and Loss Account (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Inside Pakistan

	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Treaty	Quarter ended 30 September 2016	Quarter ended 30 September 2015
Rupees in thousand								
<b>Revenue account</b>								
Net premium revenue	187,680	168,696	499,963	356,255	220,529	-	<b>1,433,123</b>	1,454,326
Net claims	(84,591)	(72,274)	(233,879)	(300,097)	(114,007)	-	<b>(804,848)</b>	(859,183)
Expenses	(38,416)	(32,407)	(174,470)	(27,171)	(46,703)	-	<b>(319,167)</b>	(318,004)
Net commission	(13,946)	(27,035)	(35,709)	(8,187)	997	-	<b>(83,880)</b>	(108,868)
<b>Underwriting result</b>	<u>50,727</u>	<u>36,980</u>	<u>55,905</u>	<u>20,800</u>	<u>60,816</u>	<u>-</u>	<b>225,228</b>	168,271
Investment income							<b>1,452,035</b>	509,988
Rental income							-	-
Other income							<b>22,595</b>	23,296
							<b>1,699,858</b>	701,555
General and administration expenses							<b>(130,144)</b>	(119,527)
Exchange gain							<b>(985)</b>	415
Profit from Window Takaful Operations							<b>2,819</b>	-
Workers' welfare fund							<b>(32,405)</b>	(12,728)
<b>Profit before tax</b>							<b>1,539,143</b>	569,715

	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Treaty	Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand								
<b>Revenue account</b>								
Net premium revenue	598,957	463,311	1,426,720	985,470	631,987	-	<b>4,106,445</b>	4,218,343
Net claims	(278,254)	(189,481)	(711,073)	(936,473)	(205,755)	-	<b>(2,321,036)</b>	(2,465,244)
Expenses	(166,259)	(125,030)	(413,965)	(97,951)	(139,239)	-	<b>(942,444)</b>	(894,160)
Net commission	(47,169)	(72,538)	(101,869)	(21,675)	(3,101)	-	<b>(246,352)</b>	(277,375)
<b>Underwriting result</b>	<u>107,275</u>	<u>76,262</u>	<u>199,813</u>	<u>(70,629)</u>	<u>283,892</u>	<u>-</u>	<b>596,613</b>	581,564
Investment income							<b>2,818,883</b>	2,005,201
Rental income							-	-
Other income							<b>129,710</b>	72,267
							<b>3,545,206</b>	2,659,032
General and administration expenses							<b>(368,416)</b>	(329,295)
Exchange gain							<b>287</b>	4,869
Profit from Window Takaful Operations							<b>2,810</b>	-
Workers' welfare fund							<b>(68,411)</b>	(48,701)
<b>Profit before tax</b>							<b>3,111,476</b>	2,285,905

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer



# Unconsolidated Condensed Interim Profit and Loss Account (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Outside Pakistan

	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Treaty	Quarter ended 30 September 2016	Quarter ended 30 September 2015
Rupees in thousand								
<b>Revenue account</b>								
Net premium revenue	6,916	8,101	1,063,390	3,320	1,739	-	<b>1,083,466</b>	592,350
Net claims	(4,264)	73	(810,282)	(3,854)	(349)	-	<b>(818,676)</b>	(391,648)
Expenses	(3,411)	(2,823)	(71,859)	(2,464)	(3,187)	-	<b>(83,744)</b>	(77,994)
Net commission	(233)	(952)	(117,089)	(294)	845	-	<b>(117,723)</b>	(60,538)
<b>Underwriting result</b>	<u>(992)</u>	<u>4,399</u>	<u>64,160</u>	<u>(3,292)</u>	<u>(952)</u>	<u>-</u>	<b>63,323</b>	62,170
Investment income							-	-
Rental income							<b>1,546</b>	1,592
Other income							<b>1,600</b>	1,594
							<b>66,469</b>	65,356
General and administration expenses							<b>(17,779)</b>	(11,412)
Exchange gain / (loss)							-	-
Workers' welfare fund							-	-
<b>Profit before tax</b>							<b>48,690</b>	53,944

	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Treaty	Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand								
<b>Revenue account</b>								
Net premium revenue	22,315	24,916	2,713,068	11,428	6,733	-	<b>2,778,460</b>	1,548,063
Net claims	(25,842)	(117)	(1,851,779)	(10,060)	(535)	-	<b>(1,888,333)</b>	(1,024,045)
Expenses	(9,364)	(8,014)	(230,120)	(7,236)	(7,918)	-	<b>(262,652)</b>	(228,576)
Net commission	(572)	(3,271)	(341,362)	(1,898)	1,376	-	<b>(345,727)</b>	(159,663)
<b>Underwriting result</b>	<u>(13,463)</u>	<u>13,514</u>	<u>289,807</u>	<u>(7,766)</u>	<u>(344)</u>	<u>-</u>	<b>281,748</b>	135,779
Investment income							-	-
Rental income							<b>4,836</b>	4,720
Other income							<b>5,533</b>	8,067
							<b>292,117</b>	148,566
General and administration expenses							<b>(51,478)</b>	(48,147)
Exchange gain / (loss)							-	-
Workers' welfare fund							-	-
<b>Profit before tax</b>							<b>240,639</b>	100,419

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Unconsolidated Condensed Interim Statement of Comprehensive Income (Unaudited)

For the Nine Months ended 30 September 2016

	Quarter ended 30 September 2016	Quarter ended 30 September 2015	Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand			
Profit for the period	1,358,599	580,447	2,834,994	2,178,858
Other comprehensive income				
Items that may be reclassified subsequently to profit and loss:				
Effect of translation of investment in foreign branches - net	(1,164)	33,144	2,757	39,889
<b>Total comprehensive income for the period</b>	<b><u>1,357,435</u></b>	<b><u>613,591</u></b>	<b><u>2,837,751</u></b>	<b><u>2,218,747</u></b>

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer



# Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)

For the Nine Months ended 30 September 2016

## Cash flows from operating activities

### a) Underwriting activities

Premiums received
Reinsurance premiums paid
Claims paid
Surrenders paid
Reinsurance and other recoveries received
Commissions paid
Commissions received
Other underwriting payments
<b>Net cash generated from underwriting activities</b>

### b) Other operating activities

Income tax paid
General and management expenses paid
Loans disbursed
Loans repayments received
Other receipts
<b>Net cash used in other operating activities</b>

## Total cash generated from all operating activities

## Cash flows from investing activities

Profit / return received on bank deposits
Return on Pakistan Investment Bonds
Income received from TFCs
Income from treasury bills
Dividends received
Rentals received
Payments for investments
Proceeds from disposal of investments
Fixed capital expenditure - tangible assets
Fixed capital expenditure - intangible assets
Proceeds from disposal of operating fixed assets
<b>Total cash generated from investing activities</b>

## Cash flows from financing activities

Dividends paid
Repatriation of funds
<b>Net cash used in financing activities</b>
<b>Net cash generated from / (used in) all activities</b>
Cash at the beginning of the period
<b>Cash at the end of the period</b>

Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand	

11,810,196	9,124,794
(4,448,079)	(3,646,458)
(6,868,114)	(6,120,183)
(65,001)	(30,581)
2,329,754	2,249,168
(918,282)	(705,696)
471,405	460,588
(1,227,853)	(811,817)
1,084,026	519,815
(236,213)	(106,879)
(524,261)	(384,125)
(41,308)	(46,636)
36,065	34,735
5,333	18,140
(760,384)	(484,765)
323,642	35,050
52,928	66,178
33,388	43,825
3,904	3,875
6,330	-
807,147	758,226
4,990	4,720
(12,355,594)	(10,984,449)
12,537,086	10,801,302
(131,243)	(348,346)
(39,003)	(2,175)
280,130	23,664
1,200,063	366,820
(517,973)	(491,864)
-	-
(517,973)	(491,864)
1,005,732	(89,994)
2,889,056	2,867,554
3,894,788	2,777,560

# Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)

For the Nine Months ended 30 September 2016

## Reconciliation to Profit and Loss Account

Operating cash flows  
Depreciation expense  
Provision for gratuity  
Other income - bank deposits  
Gain on disposal of operating fixed assets  
Rental income  
Increase in assets other than cash  
Increase in liabilities other than running finance

## Others

Profit on sale of investments  
Amortization expense  
Increase in unearned premium  
Increase in loans  
Income tax paid  
Reversal of provision for impairment in value of 'available-for-sale' investments  
Dividend and other income  
Income from treasury bills  
Return on Pakistan Investment Bonds  
Income from TFCs  
Profit from Window Takaful Operations

## Profit before taxation

## Definition of cash

Cash comprises cash in hand, bank balances excluding Rs. 10,258 thousands (2015: Rs 9,076 thousands) held under lien, and other deposits which are readily convertible to cash and which are used in the cash management function on a day-to-day basis.

Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand	

323,642	35,050
(89,506)	(106,476)
(18,438)	(20,607)
50,643	62,834
79,557	4,229
4,836	4,720
4,341,898	1,753,559
(2,540,094)	(659,374)
2,152,538	1,073,935
1,721,867	981,601
(20,271)	(14,295)
(1,843,301)	(815,437)
5,243	11,901
236,213	106,879
71,393	91,833
991,710	912,434
6,242	2,435
24,166	31,223
3,505	3,815
2,810	-
1,199,577	1,312,389
3,352,115	2,386,324

## Cash for the purposes of the statement of cash flows consists of:

Cash and other equivalents  
Current and other accounts  
Deposits maturing within 12 months

## Total cash and cash equivalents

Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand	

15,354	8,785
3,388,619	1,883,750
490,815	885,025
3,894,788	2,777,560

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer



# Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Inside Pakistan

	Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand	
<b>Cash flows from operating activities</b>		
<b>a) Underwriting activities</b>		
Premiums received	8,121,370	7,325,056
Reinsurance premiums paid	(3,726,947)	(3,234,224)
Claims paid	(3,413,922)	(3,886,438)
Surrenders paid	(64,305)	(30,581)
Reinsurance and other recoveries received	861,424	1,152,378
Commissions paid	(675,183)	(508,741)
Commissions received	408,558	409,544
Other underwriting payments	(1,202,590)	(676,242)
<b>Net cash generated from underwriting activities</b>	<b>308,405</b>	<b>550,752</b>
<b>b) Other operating activities</b>		
Income tax paid	(236,213)	(106,879)
General and management expenses paid	(449,993)	(335,044)
Loans disbursed	(36,295)	(36,142)
Loans repayments received	30,542	26,195
Other receipts	5,333	18,599
<b>Net cash used in other operating activities</b>	<b>(686,626)</b>	<b>(433,271)</b>
<b>Total cash (used in) / generated from all operating activities</b>	<b>(378,221)</b>	<b>117,481</b>
<b>Cash flows from investing activities</b>		
Profit / return received on bank deposits	41,905	54,962
Return on Pakistan Investment Bonds	33,388	43,825
Income received from TFCs	3,904	3,875
Income from treasury bills	6,330	-
Dividends received	807,147	758,226
Rentals received	-	-
Payments for investments	(12,355,594)	(10,984,449)
Proceeds from disposal of investments	12,537,086	10,801,302
Fixed capital expenditure - tangible assets	(122,645)	(335,390)
Fixed capital expenditure - intangible assets	(427)	(2,175)
Proceeds from disposal of operating fixed assets	279,262	22,710
<b>Total cash generated from investing activities</b>	<b>1,230,356</b>	<b>362,886</b>
<b>Cash flows from financing activities</b>		
Dividends paid	(517,973)	(491,864)
Repatriation of funds from business outside Pakistan	524,497	-
<b>Net cash flow from /(used in) financing activities</b>	<b>6,524</b>	<b>(491,864)</b>
<b>Net cash generated from from /(used in) all activities</b>	<b>858,659</b>	<b>(11,497)</b>
Cash at the beginning of the period	1,554,806	1,660,572
<b>Cash at the end of the period</b>	<b>2,413,465</b>	<b>1,649,075</b>

# Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)

For the Nine Months ended 30 September 2016

## Reconciliation to Profit and Loss Account

Operating cash flows  
Depreciation expense  
Provision for gratuity  
Other income - bank deposits  
Loss on disposal of operating fixed assets  
Rental income  
Increase in assets other than cash  
Increase in liabilities other than running finance

## Others

Profit on sale of investments  
Amortization expense  
Increase in unearned premium  
Increase in loans  
Income tax paid  
Reversal of provision for impairment in value of 'available-for-sale' investments  
Dividend income  
Income from treasury bills  
Return on Pakistan Investment Bonds  
Income from TFCs  
Profit from Window Takaful Operations

## Profit before taxation

## Definition of cash

Cash comprises cash in hand, bank balances excluding Rs.10,258 thousands (2015: Rs 9,076 thousands) held under lien, and other deposits which are readily convertible to cash and which are used in the cash management function on a day-to-day basis.

Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand	

(378,221)	117,481
(74,068)	(90,372)
(12,850)	(13,267)
44,571	53,378
80,096	5,160
-	-
2,777,203	909,468
(1,545,093)	(345,796)
891,638	636,052
1,721,867	981,601
(11,447)	(14,295)
(832,373)	(476,019)
5,752	9,947
236,213	106,879
71,393	91,833
991,710	912,434
6,242	2,435
24,166	31,223
3,505	3,815
2,810	-
2,219,838	1,649,853
3,111,476	2,285,905

## Cash for the purposes of the statement of cash flows consists of:

Cash and other equivalents  
Current and other accounts  
Deposits maturing within 12 months

## Total cash and cash equivalents

Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand	

15,126	8,558
2,397,604	1,639,782
735	735
2,413,465	1,649,075

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer



# Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Outside Pakistan

	Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand	
<b>Cash flows from operating activities</b>		
<b>a) Underwriting activities</b>		
Premiums received	3,688,826	1,799,738
Reinsurance premiums paid	(721,132)	(412,234)
Claims paid	(3,454,192)	(2,233,745)
Surrenders paid	(696)	-
Reinsurance and other recoveries received	1,468,330	1,096,790
Commissions paid	(243,099)	(196,955)
Commissions received	62,847	51,044
Other underwriting payments	(25,263)	(135,575)
<b>Net cash flow from / (used in) underwriting activities</b>	<b>775,621</b>	<b>(30,937)</b>
<b>b) Other operating activities</b>		
Income tax paid	-	-
General and management expenses paid	(74,268)	(49,081)
Loans disbursed	(5,013)	(10,494)
Loans repayments received	5,523	8,540
Other payments	-	(459)
<b>Net cash used in other operating activities</b>	<b>(73,758)</b>	<b>(51,494)</b>
<b>Total cash generated from / (used in) all operating activities</b>	<b>701,863</b>	<b>(82,431)</b>
<b>Cash flows from investing activities</b>		
Profit / return received on bank deposits	11,023	11,216
Return on Pakistan Investment Bonds	-	-
Income received from TFCs	-	-
Income from treasury bills	-	-
Dividends received	-	-
Rentals received	4,990	4,720
Payments for investments	-	-
Proceeds from disposal of investments	-	-
Fixed capital expenditure - tangible assets	(8,598)	(12,956)
Fixed capital expenditure - intangible assets	(38,576)	-
Proceeds from disposal of operating fixed assets	868	954
<b>Total cash (used in) / generated from investing activities</b>	<b>(30,293)</b>	<b>3,934</b>
<b>Cash flows from financing activities</b>		
Dividends paid	-	-
Repatriation of funds to Pakistan Business	(524,497)	-
<b>Net cash used in financing activities</b>	<b>(524,497)</b>	<b>-</b>
<b>Net cash generated from / (used in) all activities</b>	<b>147,073</b>	<b>(78,497)</b>
Cash at the beginning of the period	1,334,250	1,206,982
<b>Cash at the end of the period</b>	<b>1,481,323</b>	<b>1,128,485</b>

# Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)

For the Nine Months ended 30 September 2016

## Reconciliation to Profit and Loss Account

Operating cash flows  
Depreciation expense  
Provision for gratuity  
Other income - bank deposits  
Loss on disposal of operating fixed assets  
Rental income  
Increase in assets other than cash  
Increase in liabilities other than running finance

## Others

Profit on sale of investments  
Amortization expense  
Increase in unearned premium  
(Decrease) / Increase in loans  
Income tax paid  
Reversal of provision for impairment in value of 'available-for-sale' investments  
Dividend income  
Income from treasury bills  
Return on Pakistan Investment Bonds  
Income from TFCs

## Profit before taxation

## Definition of cash:

Cash comprises cash in hand, bank balances excluding Rs. Nil (2015: Rs Nil) held under lien, and other deposits which are readily convertible to cash and which are used in the cash management function on a day-to-day basis.

Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand	

701,863	(82,431)
(15,438)	(16,104)
(5,588)	(7,340)
6,072	9,456
(539)	(931)
4,836	4,720
1,564,695	844,091
(995,001)	(313,578)
1,260,900	437,883
-	-
(8,824)	-
(1,010,928)	(339,418)
(509)	1,954
-	-
-	-
-	-
-	-
-	-
(1,020,261)	(337,464)
240,639	100,419

## Cash for the purposes of the statement of cash flows consists of:

Cash and other equivalents  
Current and other accounts  
Deposits maturing within 12 months

## Total cash and cash equivalents

Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand	

228	227
991,015	243,968
490,080	884,290
1,481,323	1,128,485

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer



# Unconsolidated Condensed Interim Statement of Changes in Equity (Unaudited)

For the Nine Months ended 30 September 2016

	Share Capital	Capital Reserves			Revenue Reserves		Total
	Issued, subscribed and paid-up	Reserve for exceptional losses	Investment fluctuation reserve	Exchange translation reserve	General reserve	Retained earnings	
Rupees in thousand							
<b>Balance as at 31 December 2014 - (Audited)</b>	3,500,000	22,859	3,764	432,027	936,500	9,209,094	<b>14,104,244</b>
<b>Comprehensive income for the period ended 30 September 2015</b>							
Profit for the period 01 January 2015 to 30 September 2015	-	-	-	-	-	2,178,858	<b>2,178,858</b>
Other comprehensive income for the period 01 January 2015 to 30 September 2015	-	-	-	39,889	-	-	<b>39,889</b>
<b>Total comprehensive income for the period</b>	-	-	-	39,889	-	2,178,858	<b>2,218,747</b>
<b>Transactions with owners of the Company</b>							
Final dividend for the year ended 31 December 2014 @ 15% (Rupees 1.5/- per share)	-	-	-	-	-	(525,000)	<b>(525,000)</b>
Interim dividend for the period ended 30 June 2015 @ 15% (Rupees 1.5/- per share)	-	-	-	-	-	(525,000)	<b>(525,000)</b>
<b>Balance as at 30 September 2015 - (Unaudited)</b>	<b>3,500,000</b>	<b>22,859</b>	<b>3,764</b>	<b>471,916</b>	<b>936,500</b>	<b>10,337,952</b>	<b>15,272,991</b>
<b>Comprehensive income for the period ended 31 December 2015</b>							
Profit for the period 01 October 2015 to 31 December 2015	-	-	-	-	-	375,952	<b>375,952</b>
Other comprehensive income for the period 01 October 2015 to 31 December 2015	-	-	-	1,547	-	(3,921)	<b>(2,374)</b>
<b>Total comprehensive income for the period</b>	-	-	-	1,547	-	372,031	<b>373,578</b>
<b>Balance as at 31 December 2015 - (Audited)</b>	<b>3,500,000</b>	<b>22,859</b>	<b>3,764</b>	<b>473,463</b>	<b>936,500</b>	<b>10,709,983</b>	<b>15,646,569</b>
<b>Comprehensive income for the period ended 30 September 2016</b>							
Profit for the period 01 January 2016 to 30 September 2016	-	-	-	-	-	2,834,994	<b>2,834,994</b>
Other comprehensive income for the period 01 January 2016 to 30 September 2016	-	-	-	2,757	-	-	<b>2,757</b>
<b>Total comprehensive income for the period</b>	-	-	-	2,757	-	2,834,994	<b>2,837,751</b>
<b>Transactions with owners of the Company</b>							
Final dividend for the year ended 31 December 2015 @ 15% (Rupees 1.5/- per share)	-	-	-	-	-	(525,000)	<b>(525,000)</b>
Interim dividend for the period ended 30 June 2016 @ 15% (Rupees 1.5/- per share)	-	-	-	-	-	(525,000)	<b>(525,000)</b>
<b>Balance as at 30 September 2016 - (Unaudited)</b>	<b>3,500,000</b>	<b>22,859</b>	<b>3,764</b>	<b>476,220</b>	<b>936,500</b>	<b>12,494,977</b>	<b>17,434,320</b>

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Unconsolidated Condensed Interim Statement of Premiums (Unaudited)

For the Nine Months ended 30 September 2016

Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 30 September 2016	Quarter ended 30 September 2015
	Rupees in thousand											
Direct and facultative												
Fire and property damage	1,016,030	2,622,901	2,582,483	14	1,056,462	824,107	1,970,791	1,933,041	9	861,866	194,596	254,409
Marine, aviation and transport	213,494	67,529	42,169	-	238,854	66,379	6,632	10,954	-	62,057	176,797	194,834
Motor	1,867,666	3,732,809	3,867,864	916	1,733,527	167,442	287,698	285,062	96	170,174	1,563,353	991,225
Accident & Health	533,425	694,670	864,459	3	363,639	1,829	6,476	4,243	2	4,064	359,575	385,995
Miscellaneous	253,145	504,113	415,270	2	341,990	99,728	238,817	218,824	1	119,722	222,268	220,213
Total	3,883,760	7,622,022	7,772,245	935	3,734,472	1,159,485	2,510,414	2,452,124	108	1,217,883	2,516,589	2,046,676
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	3,883,760	7,622,022	7,772,245	935	3,734,472	1,159,485	2,510,414	2,452,124	108	1,217,883	2,516,589	2,046,676

Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand											
Direct and facultative												
Fire and property damage	3,736,848	2,320,296	2,582,483	(32)	3,474,629	2,957,921	1,828,498	1,933,041	(21)	2,853,357	621,272	762,897
Marine, aviation and transport	642,323	39,224	42,169	(4)	639,374	159,372	2,729	10,954	-	151,147	488,227	571,254
Motor	5,895,251	2,630,869	3,867,864	(1,008)	4,657,248	641,159	161,452	285,062	(89)	517,460	4,139,788	2,680,952
Accident & Health	1,377,558	498,615	864,459	(22)	1,011,692	4,952	14,096	4,243	(11)	14,794	996,898	1,179,124
Miscellaneous	992,392	439,940	415,270	(8)	1,017,054	425,261	171,901	218,824	(4)	378,334	638,720	572,179
Total	12,644,372	5,928,944	7,772,245	(1,074)	10,799,997	4,188,665	2,178,676	2,452,124	(125)	3,915,092	6,884,905	5,766,406
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	12,644,372	5,928,944	7,772,245	(1,074)	10,799,997	4,188,665	2,178,676	2,452,124	(125)	3,915,092	6,884,905	5,766,406

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer



# Unconsolidated Condensed Interim Statement of Premiums (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Inside Pakistan												
Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 30 September 2016	Quarter ended 30 September 2015
	Rupees in thousand											
Direct and facultative												
Fire and property damage	1,000,804	2,583,694	2,547,008	-	1,037,490	814,333	1,945,692	1,910,215	-	849,810	187,680	246,346
Marine, aviation and transport	203,815	66,764	39,826	-	230,753	66,379	6,632	10,954	-	62,057	168,696	190,730
Motor	495,257	1,106,064	1,095,521	-	505,800	5,720	212	95	-	5,837	499,963	417,715
Accident & Health	529,981	682,914	856,640	-	356,255	-	-	-	-	-	356,255	381,832
Miscellaneous	250,487	496,031	408,604	-	337,914	98,759	233,872	215,246	-	117,385	220,529	217,703
Total	2,480,344	4,935,467	4,947,599	-	2,468,212	985,191	2,186,408	2,136,510	-	1,035,089	1,433,123	1,454,326
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	2,480,344	4,935,467	4,947,599	-	2,468,212	985,191	2,186,408	2,136,510	-	1,035,089	1,433,123	1,454,326

Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand											
Direct and facultative												
Fire and property damage	3,685,587	2,276,188	2,547,008	-	3,414,767	2,925,564	1,800,461	1,910,215	-	2,815,810	598,957	739,640
Marine, aviation and transport	620,614	33,670	39,826	-	614,458	159,372	2,729	10,954	-	151,147	463,311	551,970
Motor	1,642,729	902,200	1,095,521	-	1,449,408	22,486	297	95	-	22,688	1,426,720	1,195,194
Accident & Health	1,368,984	473,126	856,640	-	985,470	-	-	-	-	-	985,470	1,166,197
Miscellaneous	980,497	430,046	408,604	-	1,001,939	418,753	166,445	215,246	-	369,952	631,987	565,342
Total	8,298,411	4,115,230	4,947,599	-	7,466,042	3,526,175	1,969,932	2,136,510	-	3,359,597	4,106,445	4,218,343
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	8,298,411	4,115,230	4,947,599	-	7,466,042	3,526,175	1,969,932	2,136,510	-	3,359,597	4,106,445	4,218,343

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Unconsolidated Condensed Interim Statement of Premiums (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Outside Pakistan												
Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 30 September 2016	Quarter ended 30 September 2015
	Rupees in thousand											
Direct and facultative												
Fire and property damage	15,226	39,207	35,475	14	18,972	9,774	25,099	22,826	9	12,056	6,916	8,063
Marine, aviation and transport	9,679	765	2,343	-	8,101	-	-	-	-	-	8,101	4,104
Motor	1,372,409	2,626,745	2,772,343	916	1,227,727	161,722	287,486	284,967	96	164,337	1,063,390	573,510
Accident & Health	3,444	11,756	7,819	3	7,384	1,829	6,476	4,243	2	4,064	3,320	4,163
Miscellaneous	2,658	8,082	6,666	2	4,076	969	4,945	3,578	1	2,337	1,739	2,510
Total	1,403,416	2,686,555	2,824,646	935	1,266,260	174,294	324,006	315,614	108	182,794	1,083,466	592,350
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	1,403,416	2,686,555	2,824,646	935	1,266,260	174,294	324,006	315,614	108	182,794	1,083,466	592,350

Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand											
Direct and facultative												
Fire and property damage	51,261	44,108	35,475	(32)	59,862	32,357	28,037	22,826	(21)	37,547	22,315	23,257
Marine, aviation and transport	21,709	5,554	2,343	(4)	24,916	-	-	-	-	-	24,916	19,284
Motor	4,252,522	1,728,669	2,772,343	(1,008)	3,207,840	618,673	161,155	284,967	(89)	494,772	2,713,068	1,485,758
Accident & Health	8,574	25,489	7,819	(22)	26,222	4,952	14,096	4,243	(11)	14,794	11,428	12,927
Miscellaneous	11,895	9,894	6,666	(8)	15,115	6,508	5,456	3,578	(4)	8,382	6,733	6,837
Total	4,345,961	1,813,714	2,824,646	(1,074)	3,333,955	662,490	208,744	315,614	(125)	555,495	2,778,460	1,548,063
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	4,345,961	1,813,714	2,824,646	(1,074)	3,333,955	662,490	208,744	315,614	(125)	555,495	2,778,460	1,548,063

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Unconsolidated Condensed Interim Statement of Claims (Unaudited)

For the Nine Months ended 30 September 2016

Class	Total claims paid	Outstanding claims			Claims expenses	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 30 September 2016	Quarter ended 30 September 2015
	Rupees in thousand											
Direct and facultative												
Fire and property damage	745,968	2,117,223	3,502,459	14	2,131,190	614,319	1,655,741	3,083,767	10	2,042,335	88,855	131,384
Marine, aviation and transport	38,736	231,682	297,271	-	104,325	12,501	125,036	144,659	-	32,124	72,201	108,247
Motor	1,533,482	2,793,010	3,085,933	918	1,825,487	527,568	2,418,551	2,673,161	852	781,326	1,044,161	561,124
Accident & Health	279,506	196,913	229,465	3	312,055	10,266	7,289	5,130	3	8,104	303,951	342,811
Miscellaneous	220,632	1,204,994	1,213,411	2	229,047	89,900	954,039	978,832	2	114,691	114,356	107,265
Total	2,818,324	6,543,822	8,328,539	937	4,602,104	1,254,554	5,160,656	6,885,549	867	2,978,580	1,623,524	1,250,831
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	2,818,324	6,543,822	8,328,539	937	4,602,104	1,254,554	5,160,656	6,885,549	867	2,978,580	1,623,524	1,250,831

Class	Total claims paid	Outstanding claims			Claims expenses	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand											
Direct and facultative												
Fire and property damage	1,502,546	2,067,410	3,502,459	(73)	2,937,668	960,679	1,410,937	3,083,767	(63)	2,633,572	304,096	329,186
Marine, aviation and transport	145,134	180,649	297,271	(1)	261,757	21,760	94,260	144,659	-	72,159	189,598	272,620
Motor	3,924,033	2,420,134	3,085,933	(1,430)	4,591,262	1,353,286	1,999,259	2,673,161	(1,222)	2,028,410	2,562,852	1,540,711
Accident & Health	884,572	144,062	229,465	(8)	969,983	25,688	7,373	5,130	(5)	23,450	946,533	1,055,757
Miscellaneous	411,829	961,569	1,213,411	1	663,670	183,478	704,930	978,832	-	457,380	206,290	291,015
Total	6,868,114	5,773,824	8,328,539	(1,511)	9,424,340	2,544,891	4,216,759	6,885,549	(1,290)	5,214,971	4,209,369	3,489,289
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	6,868,114	5,773,824	8,328,539	(1,511)	9,424,340	2,544,891	4,216,759	6,885,549	(1,290)	5,214,971	4,209,369	3,489,289

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer



# Unconsolidated Condensed Interim Statement of Claims (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Inside Pakistan												
Class	Total claims paid	Outstanding claims			Claims expenses	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 30 September 2016	Quarter ended 30 September 2015
	Rupees in thousand											
Direct and facultative												
Fire and property damage	648,997	2,036,587	3,500,034	-	2,112,444	531,896	1,587,215	3,083,172	-	2,027,853	84,591	113,983
Marine, aviation and transport	38,736	231,506	297,168	-	104,398	12,501	125,036	144,659	-	32,124	72,274	107,048
Motor	211,010	282,103	329,510	-	258,417	(884)	75,585	101,007	-	24,538	233,879	189,006
Accident & Health	264,840	186,926	222,183	-	300,097	-	-	-	-	-	300,097	341,198
Miscellaneous	219,734	1,199,125	1,208,089	-	228,698	89,366	948,332	973,657	-	114,691	114,007	107,948
Total	1,383,317	3,936,247	5,556,984	-	3,004,054	632,879	2,736,168	4,302,495	-	2,199,206	804,848	859,183
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	1,383,317	3,936,247	5,556,984	-	3,004,054	632,879	2,736,168	4,302,495	-	2,199,206	804,848	859,183

Class	Total claims paid	Outstanding claims			Claims expenses	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand											
Direct and facultative												
Fire and property damage	1,377,687	1,985,358	3,500,034	-	2,892,363	872,144	1,341,207	3,083,172	-	2,614,109	278,254	281,161
Marine, aviation and transport	145,042	180,570	297,168	-	261,640	21,760	94,260	144,659	-	72,159	189,481	271,421
Motor	634,099	226,650	329,510	-	736,959	1,378	76,499	101,007	-	25,886	711,073	578,549
Accident & Health	847,875	133,585	222,183	-	936,473	-	-	-	-	-	936,473	1,048,133
Miscellaneous	409,219	960,737	1,208,089	-	656,571	181,279	704,120	973,657	-	450,816	205,755	285,980
Total	3,413,922	3,486,900	5,556,984	-	5,484,006	1,076,561	2,216,086	4,302,495	-	3,162,970	2,321,036	2,465,244
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	3,413,922	3,486,900	5,556,984	-	5,484,006	1,076,561	2,216,086	4,302,495	-	3,162,970	2,321,036	2,465,244

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Unconsolidated Condensed Interim Statement of Claims (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Outside Pakistan												
Class	Total claims paid	Outstanding claims			Claims expenses	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 30 September 2016	Quarter ended 30 September 2015
	Rupees in thousand											
Direct and facultative												
Fire and property damage	96,971	80,636	2,425	14	18,746	82,423	68,526	595	10	14,482	4,264	17,401
Marine, aviation and transport	-	176	103	-	(73)	-	-	-	-	-	(73)	1,199
Motor	1,322,472	2,510,907	2,756,423	918	1,567,070	528,452	2,342,966	2,572,154	852	756,788	810,282	372,118
Accident & Health	14,666	9,987	7,282	3	11,958	10,266	7,289	5,130	3	8,104	3,854	1,613
Miscellaneous	898	5,869	5,322	2	349	534	5,707	5,175	2	-	349	(683)
Total	1,435,007	2,607,575	2,771,555	937	1,598,050	621,675	2,424,488	2,583,054	867	779,374	818,676	391,648
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	1,435,007	2,607,575	2,771,555	937	1,598,050	621,675	2,424,488	2,583,054	867	779,374	818,676	391,648

Class	Total claims paid	Outstanding claims			Claims expenses	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand											
Direct and facultative												
Fire and property damage	124,859	82,052	2,425	(73)	45,305	88,535	69,730	595	(63)	19,463	25,842	48,025
Marine, aviation and transport	92	79	103	(1)	117	-	-	-	-	-	117	1,199
Motor	3,289,934	2,193,484	2,756,423	(1,430)	3,854,303	1,351,908	1,922,760	2,572,154	(1,222)	2,002,524	1,851,779	962,162
Accident & Health	36,697	10,477	7,282	(8)	33,510	25,688	7,373	5,130	(5)	23,450	10,060	7,624
Miscellaneous	2,610	832	5,322	1	7,099	2,199	810	5,175	-	6,564	535	5,035
Total	3,454,192	2,286,924	2,771,555	(1,511)	3,940,334	1,468,330	2,000,673	2,583,054	(1,290)	2,052,001	1,888,333	1,024,045
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	3,454,192	2,286,924	2,771,555	(1,511)	3,940,334	1,468,330	2,000,673	2,583,054	(1,290)	2,052,001	1,888,333	1,024,045

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Unconsolidated Condensed Interim Statement of Expenses (Unaudited)

For the Nine Months ended 30 September 2016

Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Quarter ended 30 September 2016	Quarter ended 30 September 2015
Rupees in thousand										
Direct and facultative										
Fire and property damage	144,730	228,486	274,133	1	99,084	41,827	140,911	84,905	56,006	103,816
Marine, aviation and transport	27,104	8,785	7,321	-	28,568	35,230	63,798	581	63,217	80,672
Motor	208,424	389,246	416,738	112	181,044	246,329	427,373	28,246	399,127	293,640
Accident & Health	16,686	15,277	23,126	1	8,838	29,635	38,473	357	38,116	37,102
Miscellaneous	16,807	33,872	29,611	(1)	21,067	49,890	70,957	22,909	48,048	50,174
Total	413,751	675,666	750,929	113	338,601	402,911	741,512	136,998	604,514	565,404
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Grand Total	413,751	675,666	750,929	113	338,601	402,911	741,512	136,998	604,514	565,404

Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand										
Direct and facultative										
Fire and property damage	359,725	222,472	274,133	(5)	308,059	175,623	483,682	260,318	223,364	299,228
Marine, aviation and transport	79,913	4,156	7,321	(1)	76,747	133,044	209,791	938	208,853	234,906
Motor	635,569	252,451	416,738	(105)	471,177	644,085	1,115,262	27,946	1,087,316	806,746
Accident & Health	36,288	10,871	23,126	(2)	24,031	105,187	129,218	458	128,760	105,600
Miscellaneous	54,040	48,318	29,611	(2)	72,745	147,157	219,902	71,020	148,882	113,294
Total	1,165,535	538,268	750,929	(115)	952,759	1,205,096	2,157,855	360,680	1,797,175	1,559,774
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Grand Total	1,165,535	538,268	750,929	(115)	952,759	1,205,096	2,157,855	360,680	1,797,175	1,559,774

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer



# Unconsolidated Condensed Interim Statement of Expenses (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Inside Pakistan										
Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Quarter ended 30 September 2016	Quarter ended 30 September 2015
Rupees in thousand										
Direct and facultative										
Fire and property damage	142,139	222,834	268,692	-	96,281	38,416	134,697	82,335	52,362	100,724
Marine, aviation and transport	26,182	8,567	7,133	-	27,616	32,407	60,023	581	59,442	78,550
Motor	30,354	77,896	72,529	-	35,721	174,470	210,191	12	210,179	163,673
Accident & Health	16,364	14,259	22,436	-	8,187	27,171	35,358	-	35,358	34,990
Miscellaneous	16,560	32,911	28,868	-	20,603	46,703	67,306	21,600	45,706	48,935
Total	231,599	356,467	399,658	-	188,408	319,167	507,575	104,528	403,047	426,872
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Grand Total	231,599	356,467	399,658	-	188,408	319,167	507,575	104,528	403,047	426,872

Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand										
Direct and facultative										
Fire and property damage	351,936	216,140	268,692	-	299,384	166,259	465,643	252,215	213,428	288,773
Marine, aviation and transport	77,128	3,481	7,133	-	73,476	125,030	198,506	938	197,568	228,584
Motor	115,015	59,416	72,529	-	101,902	413,965	515,867	33	515,834	445,780
Accident & Health	35,472	8,639	22,436	-	21,675	97,951	119,626	-	119,626	98,855
Miscellaneous	52,656	47,201	28,868	-	70,989	139,239	210,228	67,888	142,340	109,543
Total	632,207	334,877	399,658	-	567,426	942,444	1,509,870	321,074	1,188,796	1,171,535
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Grand Total	632,207	334,877	399,658	-	567,426	942,444	1,509,870	321,074	1,188,796	1,171,535

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Unconsolidated Condensed Interim Statement of Expenses (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Outside Pakistan										
Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Quarter ended 30 September 2016	Quarter ended 30 September 2015
Rupees in thousand										
Direct and facultative										
Fire and property damage	2,591	5,652	5,441	1	2,803	3,411	6,214	2,570	3,644	3,092
Marine, aviation and transport	922	218	188	-	952	2,823	3,775	-	3,775	2,122
Motor	178,070	311,350	344,209	112	145,323	71,859	217,182	28,234	188,948	129,967
Accident & Health	322	1,018	690	1	651	2,464	3,115	357	2,758	2,112
Miscellaneous	247	961	743	(1)	464	3,187	3,651	1,309	2,342	1,239
Total	182,152	319,199	351,271	113	150,193	83,744	233,937	32,470	201,467	138,532
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Grand Total	182,152	319,199	351,271	113	150,193	83,744	233,937	32,470	201,467	138,532

Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand										
Direct and facultative										
Fire and property damage	7,789	6,332	5,441	(5)	8,675	9,364	18,039	8,103	9,936	10,455
Marine, aviation and transport	2,785	675	188	(1)	3,271	8,014	11,285	-	11,285	6,322
Motor	520,554	193,035	344,209	(105)	369,275	230,120	599,395	27,913	571,482	360,966
Accident & Health	816	2,232	690	(2)	2,356	7,236	9,592	458	9,134	6,745
Miscellaneous	1,384	1,117	743	(2)	1,756	7,918	9,674	3,132	6,542	3,751
Total	533,328	203,391	351,271	(115)	385,333	262,652	647,985	39,606	608,379	388,239
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Grand Total	533,328	203,391	351,271	(115)	385,333	262,652	647,985	39,606	608,379	388,239

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Unconsolidated Condensed Interim Statement of Investment Income (Unaudited)

For the Nine Months ended 30 September 2016

	Quarter ended 30 September 2016	Quarter ended 30 September 2015	Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand				
<b>Income from non-trading investments</b>				
<b>Available-for-sale</b>				
Return on term finance certificates	658	995	3,505	3,815
Return on Pakistan Investment Bonds	7,300	9,101	24,166	31,223
Return on treasury bills	2,491	1,600	6,242	2,435
Dividend income				
- associated undertakings	199,740	201,709	562,967	542,431
- others	157,009	128,788	428,743	351,863
	356,749	330,497	991,710	894,294
	367,198	342,193	1,025,623	931,767
Gain on sale of 'available-for-sale' investments:				
- associated undertakings	79,297	-	79,297	-
- others	934,147	167,634	1,642,570	981,601
	1,013,444	167,634	1,721,867	981,601
Reversal of provision for impairment in value of 'available-for-sale' investments	71,393	161	71,393	91,833
<b>Net investment income</b>	<b>1,452,035</b>	<b>509,988</b>	<b>2,818,883</b>	<b>2,005,201</b>

The annexed notes 1 to 17 form an integral part of this unconsolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer



# Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 1 Status and nature of business

Adamjee Insurance Company Limited ("the Company") is a public limited company incorporated in Pakistan on 28 September 1960 under the Companies Act, 1913 (now the Companies Ordinance, 1984). The Company is listed on Pakistan Stock Exchange and is engaged in the general insurance business comprising fire & property, marine, motor, accident and health and miscellaneous. The registered office of the Company is situated at Tanveer Building, 27-C-III, MM Alam Road, Gulberg III, Lahore.

The Company also operates branches in the United Arab Emirates (UAE) and the Export Processing Zone (EPZ).

The Company was granted authorization on 23 December 2015 under Rule 6 of Takaful Rules, 2012 to undertake Window Takaful Operations in respect of general takaful products by Securities and Exchange Commission of Pakistan (SECP) and commenced Window Takaful Operations on 01 January 2016.

## 2 Basis of preparation and statement of compliance

This unconsolidated condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - 'Interim Financial Reporting' as applicable in Pakistan, provisions of and directives issued under Companies Ordinance, 1984 and the Insurance Ordinance, 2000, SEC (Insurance) Rules, 2002 and Takaful Rules, 2012. In case where requirements differ, the provision of or directives issued under the Companies Ordinance, 1984, the Insurance Ordinance, 2000, SEC (Insurance) Rules, 2002 and Takaful Rules 2012 have been followed.

This unconsolidated condensed interim financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with annual financial statements of the Company for the year ended 31 December 2015.

## 3 Basis of measurement

This unconsolidated condensed interim financial information has been prepared under the historical cost convention except that certain investments are stated at lower of cost and market value and the obligations under certain employee benefits that are measured at present value. Accrual basis of accounting has been used except for cash flow information.

## 4 Summary of significant accounting policies

The accounting policies and methods of computation adopted in the preparation of this unconsolidated condensed interim financial information are the same as those applied in the preparation of the unconsolidated financial statements of the Company for the year ended 31 December 2015.

The Company has adopted all the applicable new standards and amendments to standards, including any consequential amendments to other standards, with a date of initial application of 01 January 2016 as mentioned in the financial statements for the year ended 31 December 2015.

There is no significant impact of such changes on this unconsolidated condensed interim financial information of the Company.

## 5 Use of estimates and judgments

The preparation of this unconsolidated condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of this unconsolidated condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 31 December 2015.

# Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 6 Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended 31 December 2015.

## 7 Window Takaful Operations - Operator's Fund

### Assets

Cash and bank deposits

Qard-e-Hasna to Participants' Takaful Fund

Investments

Current Assets - Others

### Total Assets

### Total Liabilities - Current

30 September 2016

Rupees in thousand  
(Unaudited)

9,885

30,000

26,313

10,005

76,203

23,393

30 September 2016

Rupees in thousand  
(Unaudited)

13,816

(2,446)

(11,472)

2,912

2,810

Wakala fee

Commission expense

Management expense

Net investment income

### Profit from Window Takaful Operations

Details of assets and liabilities and segment disclosures of Window Takaful Operations are stated in the annexed condensed interim financial information.

## 8 Contingencies and commitments

### 8.1 Contingencies

There has been no significant change in the contingencies since the date of preceding published annual financial statements.

### 8.2 Commitments

The Company has issued letter of guarantees amounting to Rupees 9,648 thousands (AED 339,000) [31 December 2015: Rupees 8,231 thousands (AED 289,000)] relating to its UAE branch.

# Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 9 Investments

	Note	30 September 2016	31 December 2015
		Rupees in thousand	
<b>In related parties</b>		(Unaudited)	(Audited)
<b>Available-for-sale</b>			
Marketable securities - listed		7,057,372	6,641,429
Investment in Subsidiary - Adamjee Life Assurance Company Limited		694,895	694,895
		<u>7,752,267</u>	<u>7,336,324</u>
<b>Others</b>			
<b>Available-for-sale:</b>			
Marketable securities			
Listed		8,087,817	7,063,251
Unlisted		925,360	924,535
Less: Provision for impairment in value of investments	9.1	(231,747)	(303,140)
		<u>8,781,430</u>	<u>7,684,646</u>
Fixed income securities	9.2	473,166	372,463
		<u>17,006,863</u>	<u>15,393,433</u>
<b>9.1 Reconciliation of provision for impairment in value of investments</b>			
Opening provision		303,140	226,444
(Reversal) / charge for the period / year		(71,393)	76,696
Closing provision		<u>231,747</u>	<u>303,140</u>

**9.2** The fixed income securities include Pakistan Investment Bonds amounting to Rupees 230,456 thousands (31 December 2015: Rupees 278,793 thousands), and Treasury bills amounting to Rupees 242,710 thousands (31 December 2015: Rupees 93,670 thousands) deposited with the State Bank of Pakistan as required under section 29 of the Insurance Ordinance, 2000.

**9.3** On 30 September 2016, the fair value of 'available-for-sale' securities was Rupees 21,443,055 thousands (31 December 2015: Rupees 20,780,440 thousands). As per the Company's accounting policy, 'available-for-sale' investments are stated at lower of cost or market value (market value being taken as lower if the reduction is other than temporary). However, International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' dealing with the recognition and measurement of financial instruments requires that these instruments should be measured at fair value. Accordingly, had these investments been measured at fair value, their carrying value as at 30 September 2016 would have been higher by Rupees 4,436,192 thousands (31 December 2015: Rupees 5,387,007 thousands).



# Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

	Note	30 September 2016	31 December 2015
		Rupees in thousand	
		(Unaudited)	(Audited)
<b>10 Premiums due but unpaid - unsecured</b>			
Considered good		5,442,748	4,539,734
Considered doubtful		368,637	368,729
		<u>5,811,385</u>	<u>4,908,463</u>
Less: Provision for doubtful balances	10.1	<u>(368,637)</u>	<u>(368,729)</u>
		<u>5,442,748</u>	<u>4,539,734</u>
<b>10.1 Reconciliation of provision for doubtful balances</b>			
Opening provision		368,729	363,482
Exchange difference		(92)	5,247
Charge for the period / year		-	-
Closing provision		<u>368,637</u>	<u>368,729</u>
<b>11 Amounts due from other insurers / reinsurers - unsecured</b>			
Considered good		1,029,421	814,284
Considered doubtful		299,558	299,558
		<u>1,328,979</u>	<u>1,113,842</u>
Less: Provision for doubtful balances	11.1	<u>(299,558)</u>	<u>(299,558)</u>
		<u>1,029,421</u>	<u>814,284</u>
<b>11.1 Reconciliation of provision for doubtful balances</b>			
Opening provision		299,558	299,558
Charge / reversal for the period / year		-	-
Written off during the period / year		-	-
Closing provision		<u>299,558</u>	<u>299,558</u>
<b>12 Operating fixed assets - Tangible &amp; intangible</b>			
Opening balance - net book value		1,294,421	1,112,077
Additions during the period / year	12.2	121,421	382,953
Less:			
Book value of disposals during the period / year	12.3	(200,573)	(46,905)
Depreciation / amortization charged during the period / year		(109,777)	(161,282)
Exchange difference		(1,830)	7,578
		<u>(312,180)</u>	<u>(200,609)</u>
		<u>1,103,662</u>	<u>1,294,421</u>
Capital work in progress		55,601	6,776
		<u>1,159,263</u>	<u>1,301,197</u>
<b>12.1 Breakup of book values into owned and leased fixed assets:</b>			
Owned assets		1,103,662	1,294,421
Capital work in progress		55,601	6,776
		<u>1,159,263</u>	<u>1,301,197</u>
<b>12.2 Additions during the period / year:</b>			
<b>Owned</b>			
Land and buildings		32,562	313,798
Furniture and fixtures		3,654	583
Motor vehicles		32,838	54,450
Machinery and equipment		9,991	7,127
Computer and related accessories		3,373	3,494
Intangibles		39,003	3,501
		<u>121,421</u>	<u>382,953</u>

# Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 12.3 Written down values of operating fixed assets disposed off during the period / year

### Owned

Land and buildings  
Furniture and fixtures  
Motor vehicles  
Machinery and equipment  
Computer and related accessories  
Intangibles

30 September 2016	31 December 2015
Rupees in thousand	
(Unaudited)	(Audited)
180,271	1,715
7,542	639
7,811	24,335
3,305	17,305
1,644	2,911
-	-
<u>200,573</u>	<u>46,905</u>

## 13 Earnings 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

30 September 2016	30 September 2015
Rupees in thousand	
(Unaudited)	(Unaudited)
<u>2,834,994</u>	<u>2,178,858</u>
Number of shares	
<u>350,000,000</u>	<u>350,000,000</u>
Rupees	
<u>8.10</u>	<u>6.23</u>

Weighted average number of shares

Basic earnings per share

# Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 14 Transactions with related parties

The Company has related party relationships with its associates, subsidiary company, employee retirement benefit plans, key management personnel and other parties. Transactions are entered into with such related parties for the issuance of policies to and disbursements of claims incurred by them and payments of rentals for the use of premises rented from them. There are no transactions with key management personnel other than those specified in their terms of employment.

Investment in related parties have been disclosed in note 9 to the unconsolidated condensed interim financial information. Other transactions with related parties are summarized as follows:

	30 September 2016	30 September 2015
	Rupees in thousand	
<b>i) Transactions</b>	(Unaudited)	(Unaudited)
<b>Subsidiary company</b>		
Premiums underwritten	5,170	4,912
Premiums received	4,402	1,318
Claims paid	357	2,168
Premium paid	4,256	3,967
Service charges received	4,491	3,344
<b>Other related parties</b>		
Premiums underwritten	851,917	825,835
Premiums received	776,926	731,592
Claims paid	200,455	196,440
Rent paid	4,129	4,848
Rent received	4,990	4,720
Dividends received	528,603	542,431
Dividends paid	143,104	146,304
Income on bank deposits	14,044	30,936
Investments made	873,402	760,218
Investments sold	102,011	-
Fee / service charges paid	17,084	3,795
Charge in respect of gratuity expense	18,438	18,785
Contribution to Employees' Provident Fund	20,489	19,355
<b>Key management personnel</b>		
Compensation paid	407,773	313,828
<b>ii) Period end balances</b>		
<b>Subsidiary company</b>		
Balances receivable	1,113	566
Balances payable	2,040	44
<b>Other related parties</b>		
Balances receivable	455,348	456,582
Balances payable	734,919	623,245
Cash and bank balances	1,589,509	1,983,209
Payable to Staff Gratuity Fund	71,610	59,759
Payable to Employees' Provident Fund	2,750	2,453

# Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 15 Segment Reporting

Each class of business has been identified as reportable segment. Class of business wise revenue and results have been disclosed in the profit and loss account prepared in accordance with the requirements of the Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2002. The following is a schedule of class of business wise assets and liabilities:

30 September 2016													
Rupees in thousand													
Fire and Property Damage	Marine, Aviation and Transport		Motor		Accident & Health		Miscellaneous		Treaty		Unallocated Corporate Assets / Liabilities		Total
	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	
7,103,261	56,304	472,782	11,810	994,277	5,477,899	706,330	14,653	1,707,591	15,864	-	-	-	10,984,241
-	-	-	-	-	-	-	-	-	-	-	20,935,086	1,747,843	20,935,086
7,103,261	56,304	472,782	11,810	994,277	5,477,899	706,330	14,653	1,707,591	15,864	-	-	-	7,324,373
7,135,242	42,828	484,255	2,493	1,813,435	5,595,028	1,402,496	15,401	1,892,160	13,077	-	-	-	18,395,415
-	-	-	-	-	-	-	-	-	-	-	2,803,172	609,793	2,803,172
7,135,242	42,828	484,255	2,493	1,813,435	5,595,028	1,402,496	15,401	1,892,160	13,077	-	-	-	21,809,380
Capital expenditure													123,072
													47,174
													170,246

  

31 December 2015													
Rupees in thousand													
Fire and Property Damage	Marine, Aviation and Transport		Motor		Accident & Health		Miscellaneous		Treaty		Unallocated Corporate Assets / Liabilities		Total
	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	
5,013,068	146,916	488,093	12,081	803,539	3,827,084	532,160	42,191	1,404,303	18,286	-	-	-	8,241,163
-	-	-	-	-	-	-	-	-	-	-	18,380,169	1,588,089	18,380,169
5,013,068	146,916	488,093	12,081	803,539	3,827,084	532,160	42,191	1,404,303	18,286	-	-	-	5,634,647
5,381,537	133,089	443,083	5,864	1,522,424	3,985,797	915,449	36,341	1,707,059	12,599	-	-	-	9,969,552
-	-	-	-	-	-	-	-	-	-	-	2,140,170	325,998	2,140,170
5,381,537	133,089	443,083	5,864	1,522,424	3,985,797	915,449	36,341	1,707,059	12,599	-	-	-	12,109,722
Capital expenditure													361,759
													62,419
													388,008



# Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

**16. Date of authorization for issue**

This unconsolidated condensed interim financial information was authorized for issue on 27 October 2016 by the Board of Directors of the Company.

**17 General**

**17.1** No significant reclassification / rearrangement of corresponding figures has been made in this unconsolidated condensed interim financial information.

**17.2** Figures have been rounded off to the nearest thousand of rupees unless other wise stated.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Directors' Review to the Members on Consolidated Condensed Interim Financial Information

For the Nine Months ended 30 September 2016

On behalf of the Board, I am pleased to present the consolidated condensed interim financial information of Adamjee Insurance Company Limited and its subsidiary, Adamjee Life Assurance Company Limited for the nine months ended 30 September 2016.

The following appropriation of profit has been recommended by the Board of Directors:

	Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand	
	(Unaudited)	(Unaudited)
Profit before tax	3,356,246	2,392,192
Taxation	(517,780)	(207,300)
Profit after tax	2,838,466	2,184,892
Profit attributable to non-controlling interest	(893)	(1,552)
Profit attributable to ordinary shareholders	2,837,573	2,183,340
Unappropriated profit brought forward	10,360,862	8,869,577
Capital contribution to statutory funds	29,670	(10,251)
Profit available for appropriation	13,228,105	11,042,666
<b>Appropriation</b>		
Final dividend for the year ended 31 December 2015 @ 15% (Rupees 1.5/- per share) [2014: @15% (Rupees 1.5/- per share)]	(525,000)	(525,000)
Interim dividend for the period ended 30 June 2016 @ 15% (Rupees 1.5/- per share) [(2015: @ 15% (Rupees 1.5/- per share)]	(525,000)	(525,000)
Profit after appropriation	12,178,105	9,992,666

## Earnings per share

The consolidated condensed interim financial information reflects Rs. 8.11 (30 September 2015: Rs. 6.24) earnings per share for the period under review.

On Behalf of Board of Directors

Lahore: 27 October 2016

Muhammad Ali Zeb  
Managing Director and Chief Executive Officer



# **CONSOLIDATED**

Condensed Interim  
Financial Information  
for the Nine Months ended  
30 September 2016  
(Unaudited)





# Consolidated Condensed Interim Balance Sheet

As at 30 September 2016

Note	30 September 2016	31 December 2015
	Rupees in thousand	
	(Unaudited)	(Audited)
<b>EQUITY AND LIABILITIES</b>		
<b>Share capital and reserves</b>		
Authorized capital 375,000,000 (2015: 375,000,000) ordinary shares of Rs. 10 each	<b>3,750,000</b>	3,750,000
Issued, subscribed and paid up capital	<b>3,500,000</b>	3,500,000
Reserves	<b>1,439,343</b>	1,436,586
Retained earnings	<b>12,178,105</b>	10,360,862
Equity attributable to equity holders of the parent	<b>17,117,448</b>	15,297,448
Non-controlling interest	<b>16,367</b>	5,201
	<b>17,133,815</b>	15,302,649
<b>Balance of statutory funds (including policy holders' liabilities of Rs. 18.469 billion (2015: Rs. 13.856 billion))</b>	<b>19,187,810</b>	14,444,777
<b>Underwriting provisions</b>		
Provision for outstanding claims (including IBNR)	<b>8,556,121</b>	5,972,005
Provision for unearned premium	<b>7,772,245</b>	5,928,944
Commission income unearned	<b>324,139</b>	213,398
<b>Total underwriting provisions</b>	<b>16,652,505</b>	12,114,347
<b>Deferred liabilities</b>		
Deferred taxation	<b>33,188</b>	-
Staff retirement benefits	<b>130,319</b>	125,595
<b>Creditors and accruals</b>		
Premiums received in advance	<b>498,908</b>	449,151
Amounts due to other insurers / reinsurers	<b>1,808,274</b>	2,047,672
Taxation- provision less payments	<b>152,510</b>	31,183
Accrued expenses	<b>120,533</b>	168,584
Other creditors and accruals	<b>3,160,275</b>	2,358,342
	<b>5,740,500</b>	5,054,932
<b>Other liabilities</b>		
Unclaimed dividends	<b>81,820</b>	74,793
<b>Total liabilities</b>	<b>22,638,332</b>	17,369,667
Total liabilities of Window Takaful Operations - Operator's Fund	<b>23,393</b>	-
<b>Contingencies and commitments</b>		
	<b>58,983,350</b>	47,117,093
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>58,983,350</b>	47,117,093

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

	Note	30 September 2016	31 December 2015
		Rupees in thousand	
		(Unaudited)	(Audited)
<b>ASSETS</b>			
<b>Cash and bank deposits</b>			
Cash and other equivalents		15,509	10,749
Current and other accounts		4,425,428	3,040,848
Deposits maturing within 12 months		2,356,073	1,186,330
		6,797,010	4,237,927
<b>Loans - secured, considered good</b>			
To employees		18,430	16,998
Loans secured against life insurance policies		17,870	10,347
		5,583	3,271
<b>Loans- unsecured</b>			
<b>Investments</b>	8	33,534,560	28,381,412
<b>Deferred taxation</b>		-	83,221
<b>Current assets - others</b>			
Premiums due but unpaid	9	5,441,635	4,563,443
Amounts due from other insurers / reinsurers	10	1,037,629	854,329
Salvage recoveries accrued		350,293	250,602
Premium and claim reserves retained by cedants	11	-	-
Accrued investment income		327,248	307,237
Reinsurance recoveries against outstanding claims		6,535,256	3,966,157
Deferred commission expense		750,929	538,268
Prepayments		2,582,480	2,288,893
Sundry receivables		238,923	243,075
		17,264,393	13,012,004
<b>Operating fixed assets - Tangible &amp; intangible</b>			
<b>Owned</b>			
Land and buildings		536,581	701,882
Furniture and fixtures		143,624	129,199
Motor vehicles		287,428	303,121
Machinery and equipment		75,900	89,750
Computers and related accessories		60,760	91,171
Intangible asset - computer software		100,626	50,014
Capital work in progress - Tangible		64,382	6,776
		1,269,301	1,371,913
Total assets of Window Takaful Operations - Operator's Fund		76,203	-
<b>TOTAL ASSETS</b>		<b>58,983,350</b>	<b>47,117,093</b>

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

For the Nine Months ended 30 September 2016

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The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Consolidated Condensed Interim Statement of Comprehensive Income (Unaudited)

For the Nine Months ended 30 September 2016

	Quarter ended 30 September 2016	Quarter ended 30 September 2015	Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand			
Profit after tax for the period	1,356,170	579,238	2,838,466	2,184,892
Other comprehensive income				
Items that may be reclassified subsequently to profit and loss:				
Effect of translation of investment in foreign branches - net	(1,164)	33,144	2,757	39,889
<b>Total comprehensive income for the period</b>	<b>1,355,006</b>	<b>612,382</b>	<b>2,841,223</b>	<b>2,224,781</b>
<b>Total comprehensive income attributable to:</b>				
Equity holders of the parent	1,355,631	612,713	2,840,330	2,223,229
Non-controlling interest	(625)	(331)	893	1,552
	<b>1,355,006</b>	<b>612,382</b>	<b>2,841,223</b>	<b>2,224,781</b>

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Consolidated Condensed Interim Statement of Cash Flows (Unaudited)

For the Nine Months ended 30 September 2016

	Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand	
<b>Cash flows from operating activities</b>		
<b>a) Underwriting activities</b>		
Premiums received	19,392,304	15,678,749
Reinsurance premiums paid	(4,448,079)	(3,727,824)
Claims paid	(9,248,025)	(7,379,057)
Surrenders paid	(65,001)	(30,581)
Reinsurance and other recoveries received	2,540,229	2,249,168
Commissions paid	(1,921,437)	(1,826,587)
Commissions received	471,405	460,588
Other underwriting payments	(1,227,853)	(811,817)
<b>Net cash generated from underwriting activities</b>	<b>5,493,543</b>	<b>4,612,639</b>
<b>b) Other operating activities</b>		
Income tax paid	(274,193)	(125,680)
General and management expenses paid	(709,074)	(785,402)
Loans disbursed	(41,308)	(46,636)
Loans repayments received	36,065	34,735
Other receipts	5,333	18,140
<b>Net cash used in other operating activities</b>	<b>(983,177)</b>	<b>(904,843)</b>
<b>Total cash generated from all operating activities</b>	<b>4,510,366</b>	<b>3,707,796</b>
<b>Cash flows from investing activities</b>		
Profit / return received on bank deposits	966,179	1,108,043
Return on Pakistan Investment Bonds	33,388	43,825
Income received from TFCs	3,904	3,875
Income from treasury bills	6,330	-
Dividends received	838,599	790,748
Rentals received	4,990	4,720
Disbursement of policy loans	(4,375)	(6,764)
Settlement of policy loans	710	3,118
Payments for investments	(60,394,047)	(27,828,425)
Proceeds from disposal of investments	57,064,012	23,817,343
Fixed capital expenditure - tangible assets	(131,243)	(374,910)
Fixed capital expenditure - intangible assets	(64,369)	(11,588)
Proceeds from disposal of fixed assets	281,373	25,487
<b>Total cash used in investing activities</b>	<b>(1,394,549)</b>	<b>(2,424,528)</b>
<b>Cash flows from financing activities</b>		
Dividends paid	(517,973)	(491,864)
Capital contribution from statutory funds	(39,943)	-
Repatriation of funds	-	-
<b>Net cash used in financing activities</b>	<b>(557,916)</b>	<b>(491,864)</b>
<b>Net cash generated from all activities</b>	<b>2,557,901</b>	<b>791,404</b>
Cash at the beginning of the period	4,228,851	3,440,215
<b>Cash at the end of the period</b>	<b>6,786,752</b>	<b>4,231,619</b>



# Consolidated Condensed Interim Statement of Cash Flows (Unaudited)

For the Nine Months ended 30 September 2016

## Reconciliation to profit and loss account

Operating cash flows  
Depreciation expense  
Provision for gratuity  
Other income - bank deposits  
Gain on disposal of operating fixed assets  
Rental income  
Increase in assets other than cash  
Increase in liabilities other than running finance

## Others

Profit on sale of investments  
Amortization expense  
Capital contribution from shareholders fund  
Increase in unearned premium  
Increase in loans  
Income tax paid  
Reversal of provision for impairment in value of  
'available-for-sale' investments  
Dividend, investment and other income  
Income from treasury bills  
Return on Pakistan Investment Bonds  
Income from TFCs  
Profit from Window Takaful Operations

## Profit before taxation

## Definition of cash

Cash comprises cash in hand, bank balances excluding Rs. 10,258 thousands (2015: Rs 9,076 thousands) held under lien, and other deposits which are readily convertible to cash and which are used in the cash management function on a day-to-day basis.

## Cash for the purposes of the statement of cash flows consists of:

Cash and other equivalents  
Current and other accounts  
Deposits maturing within 12 months

## Total cash and cash equivalents

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
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Rupees in thousand

4,510,366	3,707,796
(106,196)	(121,402)
(18,438)	(20,607)
50,643	62,834
79,063	4,194
4,836	4,720
4,486,232	1,782,982
(8,692,446)	(5,363,295)
314,060	57,222
1,828,775	1,125,995
(30,130)	(18,100)
(39,943)	13,800
(1,843,301)	(815,437)
5,243	11,901
236,213	106,714
71,473	91,833
2,777,133	1,780,791
6,242	2,435
24,166	31,223
3,505	3,815
2,810	-
3,042,186	2,334,970
3,356,246	2,392,192

Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
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Rupees in thousand

15,509	9,035
4,425,428	3,087,559
2,345,815	1,135,025
6,786,752	4,231,619

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Consolidated Condensed Interim Statement of Changes in Equity (Unaudited)

For the Nine Months ended 30 September 2016

	Share Capital	Capital Reserves			Revenue Reserves				Equity attributable to equity holders of the parent	Non-controlling interest	Total Equity
	Issued, subscribed and paid-up	Reserve for exceptional losses	Investment fluctuation reserve	Exchange translation reserve	General reserve	Capital Contribution to statutory fund	Retained earnings	Net Retained earnings			
Rupees in thousand											
<b>Balance as at 31 December 2014 - (Audited)</b>	3,500,000	22,859	3,764	432,027	936,500	(383,728)	9,253,305	8,869,577	<b>13,764,727</b>	8,526	<b>13,773,253</b>
<b>Comprehensive income for the period ended 30 September 2015</b>											
Profit for the period	-	-	-	-	-	-	2,183,340	2,183,340	<b>2,183,340</b>	1,552	<b>2,184,892</b>
Other comprehensive income	-	-	-	39,889	-	-	-	-	<b>39,889</b>	-	<b>39,889</b>
Capital contribution to statutory funds	-	-	-	-	-	(10,251)	-	(10,251)	<b>(10,251)</b>	(3,549)	<b>(13,800)</b>
<b>Total comprehensive income for the period</b>	-	-	-	39,889	-	(10,251)	2,183,340	2,173,089	<b>2,212,978</b>	(1,997)	<b>2,210,981</b>
<b>Transactions with owners of the Company</b>											
Final dividend for the year ended 31 December 2014 @ 15% (Rupees 1.5/- per share)	-	-	-	-	-	-	(525,000)	(525,000)	<b>(525,000)</b>	-	<b>(525,000)</b>
Interim dividend for the period ended 30 June 2015 @ 15% (Rupees 1.5/- per share)	-	-	-	-	-	-	(525,000)	(525,000)	<b>(525,000)</b>	-	<b>(525,000)</b>
<b>Balance as at 30 September 2015 - (Unaudited)</b>	3,500,000	22,859	3,764	471,916	936,500	(393,979)	10,386,645	9,992,666	<b>14,927,705</b>	6,529	<b>14,934,234</b>
<b>Comprehensive income for the period 01 October to 31 December 2015</b>											
Profit for the period	-	-	-	-	-	-	372,117	372,117	<b>372,117</b>	(1,328)	<b>370,789</b>
Other comprehensive income	-	-	-	1,547	-	-	(3,921)	(3,921)	<b>(2,374)</b>	-	<b>(2,374)</b>
Capital contribution to statutory funds	-	-	-	-	-	-	-	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	-	1,547	-	-	368,196	368,196	<b>369,743</b>	(1,328)	<b>368,415</b>
<b>Balance as at 31 December 2015 - (Audited)</b>	3,500,000	22,859	3,764	473,463	936,500	(393,979)	10,754,841	10,360,862	<b>15,297,448</b>	5,201	<b>15,302,649</b>
<b>Comprehensive income for the period ended 30 September 2016</b>											
Profit for the period	-	-	-	-	-	-	2,837,573	2,837,573	<b>2,837,573</b>	893	<b>2,838,466</b>
Other comprehensive income	-	-	-	2,757	-	-	-	-	<b>2,757</b>	-	<b>2,757</b>
Capital contribution to statutory funds	-	-	-	-	-	29,670	-	29,670	<b>29,670</b>	10,273	<b>39,943</b>
<b>Total comprehensive income for the period</b>	-	-	-	2,757	-	29,670	2,837,573	2,867,243	<b>2,870,000</b>	11,166	<b>2,881,166</b>
<b>Transactions with owners of the Company</b>											
Final dividend for the year ended 31 December 2015 @ 15% (Rupees 1.5/- per share)	-	-	-	-	-	-	(525,000)	(525,000)	<b>(525,000)</b>	-	<b>(525,000)</b>
Interim dividend for the period ended 30 June 2016 @ 15% (Rupees 1.5/- per share)	-	-	-	-	-	-	(525,000)	(525,000)	<b>(525,000)</b>	-	<b>(525,000)</b>
<b>Balance as at 30 September 2016 - (Unaudited)</b>	<b>3,500,000</b>	<b>22,859</b>	<b>3,764</b>	<b>476,220</b>	<b>936,500</b>	<b>(364,309)</b>	<b>12,542,414</b>	<b>12,178,105</b>	<b>17,117,448</b>	<b>16,367</b>	<b>17,133,815</b>

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Consolidated Condensed Interim Statement of Premiums (Unaudited)

For the Nine Months ended 30 September 2016

Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 30 September 2016	Quarter ended 30 September 2015
Rupees in thousand												
General insurance:												
Direct and facultative												
Fire and property damage	1,016,030	2,622,901	2,582,483	14	1,056,462	824,107	1,970,791	1,933,041	9	861,866	194,596	254,409
Marine, aviation and transport	213,494	67,529	42,169	-	238,854	66,379	6,632	10,954	-	62,057	176,797	194,834
Motor	1,867,666	3,732,809	3,867,864	916	1,733,527	167,442	287,698	285,062	96	170,174	1,563,353	991,225
Accident & Health	533,425	694,670	864,459	3	363,639	1,829	6,476	4,243	2	4,064	359,575	385,995
Miscellaneous	253,145	504,113	415,270	2	341,990	99,728	238,817	218,824	1	119,722	222,268	220,213
Total	3,883,760	7,622,022	7,772,245	935	3,734,472	1,159,485	2,510,414	2,452,124	108	1,217,883	2,516,589	2,046,676
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	3,883,760	7,622,022	7,772,245	935	3,734,472	1,159,485	2,510,414	2,452,124	108	1,217,883	2,516,589	2,046,676
Life insurance:												
Conventional business	195,848	-	-	-	195,848	123,904	-	-	-	123,904	71,944	48,681
Accident and Health Business	-	-	-	-	-	-	-	-	-	-	-	-
Non-united Investment	-	-	-	-	-	-	-	-	-	-	-	-
Link Business	149,723	-	-	-	149,723	2,282	-	-	-	2,282	147,441	101,930
Unit Linked Business	2,436,512	-	-	-	2,436,512	57,170	-	-	-	57,170	2,379,342	1,989,226
Individual Family Takaful	-	-	-	-	-	-	-	-	-	-	-	-
Unit Linked Business	76,179	-	-	-	76,179	402	-	-	-	402	75,777	-
Total	2,858,262	-	-	-	2,858,262	183,758	-	-	-	183,758	2,674,504	2,139,837
Grand Total	6,742,022	7,622,022	7,772,245	935	6,592,734	1,343,243	2,510,414	2,452,124	108	1,401,641	5,191,093	4,186,513

Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand											
General insurance:												
Direct and facultative												
Fire and property damage	3,736,848	2,320,296	2,582,483	(32)	3,474,629	2,957,921	1,828,498	1,933,041	(21)	2,853,357	621,272	762,897
Marine, aviation and transport	642,323	39,224	42,169	(4)	639,374	159,372	2,729	10,954	-	151,147	488,227	571,254
Motor	5,895,251	2,630,869	3,867,864	(1,008)	4,657,248	641,159	161,452	285,062	(89)	517,460	4,139,788	2,680,952
Accident & Health	1,377,558	498,615	864,459	(22)	1,011,692	4,952	14,096	4,243	(11)	14,794	996,898	1,179,124
Miscellaneous	992,392	439,940	415,270	(8)	1,017,054	425,261	171,901	218,824	(4)	378,334	638,720	572,179
Total	12,644,372	5,928,944	7,772,245	(1,074)	10,799,997	4,188,665	2,178,676	2,452,124	(125)	3,915,092	6,884,905	5,766,406
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	12,644,372	5,928,944	7,772,245	(1,074)	10,799,997	4,188,665	2,178,676	2,452,124	(125)	3,915,092	6,884,905	5,766,406
Life insurance:												
Conventional business	307,715	-	-	-	307,715	191,200	-	-	-	191,200	116,515	101,980
Accident and Health Business	-	-	-	-	-	-	-	-	-	-	-	-
Non-united Investment	-	-	-	-	-	-	-	-	-	-	-	-
Link Business	327,595	-	-	-	327,595	5,811	-	-	-	5,811	321,784	350,780
Unit Linked Business	6,790,759	-	-	-	6,790,759	90,815	-	-	-	90,815	6,699,944	5,779,095
Individual Family Takaful	-	-	-	-	-	-	-	-	-	-	-	-
Unit Linked Business	76,179	-	-	-	76,179	402	-	-	-	402	75,777	-
Total	7,502,248	-	-	-	7,502,248	288,228	-	-	-	288,228	7,214,020	6,231,855
Grand Total	20,146,620	5,928,944	7,772,245	(1,074)	18,302,245	4,476,893	2,178,676	2,452,124	(125)	4,203,320	14,098,925	11,998,261

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Consolidated Condensed Interim Statement of Premiums (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Inside Pakistan												
Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 30 September 2016	Quarter ended 30 September 2015
General insurance:	Rupees in thousand											
Direct and facultative												
Fire and property damage	1,000,804	2,583,694	2,547,008	-	1,037,490	814,333	1,945,692	1,910,215	-	849,810	187,680	246,346
Marine, aviation and transport	203,815	66,764	39,826	-	230,753	66,379	6,632	10,954	-	62,057	168,696	190,730
Motor	495,257	1,106,064	1,095,521	-	505,800	5,720	212	95	-	5,837	499,963	417,715
Accident & Health	529,981	682,914	856,640	-	356,255	-	-	-	-	-	356,255	381,832
Miscellaneous	250,487	496,031	408,604	-	337,914	98,759	233,872	215,246	-	117,385	220,529	217,703
Total	2,480,344	4,935,467	4,947,599	-	2,468,212	985,191	2,186,408	2,136,510	-	1,035,089	1,433,123	1,454,326
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	2,480,344	4,935,467	4,947,599	-	2,468,212	985,191	2,186,408	2,136,510	-	1,035,089	1,433,123	1,454,326
Life insurance:												
Conventional business	195,848	-	-	-	195,848	123,904	-	-	-	123,904	71,944	48,681
Accident and Health Business	-	-	-	-	-	-	-	-	-	-	-	-
Non-unitised Investment	-	-	-	-	-	-	-	-	-	-	-	-
Link Business	149,723	-	-	-	149,723	2,282	-	-	-	2,282	147,441	101,930
Unit Linked Business	2,436,512	-	-	-	2,436,512	57,170	-	-	-	57,170	2,379,342	1,989,226
Individual Family Takaful	-	-	-	-	-	-	-	-	-	-	-	-
Unit Linked Business	76,179	-	-	-	76,179	402	-	-	-	402	75,777	-
Total	2,858,262	-	-	-	2,858,262	183,758	-	-	-	183,758	2,674,504	2,139,837
Grand Total	5,338,606	4,935,467	4,947,599	-	5,326,474	1,168,949	2,186,408	2,136,510	-	1,218,847	4,107,627	3,594,163

Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
General insurance:	Rupees in thousand											
Direct and facultative												
Fire and property damage	3,685,587	2,276,188	2,547,008	-	3,414,767	2,925,564	1,800,461	1,910,215	-	2,815,810	598,957	739,640
Marine, aviation and transport	620,614	33,670	39,826	-	614,458	159,372	2,729	10,954	-	151,147	463,311	551,970
Motor	1,642,729	902,200	1,095,521	-	1,449,408	22,486	297	95	-	22,688	1,426,720	1,195,194
Accident & Health	1,368,984	473,126	856,640	-	985,470	-	-	-	-	-	985,470	1,166,197
Miscellaneous	980,497	430,046	408,604	-	1,001,939	418,753	166,445	215,246	-	369,952	631,987	565,342
Total	8,298,411	4,115,230	4,947,599	-	7,466,042	3,526,175	1,969,932	2,136,510	-	3,359,597	4,106,445	4,218,343
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	8,298,411	4,115,230	4,947,599	-	7,466,042	3,526,175	1,969,932	2,136,510	-	3,359,597	4,106,445	4,218,343
Life insurance:												
Conventional business	307,715	-	-	-	307,715	191,200	-	-	-	191,200	116,515	101,980
Accident and Health Business	-	-	-	-	-	-	-	-	-	-	-	-
Non-unitised Investment	-	-	-	-	-	-	-	-	-	-	-	-
Link Business	327,595	-	-	-	327,595	5,811	-	-	-	5,811	321,784	350,780
Unit Linked Business	6,790,759	-	-	-	6,790,759	90,815	-	-	-	90,815	6,699,944	5,779,095
Individual Family Takaful	-	-	-	-	-	-	-	-	-	-	-	-
Unit Linked Business	76,179	-	-	-	76,179	402	-	-	-	402	75,777	-
Total	7,502,248	-	-	-	7,502,248	288,228	-	-	-	288,228	7,214,020	6,231,855
Grand Total	15,800,659	4,115,230	4,947,599	-	14,968,290	3,814,403	1,969,932	2,136,510	-	3,647,825	11,320,465	10,450,198

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Consolidated Condensed Interim Statement of Premiums (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Outside Pakistan												
Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 30 September 2016	Quarter ended 30 September 2015
	Rupees in thousand											

## Direct and facultative

Fire and property damage	15,226	39,207	35,475	14	18,972	9,774	25,099	22,826	9	12,056	6,916	8,063
Marine, aviation and transport	9,679	765	2,343	-	8,101	-	-	-	-	-	8,101	4,104
Motor	1,372,409	2,626,745	2,772,343	916	1,227,727	161,722	287,486	284,967	96	164,337	1,063,390	573,510
Accident & Health	3,444	11,756	7,819	3	7,384	1,829	6,476	4,243	2	4,064	3,320	4,163
Miscellaneous	2,658	8,082	6,666	2	4,076	969	4,945	3,578	1	2,337	1,739	2,510
<b>Total</b>	<b>1,403,416</b>	<b>2,686,555</b>	<b>2,824,646</b>	<b>935</b>	<b>1,266,260</b>	<b>174,294</b>	<b>324,006</b>	<b>315,614</b>	<b>108</b>	<b>182,794</b>	<b>1,083,466</b>	<b>592,350</b>

## Treaty

Proportional	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Grand Total</b>	<b>1,403,416</b>	<b>2,686,555</b>	<b>2,824,646</b>	<b>935</b>	<b>1,266,260</b>	<b>174,294</b>	<b>324,006</b>	<b>315,614</b>	<b>108</b>	<b>182,794</b>	<b>1,083,466</b>	<b>592,350</b>

Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand											

## Direct and facultative

Fire and property damage	51,261	44,108	35,475	(32)	59,862	32,357	28,037	22,826	(21)	37,547	22,315	23,257
Marine, aviation and transport	21,709	5,554	2,343	(4)	24,916	-	-	-	-	-	24,916	19,284
Motor	4,252,522	1,728,669	2,772,343	(1,008)	3,207,840	618,673	161,155	284,967	(89)	494,772	2,713,068	1,485,758
Accident & Health	8,574	25,489	7,819	(22)	26,222	4,952	14,096	4,243	(11)	14,794	11,428	12,927
Miscellaneous	11,895	9,894	6,666	(8)	15,115	6,508	5,456	3,578	(4)	8,382	6,733	6,837
<b>Total</b>	<b>4,345,961</b>	<b>1,813,714</b>	<b>2,824,646</b>	<b>(1,074)</b>	<b>3,333,955</b>	<b>662,490</b>	<b>208,744</b>	<b>315,614</b>	<b>(125)</b>	<b>555,495</b>	<b>2,778,460</b>	<b>1,548,063</b>

## Treaty

Proportional	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Grand Total</b>	<b>4,345,961</b>	<b>1,813,714</b>	<b>2,824,646</b>	<b>(1,074)</b>	<b>3,333,955</b>	<b>662,490</b>	<b>208,744</b>	<b>315,614</b>	<b>(125)</b>	<b>555,495</b>	<b>2,778,460</b>	<b>1,548,063</b>

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Consolidated Condensed Interim Statement of Claims (Unaudited)

For the Nine Months ended 30 September 2016

Class	Total claims paid	Outstanding claims			Claims expense	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 30 September 2016	Quarter ended 30 September 2015
General Insurance:	Rupees in thousand											
Direct and facultative												
Fire and property damage	745,968	2,117,223	3,502,459	14	2,131,190	614,319	1,655,741	3,083,767	10	2,042,335	88,855	131,384
Marine, aviation and transport	38,736	231,682	297,271	-	104,325	12,501	125,036	144,659	-	32,124	72,201	108,247
Motor	1,533,482	2,793,010	3,085,933	918	1,825,487	527,568	2,418,551	2,673,161	852	781,326	1,044,161	561,124
Accident & Health	279,506	196,913	229,465	3	312,055	10,266	7,289	5,130	3	8,104	303,951	342,811
Miscellaneous	220,632	1,204,994	1,213,411	2	229,047	89,900	954,039	978,832	2	114,691	114,356	107,265
Total	2,818,324	6,543,822	8,328,539	937	4,602,104	1,254,554	5,160,656	6,885,549	867	2,978,580	1,623,524	1,250,831
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	2,818,324	6,543,822	8,328,539	937	4,602,104	1,254,554	5,160,656	6,885,549	867	2,978,580	1,623,524	1,250,831
Life Insurance:												
Conventional Business	92,003	106,500	90,694	-	76,197	34,493	-	-	-	34,493	41,704	471
Accident and Health Business	-	-	-	-	-	-	-	-	-	-	-	-
Non-united Investment												
Link Business	46,596	10,354	14,924	-	51,166	2,929	-	-	-	2,929	48,237	31,738
Unit Linked Business	582,383	138,646	121,964	-	565,701	7,012	-	-	-	7,012	558,689	433,735
Individual Family Takaful												
Unit Linked Business	-	-	-	-	-	-	-	-	-	-	-	-
Total	720,982	255,500	227,582	-	693,064	44,434	-	-	-	44,434	648,630	465,944
Grand Total	3,539,306	6,799,322	8,556,121	937	5,295,168	1,298,988	5,160,656	6,885,549	867	3,023,014	2,272,154	1,716,775

Class	Total claims paid	Outstanding claims			Claims expense	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
General Insurance:	Rupees in thousand											
Direct and facultative												
Fire and property damage	1,502,546	2,067,410	3,502,459	(73)	2,937,668	960,679	1,410,937	3,083,767	(63)	2,633,572	304,096	329,186
Marine, aviation and transport	145,134	180,649	297,271	(1)	261,757	21,760	94,260	144,659	-	72,159	189,598	272,620
Motor	3,924,033	2,420,134	3,085,933	(1,430)	4,591,262	1,353,286	1,999,259	2,673,161	(1,222)	2,028,410	2,562,852	1,540,711
Accident & Health	884,572	144,062	229,465	(8)	969,983	25,688	7,373	5,130	(5)	23,450	946,533	1,055,757
Miscellaneous	411,829	961,569	1,213,411	1	663,670	183,478	704,930	978,832	-	457,380	206,290	291,015
Total	6,868,114	5,773,824	8,328,539	(1,511)	9,424,340	2,544,891	4,216,759	6,885,549	(1,290)	5,214,971	4,209,369	3,489,289
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	6,868,114	5,773,824	8,328,539	(1,511)	9,424,340	2,544,891	4,216,759	6,885,549	(1,290)	5,214,971	4,209,369	3,489,289
Life Insurance:												
Conventional Business	238,666	68,695	90,694	-	260,665	180,521	-	-	-	180,521	80,144	31,699
Accident and Health Business	-	-	-	-	-	-	-	-	-	-	-	-
Non-united Investment	-	-	-	-	-	-	-	-	-	-	-	-
Link Business	138,991	13,436	14,924	-	140,479	8,598	-	-	-	8,598	131,881	53,287
Unit Linked Business	2,002,254	116,050	121,964	-	2,008,168	47,257	-	-	-	47,257	1,960,911	1,013,981
Individual Family Takaful	-	-	-	-	-	-	-	-	-	-	-	-
Unit Linked Business	-	-	-	-	-	-	-	-	-	-	-	-
Total	2,379,911	198,181	227,582	-	2,409,312	236,376	-	-	-	236,376	2,172,936	1,098,967
Grand Total	9,248,025	5,972,005	8,556,121	(1,511)	11,833,652	2,781,267	4,216,759	6,885,549	(1,290)	5,451,347	6,382,305	4,588,256

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer



# Consolidated Condensed Interim Statement of Claims (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Inside Pakistan												
Class	Total claims paid	Outstanding claims			Claims expense	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 30 September 2016	Quarter ended 30 September 2015
General Insurance:	Rupees in thousand											
Direct and facultative												
Fire and property damage	648,997	2,036,587	3,500,034	-	2,112,444	531,896	1,587,215	3,083,172	-	2,027,853	84,591	113,983
Marine, aviation and transport	38,736	231,506	297,168	-	104,398	12,501	125,036	144,659	-	32,124	72,274	107,048
Motor	211,010	282,103	329,510	-	258,417	(884)	75,585	101,007	-	24,538	233,879	189,006
Accident & Health	264,840	186,926	222,183	-	300,097	-	-	-	-	-	300,097	341,198
Miscellaneous	219,734	1,199,125	1,208,089	-	228,698	89,366	948,332	973,657	-	114,691	114,007	107,948
Total	1,383,317	3,936,247	5,556,984	-	3,004,054	632,879	2,736,168	4,302,495	-	2,199,206	804,848	859,183
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	1,383,317	3,936,247	5,556,984	-	3,004,054	632,879	2,736,168	4,302,495	-	2,199,206	804,848	859,183
Life Insurance:												
Conventional Business	92,003	106,500	90,694	-	76,197	34,493	-	-	-	34,493	41,704	471
Accident and Health Business	-	-	-	-	-	-	-	-	-	-	-	-
Non-united Investment												
Link Business	46,596	10,354	14,924	-	51,166	2,929	-	-	-	2,929	48,237	31,738
Unit Linked Business	582,383	138,646	121,964	-	565,701	7,012	-	-	-	7,012	558,689	433,735
Individual Family Takaful												
Unit Linked Business	-	-	-	-	-	-	-	-	-	-	-	-
Total	720,982	255,500	227,582	-	693,064	44,434	-	-	-	44,434	648,630	465,944
Grand Total	2,104,299	4,191,747	5,784,566	-	3,697,118	677,313	2,736,168	4,302,495	-	2,243,640	1,453,478	1,325,127

Class	Total claims paid	Outstanding claims			Claims expense	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
General Insurance:	Rupees in thousand											
Direct and facultative												
Fire and property damage	1,377,687	1,985,358	3,500,034	-	2,892,363	872,144	1,341,207	3,083,172	-	2,614,109	278,254	281,161
Marine, aviation and transport	145,042	180,570	297,168	-	261,640	21,760	94,260	144,659	-	72,159	189,481	271,421
Motor	634,099	226,650	329,510	-	736,959	1,378	76,499	101,007	-	25,886	711,073	578,549
Accident & Health	847,875	133,585	222,183	-	936,473	-	-	-	-	-	936,473	1,048,133
Miscellaneous	409,219	960,737	1,208,089	-	656,571	181,279	704,120	973,657	-	450,816	205,755	285,980
Total	3,413,922	3,486,900	5,556,984	-	5,484,006	1,076,561	2,216,086	4,302,495	-	3,162,970	2,321,036	2,465,244
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	3,413,922	3,486,900	5,556,984	-	5,484,006	1,076,561	2,216,086	4,302,495	-	3,162,970	2,321,036	2,465,244
Life Insurance:												
Conventional Business	238,666	68,695	90,694	-	260,665	180,521	-	-	-	180,521	80,144	31,699
Accident and Health Business	-	-	-	-	-	-	-	-	-	-	-	-
Non-united Investment												
Link Business	138,991	13,436	14,924	-	140,479	8,598	-	-	-	8,598	131,881	53,287
Unit Linked Business	2,002,254	116,050	121,964	-	2,008,168	47,257	-	-	-	47,257	1,960,911	1,013,981
Individual Family Takaful												
Unit Linked Business	-	-	-	-	-	-	-	-	-	-	-	-
Total	2,379,911	198,181	227,582	-	2,409,312	236,376	-	-	-	236,376	2,172,936	1,098,967
Grand Total	5,793,833	3,685,081	5,784,566	-	7,893,318	1,312,937	2,216,086	4,302,495	-	3,399,346	4,493,972	3,564,211

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Consolidated Condensed Interim Statement of Claims (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Outside Pakistan												
Class	Total claims paid	Outstanding claims			Claims expense	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 30 September 2016	Quarter ended 30 September 2015
	Rupees in thousand											
Direct and facultative												
Fire and property damage	96,971	80,636	2,425	14	18,746	82,423	68,526	595	10	14,482	4,264	17,401
Marine, aviation and transport	-	176	103	-	(73)	-	-	-	-	-	(73)	1,199
Motor	1,322,472	2,510,907	2,756,423	918	1,567,070	528,452	2,342,966	2,572,154	852	756,788	810,282	372,118
Accident & Health	14,666	9,987	7,282	3	11,958	10,266	7,289	5,130	3	8,104	3,854	1,613
Miscellaneous	898	5,869	5,322	2	349	534	5,707	5,175	2	-	349	(683)
Total	1,435,007	2,607,575	2,771,555	937	1,598,050	621,675	2,424,488	2,583,054	867	779,374	818,676	391,648
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	1,435,007	2,607,575	2,771,555	937	1,598,050	621,675	2,424,488	2,583,054	867	779,374	818,676	391,648

Class	Total claims paid	Outstanding claims			Claims expense	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand												
Direct and facultative												
Fire and property damage	124,859	82,052	2,425	(73)	45,305	88,535	69,730	595	(63)	19,463	25,842	48,025
Marine, aviation and transport	92	79	103	(1)	117	-	-	-	-	-	117	1,199
Motor	3,289,934	2,193,484	2,756,423	(1,430)	3,854,303	1,351,908	1,922,760	2,572,154	(1,222)	2,002,524	1,851,779	962,162
Accident & Health	36,697	10,477	7,282	(8)	33,510	25,688	7,373	5,130	(5)	23,450	10,060	7,624
Miscellaneous	2,610	832	5,322	1	7,099	2,199	810	5,175	-	6,564	535	5,035
Total	3,454,192	2,286,924	2,771,555	(1,511)	3,940,334	1,468,330	2,000,673	2,583,054	(1,290)	2,052,001	1,888,333	1,024,045
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	3,454,192	2,286,924	2,771,555	(1,511)	3,940,334	1,468,330	2,000,673	2,583,054	(1,290)	2,052,001	1,888,333	1,024,045

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Consolidated Condensed Interim Statement of Expenses (Unaudited)

For the Nine Months ended 30 September 2016

Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Quarter ended 30 September 2016	Quarter ended 30 September 2015
Rupees in thousand										
General Insurance:										
Direct and facultative										
Fire and property damage	144,730	228,486	274,133	1	99,084	41,827	140,911	84,905	56,006	103,816
Marine, aviation and transport	27,104	8,785	7,321	-	28,568	35,230	63,798	581	63,217	80,672
Motor	208,424	389,246	416,738	112	181,044	246,329	427,373	28,246	399,127	293,640
Accident & Health	16,686	15,277	23,126	1	8,838	29,635	38,473	357	38,116	37,102
Miscellaneous	16,807	33,872	29,611	(1)	21,067	49,890	70,957	22,909	48,048	50,174
Total	413,751	675,666	750,929	113	338,601	402,911	741,512	136,998	604,514	565,404
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	413,751	675,666	750,929	113	338,601	402,911	741,512	136,998	604,514	565,404
Life Insurance:										
Conventional Business	9,701	-	-	-	9,701	12,605	22,306	-	22,306	15,304
Accident and Health Business	-	-	-	-	-	-	-	-	-	-
Non-united Investment Link Business	3,826	-	-	-	3,826	8,981	12,807	-	12,807	19,052
Unit Linked Business	307,038	-	-	-	307,038	181,533	488,571	-	488,571	461,125
Individual Family Takaful Unit Linked Business	13,329	-	-	-	13,329	17,614	30,943	-	30,943	-
Total	333,894	-	-	-	333,894	220,733	554,627	-	554,627	495,481
Grand Total	747,645	675,666	750,929	113	672,495	623,644	1,296,139	136,998	1,159,141	1,060,885

Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand										
General Insurance:										
Direct and facultative										
Fire and property damage	359,725	222,472	274,133	(5)	308,059	175,623	483,682	260,318	223,364	299,228
Marine, aviation and transport	79,913	4,156	7,321	(1)	76,747	133,044	209,791	938	208,853	234,906
Motor	635,569	252,451	416,738	(105)	471,177	644,085	1,115,262	27,946	1,087,316	806,746
Accident & Health	36,288	10,871	23,126	(2)	24,031	105,187	129,218	458	128,760	105,600
Miscellaneous	54,040	48,318	29,611	(2)	72,745	147,157	219,902	71,020	148,882	113,294
Total	1,165,535	538,268	750,929	(115)	952,759	1,205,096	2,157,855	360,680	1,797,175	1,559,774
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	1,165,535	538,268	750,929	(115)	952,759	1,205,096	2,157,855	360,680	1,797,175	1,559,774
Life Insurance:										
Conventional Business	18,734	-	-	-	18,734	29,621	48,355	-	48,355	43,231
Accident and Health Business	-	-	-	-	-	-	-	-	-	(1)
Non-unitised Investment Link Business	9,837	-	-	-	9,837	24,465	34,302	-	34,302	49,859
Unit Linked Business	802,189	-	-	-	802,189	521,558	1,323,747	-	1,323,747	1,362,705
Individual Family Takaful Unit Linked Business	13,329	-	-	-	13,329	17,614	30,943	-	30,943	-
Total	844,089	-	-	-	844,089	593,258	1,437,347	-	1,437,347	1,455,794
Grand Total	2,009,624	538,268	750,929	(115)	1,796,848	1,798,354	3,595,202	360,680	3,234,522	3,015,568

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Consolidated Condensed Interim Statement of Expenses (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Inside Pakistan										
Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Quarter ended 30 September 2016	Quarter ended 30 September 2015
Rupees in thousand										
General Insurance:										
Direct and facultative										
Fire and property damage	142,139	222,834	268,692	-	96,281	38,416	134,697	82,335	52,362	100,724
Marine, aviation and transport	26,182	8,567	7,133	-	27,616	32,407	60,023	581	59,442	78,550
Motor	30,354	77,896	72,529	-	35,721	174,470	210,191	12	210,179	163,673
Accident & Health	16,364	14,259	22,436	-	8,187	27,171	35,358	-	35,358	34,990
Miscellaneous	16,560	32,911	28,868	-	20,603	46,703	67,306	21,600	45,706	48,935
Total	231,599	356,467	399,658	-	188,408	319,167	507,575	104,528	403,047	426,872
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	231,599	356,467	399,658	-	188,408	319,167	507,575	104,528	403,047	426,872
Life Insurance:										
Conventional Business	9,701	-	-	-	9,701	12,605	22,306	-	22,306	15,304
Accident and Health Business	-	-	-	-	-	-	-	-	-	-
Non-united Investment Link Business	3,826	-	-	-	3,826	8,981	12,807	-	12,807	19,052
Unit Linked Business	307,038	-	-	-	307,038	181,533	488,571	-	488,571	461,125
Individual Family Takaful Unit Linked Business	13,329	-	-	-	13,329	17,614	30,943	-	30,943	-
Total	333,894	-	-	-	333,894	220,733	554,627	-	554,627	495,481
Grand Total	565,493	356,467	399,658	-	522,302	539,900	1,062,202	104,528	957,674	922,353

Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand										
General Insurance:										
Direct and facultative										
Fire and property damage	351,936	216,140	268,692	-	299,384	166,259	465,643	252,215	213,428	288,773
Marine, aviation and transport	77,128	3,481	7,133	-	73,476	125,030	198,506	938	197,568	228,584
Motor	115,015	59,416	72,529	-	101,902	413,965	515,867	33	515,834	445,780
Accident & Health	35,472	8,639	22,436	-	21,675	97,951	119,626	-	119,626	98,855
Miscellaneous	52,656	47,201	28,868	-	70,989	139,239	210,228	67,888	142,340	109,543
Total	632,207	334,877	399,658	-	567,426	942,444	1,509,870	321,074	1,188,796	1,171,535
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	632,207	334,877	399,658	-	567,426	942,444	1,509,870	321,074	1,188,796	1,171,535
Life Insurance:										
Conventional Business	18,734	-	-	-	18,734	29,621	48,355	-	48,355	43,231
Accident and Health Business	-	-	-	-	-	-	-	-	-	(1)
Non-united Investment Link Business	9,837	-	-	-	9,837	24,465	34,302	-	34,302	49,859
Unit Linked Business	802,189	-	-	-	802,189	521,558	1,323,747	-	1,323,747	1,362,705
Individual Family Takaful Unit Linked Business	13,329	-	-	-	13,329	17,614	30,943	-	30,943	-
Total	844,089	-	-	-	844,089	593,258	1,437,347	-	1,437,347	1,455,794
Grand Total	1,476,296	334,877	399,658	-	1,411,515	1,535,702	2,947,217	321,074	2,626,143	2,627,329

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Consolidated Condensed Interim Statement of Expenses (Unaudited)

For the Nine Months ended 30 September 2016

Business underwritten Outside Pakistan										
Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Quarter ended 30 September 2016	Quarter ended 30 September 2015
Rupees in thousand										
Direct and facultative										
Fire and property damage	2,591	5,652	5,441	1	2,803	3,411	6,214	2,570	3,644	3,092
Marine, aviation and transport	922	218	188	-	952	2,823	3,775	-	3,775	2,122
Motor	178,070	311,350	344,209	112	145,323	71,859	217,182	28,234	188,948	129,967
Accident & Health	322	1,018	690	1	651	2,464	3,115	357	2,758	2,112
Miscellaneous	247	961	743	(1)	464	3,187	3,651	1,309	2,342	1,239
Total	182,152	319,199	351,271	113	150,193	83,744	233,937	32,470	201,467	138,532
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Grand Total	182,152	319,199	351,271	113	150,193	83,744	233,937	32,470	201,467	138,532

Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand										
Direct and facultative										
Fire and property damage	7,789	6,332	5,441	(5)	8,675	9,364	18,039	8,103	9,936	10,455
Marine, aviation and transport	2,785	675	188	(1)	3,271	8,014	11,285	-	11,285	6,322
Motor	520,554	193,035	344,209	(105)	369,275	230,120	599,395	27,913	571,482	360,966
Accident & Health	816	2,232	690	(2)	2,356	7,236	9,592	458	9,134	6,745
Miscellaneous	1,384	1,117	743	(2)	1,756	7,918	9,674	3,132	6,542	3,751
Total	533,328	203,391	351,271	(115)	385,333	262,652	647,985	39,606	608,379	388,239
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Grand Total	533,328	203,391	351,271	(115)	385,333	262,652	647,985	39,606	608,379	388,239

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Consolidated Condensed Interim Statement of Investment Income (Unaudited)

For the Nine Months ended 30 September 2016

	Quarter ended 30 September 2016	Quarter ended 30 September 2015	Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand				
<b>General insurance:</b>				
<b>Income from non-trading investments</b>				
<b>Available-for-sale:</b>				
Return on term finance certificates	658	995	3,505	3,815
Return on Pakistan Investment Bonds	7,300	9,101	24,166	31,223
Return on treasury bills	2,491	1,600	6,242	2,435
Dividend income:				
- associated undertakings	199,740	201,709	562,967	542,431
- others	157,009	128,788	428,743	351,863
	356,749	330,497	991,710	894,294
	367,198	342,193	1,025,623	931,767
Gain on sale of 'available-for-sale' investments:				
- associated undertakings	79,297	-	79,297	-
- others	934,147	167,634	1,642,570	981,601
	1,013,444	167,634	1,721,867	981,601
Reversal of impairment in value of 'available-for-sale' investments	71,393	161	71,393	91,833
	1,452,035	509,988	2,818,883	2,005,201
<b>Life insurance:</b>				
<b>Share holders' fund</b>				
Unrealised (diminution) / appreciation in value of quoted securities	(380)	(113)	246	817
Return on Government Securities	2,871	4,288	9,858	15,956
Return on bank deposits	190	319	818	961
Dividend income	190	591	1,842	2,300
Gain on sale of non trading investments	(45)	-	4,031	4,108
Reversal of impairment in value of 'available-for-sale' investments	-	-	-	-
	2,826	5,085	16,795	24,142
<b>Statutory Funds:</b>				
<b>Conventional Business</b>				
Return on Government Securities	982	2,992	4,857	10,152
Realisation of discount on government securities	-	-	-	-
Return on bank deposits	1,732	2,128	4,206	5,868
Gain on sale of non-trading investments	-	3	1,099	22
Reversal of impairment in value of 'available-for-sale' investments	-	-	80	-
	2,714	5,123	10,242	16,042
<b>Accident and Health Business</b>				
Return on Government Securities	-	-	3	4
Return on bank deposits	-	1	2	3
	-	1	5	7
<b>Non-united Investment Link Business</b>				
Appreciation in value of quoted securities	8,689	2,955	10,308	29,641
Return on fixed income securities	1,836	921	5,544	2,924
Dividend income	-	-	1,357	116
Return on Government Securities	27,281	41,453	100,670	120,948
Return on bank deposits	6,128	2,458	8,113	4,737
Gain on sale of trading investments	2,009	10,190	2,683	33,187
	45,943	57,977	128,675	191,553
Balance carried forward	1,503,518	578,174	2,974,600	2,236,945



# Consolidated Condensed Interim Statement of Investment Income (Unaudited)

For the Nine Months ended 30 September 2016

	Quarter ended 30 September 2016	Quarter ended 30 September 2015	Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
Rupees in thousand				
Balance brought forward	1,503,518	578,174	2,974,600	2,236,945
<b>Unit Linked Business</b>				
Appreciation in value of quoted securities	121,582	(88,254)	301,585	41,289
Realisation of discount on government securities	-	-	-	-
Return on Government Securities	160,426	176,282	558,171	481,995
Return on fixed income securities	2,566	2,007	7,058	6,400
Dividend income	18,594	(2,048)	31,779	28,183
Return on bank deposits	21,522	13,990	37,840	26,892
Gain on disposal of open-end trading / non trading investments	106,763	27,562	99,542	107,077
	<b>431,453</b>	<b>129,539</b>	<b>1,035,975</b>	<b>691,836</b>
<b>Individual Family Takaful Unit Linked Business</b>				
Appreciation in value of quoted securities	29	-	29	-
Return on Government Securities	2,916	-	2,916	-
Return on bank deposits	245	-	245	-
Gain on disposal of open-end trading / non trading investments	652	-	652	-
	<b>3,842</b>	<b>-</b>	<b>3,842</b>	<b>-</b>
	<b>1,938,813</b>	<b>707,713</b>	<b>4,014,417</b>	<b>2,928,781</b>
<b>Net investment income</b>				
Net investment income - statutory funds	483,952	192,640	1,178,739	899,438
Net investment income - other	1,454,861	515,073	2,835,678	2,029,343
	<b>1,938,813</b>	<b>707,713</b>	<b>4,014,417</b>	<b>2,928,781</b>

The annexed notes 1 to 16 form an integral part of this consolidated condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 1 Status and nature of business

The Group consists of:

### Holding Company

Adamjee Insurance Company Limited

### Subsidiary Company

Adamjee Life Assurance Company Limited [74.28% held by Adamjee Insurance Company Limited (2015: 74.28%)]

### Adamjee Insurance Company Limited (Holding Company)

Adamjee Insurance Company Limited is a public limited company incorporated in Pakistan on 28 September 1960 under the Companies Act, 1913 (now the Companies Ordinance 1984). The Company is listed on Pakistan Stock Exchange and is engaged in the general insurance business comprising fire and property, marine, motor, accident & health and miscellaneous classes. The registered office of the Company is situated at Tanveer Building, 27-C-III, MM Alam Road, Gulberg III, Lahore.

The Holding Company also operates branches in the United Arab Emirates (UAE) and the Export Processing Zone (EPZ).

The Holding Company was granted authorization on 23 December 2015 under Rule 6 of Takaful Rules, 2012 to undertake Window Takaful Operations in respect of general takaful products by Securities and Exchange Commission of Pakistan (SECP) and commenced Window Takaful Operations on 01 January 2016.

### Adamjee Life Assurance Company Limited (Subsidiary Company)

Adamjee Life Assurance Company Limited was incorporated in Pakistan on 4 August 2008 as a public unlisted company under the Companies Ordinance, 1984 and started its operations from 24 April 2009. The registered office of the Company is located at First Floor Islamabad Stock Exchange Tower, 55-B, Jinnah Avenue, Blue Area, Islamabad while its principal place of business is located at Third Floor, The Forum, Khayaban-e-Jami, Clifton, Karachi. The Company is a subsidiary of Adamjee Insurance Company Limited and an associate of IVM Intersurer B.V. who have a holding of 74.28% (2015: 74.28%) and 25.72% (2015: 25.72%), respectively in the share capital of the Company. IVM Intersurer B.V. has nominated Holland Life Assurance Company Limited (HLA), a subsidiary of IVM Intersurer B.V., to act on its behalf in respect of matters relating to the Company. HLA is South Africa's largest private sector insurance company.

The Company is engaged in life assurance business carrying on non-participating business only. In accordance with the requirements of the Insurance Ordinance, 2000, the Company has established a shareholders' fund and the following statutory funds in respect of its each class of life assurance business:

- Conventional Business
- Accident and Health Business
- Non-Unitised Investment Link Business
- Unit Linked Business
- Individual Family Takaful Unit Linked Business

## 2 Basis of preparation and statement of compliance

This consolidated condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - 'Interim Financial Reporting' as applicable in Pakistan, provisions and directives issued under Companies Ordinance, 1984 and the Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002. In case where requirements differ, the provisions or directives issued under the Companies Ordinance, 1984, the Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002 have been followed.

The disclosures made in this consolidated condensed interim financial information have, however, been limited based on format prescribed by Securities and Exchange Commission of Pakistan in its Circular No. 7 of 2003 and International Accounting Standard (IAS) 34 - 'Interim Financial Reporting'. They do not include all the disclosures required for annual financial statements, and this consolidated condensed interim financial information should be read in conjunction with annual financial statements of the Company for the year ended 31 December 2015.

# Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 3 Basis of measurement

This consolidated condensed interim financial information has been prepared under the historical cost convention except that obligations under certain employee benefits are measured at fair value.

## 4 Summary of significant accounting policies

The accounting policies and methods of computation adopted in the preparation of this consolidated condensed interim financial information are same as those applied in preparation of the consolidated financial statements for the year ended 31 December 2015.

The Company has adopted all the applicable new standards and amendments to standards, including any consequential amendments to other standards, with a date of initial application of 01 January 2015, as mentioned in the financial statements for the year ended 31 December 2015.

There is no significant impact of such changes on this consolidated condensed interim financial information of the Company.

## 5 Accounting estimates and judgments

The preparation of this consolidated condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgement in the process of applying the Group's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During the preparation of this consolidated condensed interim financial information, the significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those applied in the preceding audited financial statements of the Company for the year ended 31 December 2015.

## 6 Financial risk management

The Company's financial risk management and objectives and policies are consistent with those disclosed in the financial statements for the year ended 31 December 2015.

## 7 Contingencies and commitments

### 7.1 Contingencies

#### Holding Company

There has been no significant change in the contingencies since the date of preceding financial statements for the year ended 31 December 2015.

#### Subsidiary Company

There is no contingency as at 30 September 2016 (31 December 2015: Nil)

### 7.2 Commitments

#### Holding Company

The Holding Company has issued letter of guarantees amounting to Rupees 9,648 thousands (AED 339,000) [31 December 2015: Rupees 8,231 thousands (AED 289,000)] relating to its UAE branch.

#### Subsidiary Company

There is no capital or other commitment as at 30 September 2016 (31 December 2015: Nil)

# Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

		Note	30 September 2016	31 December 2015
			Rupees in thousand	
<b>8 Investments</b>			(Unaudited)	(Audited)
<b>Available-for-sale</b>				
<b>In related parties</b>				
Marketable securities - listed			7,057,372	6,641,429
Less: Provision for impairment in value of investments			-	-
			7,057,372	6,641,429
<b>Others</b>				
Marketable securities - listed			8,200,570	7,169,946
Marketable securities - unlisted			925,360	924,535
Less: Provision for impairment in value of investments	8.1		(232,374)	(303,847)
			8,893,556	7,790,634
Fixed income securities	8.2		752,787	745,510
			9,646,343	8,536,144
			16,703,715	15,177,573
<b>At fair value through profit or loss</b>				
<b>In related parties</b>				
Marketable securities - listed			272,377	-
<b>Others</b>				
Marketable securities - listed			4,302,678	1,889,035
Fixed income securities	8.4		12,255,790	11,314,804
			16,558,468	13,203,839
			16,830,845	13,203,839
			33,534,560	28,381,412
<b>8.1 Reconciliation of provision for impairment in value of investments</b>				
Opening provision			303,847	226,444
(Reversal) / change for the period / year			(71,473)	77,403
Closing provision			232,374	303,847
<b>8.2</b>	The fixed income securities classified as 'available-for-sale' include Pakistan Investment Bonds, Government treasury bills and Ijarah Sukuks amounting to Rupees 480,402 thousands (31 December 2015: Rupees 459,190 thousands), Rupees 257,385 thousands (31 December 2015: Rupees 286,320 thousands) and Rupees 15,000 thousands (31 December 2015: Nil), respectively.			
<b>8.3</b>	On 30 September 2016, the fair value of 'available-for-sale' securities was Rupees 21,863,297 thousands (31 December 2015: Rupees 20,590,909 thousands). As per the Company's accounting policy, 'available-for-sale' investments are stated at lower of cost or market value (market value being taken as lower if the reduction is other than temporary). However, International Accounting Standard (IAS) 39 - 'Financial Instruments: Recognition and Measurements' dealing with the recognition and measurement of financial instruments requires that these instruments should be measured at fair value. Accordingly, had these investments been measured at fair value, their carrying value as at 30 September 2016 would have been higher by Rupees 5,159,582 thousands (31 December 2015: higher by Rupees 5,413,336 thousands).			
<b>8.4</b>	The fixed income securities at 'fair value through profit or loss' include Pakistan investment bonds, Government treasury bills and Ijarah Sukuks amounting to Rupees 6,656,514 thousands (31 December 2015: 5,959,264 thousands), Rupees 5,465,476 thousands (31 December 2015: 5,254,410 thousands) and Rupees 133,800 thousands (31 December 2015: 101,130 thousands), respectively.			

# Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

Note	30 September 2016	31 December 2015
	Rupees in thousand	
	(Unaudited)	(Audited)
<b>9 Premiums due but unpaid – unsecured</b>		
Considered good	5,441,635	4,563,443
Considered doubtful	368,637	373,639
	5,810,272	4,937,082
Less: Provision for doubtful balances	(368,637)	(373,639)
	5,441,635	4,563,443
<b>9.1 Reconciliation of provision for doubtful balances</b>		
Opening provision	373,639	363,482
Exchange (gain) / loss	(92)	5,247
Charge for the period / year	-	4,910
Written off during the period / year	(4,910)	-
Closing provision	368,637	373,639
<b>10 Amounts due from other insurers / reinsurers – unsecured</b>		
Considered good	1,037,629	854,329
Considered doubtful	299,558	299,558
	1,337,187	1,153,887
Less: Provision for doubtful balances	(299,558)	(299,558)
	1,037,629	854,329
<b>10.1 Reconciliation of provision for doubtful balances</b>		
Opening provision	299,558	299,558
Reversal for the period / year	-	-
Written off during the period / year	-	-
Closing provision	299,558	299,558
<b>11 Premium and claim reserves retained by cedants</b>		
Considered good	-	-
Considered doubtful	23,252	23,252
	23,252	23,252
Less: Provision for doubtful balances	(23,252)	(23,252)
	-	-
<b>11.1 Reconciliation of provision for doubtful balances</b>		
Opening provision	23,252	23,252
Charge for the period / year	-	-
Closing provision	23,252	23,252

# Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

	Note	30 September 2016	31 December 2015
		Rupees in thousand	
<b>12 Operating fixed assets - Tangible &amp; intangible</b>		(Unaudited)	(Audited)
Opening balance - net book value		<b>1,365,137</b>	1,170,756
Additions during the period / year	12.2	<b>179,137</b>	422,897
Less:			
Book value of disposals during the period / year	12.3	<b>(201,199)</b>	(48,888)
Depreciation / amortization charged during the period / year		<b>(136,326)</b>	(187,206)
Exchange difference		<b>(1,830)</b>	7,578
		<b>(339,355)</b>	(228,516)
		<b>1,204,919</b>	1,365,137
Capital work in progress		<b>64,382</b>	6,776
		<b>1,269,301</b>	1,371,913
<b>12.1 Breakup of book values into owned and leased fixed assets</b>			
Owned assets		<b>1,204,919</b>	1,365,137
Capital work in progress		<b>64,382</b>	6,776
		<b>1,269,301</b>	1,371,913
<b>12.2 Additions during the period / year</b>			
<b>Owned</b>			
Land and building		<b>32,562</b>	313,798
Furniture and fixture		<b>10,123</b>	13,589
Motor vehicle		<b>32,838</b>	54,742
Machinery and equipment		<b>12,916</b>	12,673
Computer and related accessories		<b>9,851</b>	11,376
Intangibles		<b>80,847</b>	16,719
		<b>179,137</b>	422,897
<b>12.3 Written down values of operating fixed assets disposed off during the period / year</b>			
<b>Owned</b>			
Land and building		<b>180,271</b>	1,715
Furniture and fixture		<b>7,542</b>	1,052
Motor vehicle		<b>8,414</b>	25,735
Machinery and equipment		<b>3,328</b>	17,372
Computer and related accessories		<b>1,644</b>	3,014
Intangibles		<b>-</b>	-
		<b>201,199</b>	48,888



# Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 13 Transactions with related parties

The related parties comprise subsidiary company, employee benefit plans, key management personnel and other parties. Transactions are entered into with such related parties for the issuance of policies to and disbursements of claims incurred by them and payment of rentals for the use of premises rented from them. There are no transactions with key management personnel other than their terms of employment.

Investment in related parties have been disclosed in note 8 to the consolidated condensed interim financial information. Other transactions with related parties are summarised as follows:

### i) Transactions

	Nine Months ended 30 September 2016	Nine Months ended 30 September 2015
	Rupees in thousand	
Premium underwritten	863,434	895,403
Premium received	776,926	731,592
Claims paid	234,246	230,630
Rent paid	4,129	4,848
Rent received	4,990	4,720
Dividend received	528,603	542,431
Dividend paid	143,104	146,304
Income on bank deposits	24,306	52,504
Commission paid	363,685	616,679
Fee / service charges paid	17,385	3,795
Investments made	873,402	760,218
Investments sold	102,011	-
Remuneration to key management personnel	492,753	437,261
Charge in respect of gratuity expense	18,438	25,397
Company's contribution to Employees' Provident Fund	20,489	19,355

### ii) Period end balances

	As at 30 September 2016	As at 31 December 2015
	Rupees in thousand	
Balances receivable	460,820	463,141
Balances payable	819,057	828,688
Cash and bank balances	2,478,107	3,073,236
Payable to Staff Gratuity Fund	75,102	68,902
Payable to Employees Provident Fund	2,750	2,453

For the Nine Months ended 30 September 2016

## 14 Segment reporting

**14.1** Class of business wise revenue and results have been disclosed in the profit and loss account prepared in accordance with the requirements of the Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2002. The following is a schedule of class of business wise assets and liabilities:

30 September 2016																													
Fire and Property Damage		Marine, Aviation and Transport		Motor		Accident & Health		Miscellaneous		Treaty		Unallocated Corporate Assets/ Liabilities				Total		Aggregate General Insurers' Fund	Life Insurance					Aggregate Life Insurance	Grand Total				
																			Conventional Business	Accident and Health Business	Non-unitised Investment Link Business	Unit Linked Business	Individual Family Unit Linked Business						
7,102,148	56,304	472,782	11,810	994,277	5,477,899	706,330	14,653	1,707,591	15,864	-	-	-	10,983,128	5,576,530	16,599,658	-	197,439	139	2,592,733	17,076,845	73,869	19,941,025	36,500,683						
-	-	-	-	-	-	-	-	-	-	-	20,240,191	1,747,843	20,240,191	1,747,843	21,988,034	494,633	-	-	-	-	-	494,633	22,482,667						
7,102,148	56,304	472,782	11,810	994,277	5,477,899	706,330	14,653	1,707,591	15,864	-	-	20,240,191	1,747,843	31,223,319	7,324,373	38,547,692	494,633	197,439	139	2,592,733	17,076,845	73,869	20,435,658	58,983,350					
7,135,242	42,828	484,255	2,493	1,813,435	5,995,028	1,402,486	15,401	1,892,160	13,077	-	-	-	-	12,727,588	6,658,827	18,396,415	-	138,634	44	59,493	584,724	11,784	794,679	19,191,094					
-	-	-	-	-	-	-	-	-	-	-	2,803,172	609,793	2,803,172	609,793	3,412,965	57,666	-	-	-	-	-	57,666	34,707,631						
7,135,242	42,828	484,255	2,493	1,813,435	5,995,028	1,402,486	15,401	1,892,160	13,077	-	-	2,803,172	609,793	15,530,769	6,276,620	21,809,389	57,666	138,634	44	59,493	584,724	11,784	852,345	22,661,725					
Total expenditure																	123,072	47,174	170,246					25,368	195,612				
Rupees in thousand																													
Other Information																													
Segment assets																													
Unallocated assets																													
Total assets																													
Segment liabilities																													
Unallocated liabilities																													
Total liabilities																													

[illegible]

# Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

14.2 For general insurance, each class of business has been identified as reportable segment whereas, for life insurance the statutory funds are treated as reportable segments. Following is a schedule of segment wise revenue and results:

	BUSINESS UNDERWRITTEN INSIDE PAKISTAN						BUSINESS UNDERWRITTEN OUTSIDE PAKISTAN																
	General Insurance			Life Insurance			Total		General Insurance				Total		Aggregate								
	Fire and property damage	Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Treaty	Conventional Business	Non-licensed Investment Unit Business	Unit Linked Business	Accident and Health Business	Family Takaful Unit Linked Business	30 September 2016	30 September 2015	Fire and property damage		Marine, aviation and transport	Motor	Accident & Health	Miscellaneous	Treaty	30 September 2016	30 September 2015	
(Rupees in thousand)																							
Other Information																							
Net premium revenue	598,957	463,311	1,426,720	985,470	631,987	-	116,515	321,784	6,699,944	-	75,777	11,320,465	10,450,198	22,315	24,916	2713,068	11,428	6,733	-	2,778,460	15,68,053	14,098,325	11,989,261
Net claims	(279,254)	(189,481)	(711,073)	(936,073)	(205,755)	-	(80,144)	(131,881)	(1,960,911)	-	-	(4,493,972)	(3,564,211)	(25,942)	(117)	(1,851,779)	(10,050)	(939)	-	(1,888,333)	(1024,045)	(6,382,305)	(4,589,256)
Expenses	(166,259)	(125,030)	(413,965)	(97,951)	(139,239)	-	(29,621)	(24,455)	(521,599)	-	(17,514)	(1,535,702)	(1,294,098)	(9,356)	(8,014)	(230,120)	(7,236)	(7,918)	-	(282,652)	(228,576)	(1,798,354)	(1,521,644)
Net commission	(47,169)	(72,538)	(101,869)	(21,575)	(3,101)	-	(18,734)	(9,837)	(802,189)	-	(13,329)	(1,090,441)	(1,333,251)	(572)	(3,271)	(341,362)	(1,898)	1,376	-	(345,727)	(159,663)	(1,436,168)	(1,492,524)
Net investment income	-	-	-	-	-	-	10,242	128,675	1,035,975	5	3,842	1,178,739	899,438	-	-	-	-	-	-	-	1,178,739	899,438	-
- statutory fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Add: Policyholder's liabilities at beginning of the period	-	-	-	-	-	-	104,886	2,057,292	11,693,710	-	-	13,855,898	7,986,455	-	-	-	-	-	-	-	13,855,898	7,986,455	-
Less: Policyholder's liabilities at end of the period	-	-	-	-	-	-	(87,546)	(2,309,421)	(16,039,812)	-	(62,071)	(18,468,950)	(12,470,635)	-	-	-	-	-	-	-	(18,468,950)	(12,470,635)	-
Surplus of Policyholders' funds	-	-	-	-	-	-	(15,008)	(32,147)	(135,159)	(5)	13,395	(169,424)	(92,352)	-	-	-	-	-	-	-	(169,424)	(92,352)	-
Underwriting result	107,275	76,282	199,813	(70,629)	283,892	-	-	-	-	-	-	596,613	591,564	(13,463)	13,514	298,807	(7,756)	(344)	-	281,748	135,779	878,361	717,343
Investment income - other	-	-	-	-	-	-	-	-	-	-	-	2,835,678	2,029,343	-	-	-	-	-	-	-	2,835,678	2,029,343	-
Rental income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-	-	133,920	69,013	-	-	-	-	-	-	-	4,836	4,720	-
General and administration expenses	-	-	-	-	-	-	-	-	-	-	-	3,566,211	2,679,920	-	-	-	-	-	-	-	5,533	8,067	-
Exchange gain	-	-	-	-	-	-	-	-	-	-	-	(385,290)	(344,315)	-	-	-	-	-	-	-	(51,478)	(48,147)	-
Loss from Window Takaful Operations	-	-	-	-	-	-	-	-	-	-	-	287	4,869	-	-	-	-	-	-	-	287	4,869	-
Workers' welfare fund	-	-	-	-	-	-	-	-	-	-	-	2,810	-	-	-	-	-	-	-	-	-	-	-
Profit before tax	-	-	-	-	-	-	-	-	-	-	-	(68,411)	(48,701)	-	-	-	-	-	-	-	2,810	2,810	-
Provision for taxation	-	-	-	-	-	-	-	-	-	-	-	3,115,607	2,291,773	-	-	-	-	-	-	-	(68,411)	(68,701)	-
Profit after tax	-	-	-	-	-	-	-	-	-	-	-	(517,780)	(207,300)	-	-	-	-	-	-	-	240,639	100,419	-
	-	-	-	-	-	-	-	-	-	-	-	(517,780)	(207,300)	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	2,597,827	2,064,473	-	-	-	-	-	-	-	240,639	100,419	-

# Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 15 Date of authorization for issue

This consolidated condensed interim financial information was approved and authorized for issue on 27 October 2016 by the Board of Directors of the Company.

## 16 General

**16.1** No significant reclassification / rearrangement of corresponding figures has been made in this consolidated condensed interim financial information.

**16.2** Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer







# **WINDOW TAKAFUL OPERATIONS**

Condensed Interim  
Financial Information  
for the Nine Months ended  
30 September 2016  
(Unaudited)



# Condensed Interim Balance Sheet (Unaudited)

As at 30 September 2016

Note	30 September 2016		
	Operator's Fund	Participants' Takaful Fund	Aggregate
	Rupees in thousand		
<b>FUNDS AND LIABILITIES</b>			
<b>Operator's Fund</b>			
Statutory fund	50,000	-	50,000
Accumulated profit	2,810	-	2,810
	52,810	-	52,810
<b>Waqf / Participants' Takaful Fund</b>			
Ceded money	-	500	500
Accumulated deficit	-	(3,121)	(3,121)
	-	(2,621)	(2,621)
Qard-e-Hasna from Operators' Fund	-	30,000	30,000
<b>Underwriting provisions</b>			
Provision for outstanding claims (including IBNR)	-	7,161	7,161
Provisions for unearned contribution	-	40,123	40,123
Provision for unearned retakaful rebate	-	3,877	3,877
<b>Total underwriting provisions</b>	-	51,161	51,161
<b>Creditors and accruals</b>			
Amounts due to other takaful / retakaful operators	-	17,593	17,593
Wakala and mudarib fee payable	-	1,253	1,253
Provision for unearned waqala fee	15,709	-	15,709
Accrued expenses	513	-	513
Other creditors and accruals	7,171	13,335	20,506
	23,393	32,181	55,574
	23,393	83,342	106,735
<b>TOTAL LIABILITIES</b>	23,393	113,342	136,735
Contingencies and commitments			
<b>TOTAL FUND AND LIABILITIES</b>	76,203	110,721	186,924

	Note	30 September 2016		
		Operator's Fund	Participants' Takaful Fund	Aggregate
Rupees in thousand				
<b>ASSETS</b>				
<b>Cash and bank deposits</b>				
Current and other accounts	7	9,885	35,475	45,360
Qard-e-Hasna to Participant Takaful Fund		30,000	-	30,000
<b>Investments</b>	8	26,313	-	26,313
<b>Current Assets- others</b>				
Contribution due but unpaid		-	51,915	51,915
Retakaful recoveries against outstanding claims		-	2,840	2,840
Wakala and mudarib fee receivable		1,253	-	1,253
Deferred commission expense		5,227	-	5,227
Prepayments		-	20,279	20,279
Accrued investment income		42	45	87
Loan to employees		404	-	404
Sundry receivables		3,079	167	3,246
		10,005	75,246	85,251
<b>TOTAL ASSETS</b>		<b>76,203</b>	<b>110,721</b>	<b>186,924</b>

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Condensed Interim Profit and Loss Account (Unaudited)

For the Nine Months ended 30 September 2016

Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Quarter ended 30 September 2016
Rupees in thousand					

## Participant Takaful Fund - Revenue Account

Net contribution revenue	(819)	(17)	3,965	1,075	(856)	3,348
Net claims	(226)	-	(3,526)	(2,058)	-	(5,810)
Direct expenses	(80)	(4)	(351)	(17)	(24)	(476)
Retakaful rebate earned	992	25	-	-	776	1,793
<b>Deficit before investment income</b>	<b>(133)</b>	<b>4</b>	<b>88</b>	<b>(1,000)</b>	<b>(104)</b>	<b>(1,145)</b>
<b>Net Investment income</b>						<b>88</b>

Deficit for the period	(1,057)
------------------------	---------

## Operator Takaful Fund - Revenue Account

Wakala fee income	9,602
Commission expense	(1,428)
Management expenses	(6,146)
	2,028
Net Investment Income	791
<b>Profit for the period</b>	<b>2,819</b>

Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Nine Months ended 30 September 2016
Rupees in thousand					

## Participant Takaful Fund - Revenue Account

Net contribution revenue	(1,270)	(21)	4,865	1,850	(1,220)	4,204
Net claims	(487)	-	(6,910)	(2,301)	(3)	(9,701)
Direct expenses	(80)	(4)	(370)	(17)	(24)	(495)
Retakaful rebate earned	1,599	32	-	-	1,106	2,737
<b>Deficit before investment income</b>	<b>(238)</b>	<b>7</b>	<b>(2,415)</b>	<b>(468)</b>	<b>(141)</b>	<b>(3,255)</b>
Net investment income						134
<b>Deficit for the period</b>						<b>(3,121)</b>

## Operator Takaful Fund - Revenue Account

Wakala fee income (Note 9)	13,816
Commission expense	(2,446)
Management expenses	(11,472)
	(102)
Net Investment Income	2,912
<b>Profit for the period</b>	<b>2,810</b>

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Condensed Interim Statement of Comprehensive Income (Unaudited)

For the Nine Months ended 30 September 2016

	Quarter ended 30 September 2016	Nine Months ended 30 September 2016
	Rupees in thousand	
<b>OPERATOR'S FUND</b>		
Profit for the period	2,819	2,810
Other comprehensive income	-	-
<b>Total comprehensive income for the period</b>	<b>2,819</b>	<b>2,810</b>

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Condensed Interim Statement of Cash Flows (Unaudited)

For the Nine Months ended 30 September 2016

	30 September 2016		
	Operator's Fund	Participants' Takaful Fund	Aggregate
	Rupees in thousand		
<b>Operating cash flows</b>			
<b>(a) Takaful activities</b>			
Contributions received	-	41,004	41,004
Wakala fee received / (paid)	28,272	(28,272)	-
Retakaful payments made	-	(21,152)	(21,152)
Claims paid	-	(5,380)	(5,380)
Commissions paid	(2,911)	-	(2,911)
Commissions received	-	6,613	6,613
Other underwriting payments	-	(495)	(495)
Net cash inflows / (outflows) from takaful activities	25,361	(7,682)	17,679
<b>(b) Other operating activities</b>			
Income tax paid	(231)	(9)	(240)
General, administration and management expenses paid	(10,898)	-	(10,898)
Ceded money to participants' takaful fund	(500)	-	(500)
Loans disbursed	(821)	-	(821)
Loans repayed	417	-	417
Other receipts	-	12,577	12,577
Net cash (outflows) / inflows from other operating activities	(12,033)	12,568	535
<b>Total cash inflows from operating activities</b>	13,328	4,886	18,214
<b>Investment activities</b>			
Profit received on bank deposits	1,557	89	1,646
Qard-e-Hasna paid to Participant Takaful Fund	(30,000)	-	(30,000)
Payments for investments	(121,158)	-	(121,158)
Proceeds from disposal of investments	96,158	-	96,158
<b>Total cash (outflows) / inflows from investing activities</b>	(53,443)	89	(53,354)
<b>Financing activities</b>			
Contribution to Operator's Fund	50,000	-	50,000
Qard-e-Hasna received from Operator's Fund	-	30,000	30,000
Ceded money	-	500	500
<b>Total cash inflows from financing activities</b>	50,000	30,500	80,500
<b>Cash at end of the period - Net cash inflows from all activities</b>	9,885	35,475	45,360
<b>Reconciliation to profit and loss account</b>			
Operating cash flows	13,328	4,886	18,214
Depreciation	-	-	-
Increase in loans	404	-	404
Increase in assets other than cash	9,559	75,201	84,760
Increase in liabilities	(23,393)	(83,342)	(106,735)
Investment income	1,313	-	1,313
Return on bank deposits	1,599	134	1,733
<b>Net profit / (deficit) for the period</b>	2,810	(3,121)	(311)

## Definition of cash

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

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Condensed Interim Statement of Changes in Funds (Unaudited)

For the Nine Months ended 30 September 2016

Operator's Fund		
Statutory Fund	Accumulated profit	Aggregate
Rupees in thousand		

Contribution made during the period	50,000	-	50,000
Total comprehensive income for the period	-	2,810	2,810
<b>Balance as at 30 September 2016</b>	<u>50,000</u>	<u>2,810</u>	<u>52,810</u>

Participants' Takaful Fund		
Statutory Fund	Accumulated deficit	Aggregate
Rupees in thousand		

Contribution received during the period from the Operator	500	-	-
Deficit for the period	-	(3,121)	(3,121)
<b>Balance as at 30 September 2016</b>	<u>500</u>	<u>(3,121)</u>	<u>(3,121)</u>

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer



# Condensed Interim Statement of Contribution (Unaudited)

For the Nine Months ended 30 September 2016

Class	Gross contribution written	Wakala fee	Net contribution written	Unearned contribution reserve		Contribution earned	Retakaful ceded	Prepaid retakaful contribution ceded		Retakaful expense	Net contribution revenue
				Opening	Closing			Opening	Closing		Quarter ended 30 September 2016
	Rupees in thousand										
Direct and facultative											
Fire and property damage	14,370	4,598	9,772	8,001	13,537	4,236	12,137	9,397	16,479	5,055	(819)
Marine, aviation and transport	732	257	475	134	510	99	560	153	597	116	(17)
Motor	25,694	8,351	17,343	9,605	21,221	5,727	1,762	-	-	1,762	3,965
Accident & Health	1,311	361	950	2,943	2,818	1,075	-	-	-	-	1,075
Miscellaneous	5,035	1,510	3,525	1,533	2,037	3,021	4,513	1,966	2,602	3,877	(856)
Total	47,142	15,077	32,065	22,216	40,123	14,158	18,972	11,516	19,678	10,810	3,348

Class	Gross contribution written	Wakala fee	Net contribution written	Unearned contribution reserve		Contribution earned	Retakaful ceded	Prepaid retakaful contribution ceded		Retakaful expense	Net contribution revenue
				Opening	Closing			Opening	Closing		Nine Months ended 30 September 2016
	Rupees in thousand										
Direct and facultative											
Fire and property damage	29,960	9,587	20,373	-	13,537	6,836	24,585	-	16,479	8,106	(1,270)
Marine, aviation and transport	979	343	636	-	510	126	744	-	597	147	(21)
Motor	46,477	15,105	31,372	-	21,221	10,151	5,286	-	-	5,286	4,865
Accident & Health	6,439	1,771	4,668	-	2,818	1,850	-	-	-	-	1,850
Miscellaneous	9,064	2,719	6,345	-	2,037	4,308	8,130	-	2,602	5,528	(1,220)
Total	92,919	29,525	63,394	-	40,123	23,271	38,745	-	19,678	19,067	4,204

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Condensed Interim Statement of Claims (Unaudited)

For the Nine Months ended 30 September 2016

Class	Claims paid	Outstanding claims		Claims expenses	Retakaful and other recoveries received	Retakaful and other recoveries in respect of outstanding claims		Retakaful and other recoveries revenue	Net claims expense
		Opening	Closing			Opening	Closing		Quarter ended 30 September 2016
Rupees in thousand									
Direct and Facultative									
Fire and property damage	-	1,778	3,307	1,529	-	1,517	2,820	1,303	226
Marine, aviation and transport	-	-	-	-	-	-	-	-	-
Motor	2,911	2,754	3,369	3,526	-	-	-	-	3,526
Accident & Health	1,596	-	462	2,058	-	-	-	-	2,058
Miscellaneous	-	23	23	-	-	20	20	-	-
Total	4,507	4,555	7,161	7,113	-	1,537	2,840	1,303	5,810

Class	Claims paid	Outstanding claims		Claims expenses	Retakaful and other recoveries received	Retakaful and other recoveries in respect of outstanding claims		Retakaful and other recoveries revenue	Net claims expense
		Opening	Closing			Opening	Closing		Nine Months ended 30 September 2016
	Rupees in thousand								
Direct and Facultative									
Fire and property damage	-	-	3,307	3,307	-	-	2,820	2,820	487
Marine, aviation and transport	-	-	-	-	-	-	-	-	-
Motor	3,541	-	3,369	6,910	-	-	-	-	6,910
Accident & Health	1,839	-	462	2,301	-	-	-	-	2,301
Miscellaneous	-	-	23	23	-	-	20	20	3
Total	5,380	-	7,161	12,541	-	-	2,840	2,840	9,701

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Condensed Interim Statement of Expenses (Unaudited)

For the Nine Months ended 30 September 2016

Class	Commission paid or payable	Deferred commission		Net commission expense	Other management expenses	Net expenses - Operator's Fund	Retakaful and other recoveries revenue	Net underwriting expense
		Opening	Closing					Quarter ended 30 September 2016
	Rupees in thousand							
Direct and facultative								
Fire and property damage	1,742	1,826	2,866	702	3,096	3,798	992	2,806
Marine, aviation and transport	103	11	18	96	437	533	25	508
Motor	1,380	1,286	2,078	588	2,512	3,100	-	3,100
Accident & Health	(210)	209	44	(45)	(237)	(282)	-	(282)
Miscellaneous	34	274	221	87	338	425	776	(351)
Total	3,049	3,606	5,227	1,428	6,146	7,574	1,793	5,781

Class	Commission paid or payable	Deferred commission		Net commission expense	Other management expenses	Net expenses - Operator's Fund	Retakaful and other recoveries revenue	Net underwriting expense
		Opening	Closing					Nine Months ended 30 September 2016
	Rupees in thousand							
Direct and facultative								
Fire and property damage	3,931	-	2,866	1,065	4,995	6,060	1,599	4,461
Marine, aviation and transport	139	-	18	121	568	689	32	657
Motor	3,121	-	2,078	1,043	4,892	5,935	-	5,935
Accident & Health	46	-	44	2	9	11	-	11
Miscellaneous	436	-	221	215	1,008	1,223	1,106	117
Total	7,673	-	5,227	2,446	11,472	13,918	2,737	11,181

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Condensed Interim Statement of Investment Income (Unaudited)

For the Nine Months ended 30 September 2016

Quarter ended 30 September 2016	Nine Months ended 30 September 2016
Rupees in thousand	

## Participants' Takaful Fund

Profit on bank deposits

88

134

## Operator's Fund

Profit on mutual funds

648

1,313

Profit on bank deposits

143

1,599

791

2,912

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

# Notes to the Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 1 Legal status and nature of business

Adamjee Insurance Company Limited ("the Operator") is a public limited company incorporated in Pakistan on 28 September 1960 under the Companies Act, 1913 (now the Companies Ordinance, 1984). The Company is listed on Pakistan Stock Exchange and is engaged in the general insurance business. The registered office of the Company is situated at Tanveer Building, 27-C-III, MM Alam Road, Gulberg III, Lahore.

The Operator also operates branches in the United Arab Emirates (UAE) and the Export Processing Zone (EPZ). The Operator was granted authorization on 23 December 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations in respect of general takaful products by Securities and Exchange Commission of Pakistan (SECP).

The Operator transferred statutory fund of Rs. 50 million in a separate bank account for the Window Takaful Operations ("WTO") as per the requirement of circular 8 of 2014. Thereafter, the Operator has formed a Waqf for Participants' Takaful Fund ("PTF") by executing the Waqf deed dated 01 January 2016 by investing a cede money of Rs. 500 thousands. The cede money is required to be invested in Shariah compliant investments and any profit thereon can be utilized only to pay benefits to participants or defray PTF expenses. Waqf Deed governs the relationship of Operator and participants for management of takaful operations, investments of participants' funds and investment of the Operator's funds approved by the shariah advisor of the Operator. The Operator commenced activities of Window Takaful Operations on 01 January 2016.

## 2 Basis of preparation

This condensed interim financial information of WTO has been prepared in line with the format issued by Securities and Exchange Commission of Pakistan ("SECP") through SEC (Insurance) Rules, 2002, vide SRO 938 dated 12 December 2002 and circular 25 of 2015 dated 9 July 2015.

This condensed interim financial information reflects the financial position and results of operations of both the Operator's Fund ("OTF") and Participants' Takaful Fund ("PTF") in a manner that the assets, liabilities, income and expenses of the Operator and PTF remains separately identifiable. These are first set of financial statements of the Adamjee Insurance Company Limited - Window Takaful Operations.

## 3 Statement of compliance

This condensed interim financial information of the WTO has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - 'Interim Financial Reporting' as applicable in Pakistan, provisions of and directives issued under Companies Ordinance, 1984 and the Insurance Ordinance, 2000, SEC (Insurance) Rules, 2002 and Takaful Rules, 2012. In case where requirements differ, the provision of or directives issued under the Companies Ordinance, 1984, the Insurance Ordinance, 2000, SEC (Insurance) Rules, 2002 and Takaful Rules 2012 have been followed.

The disclosures made in this condensed interim financial information have been limited based on the format prescribed by SECP vide circular no. 7 of 2003 and International Accounting Standard (IAS) 34 - 'Interim Financial Reporting' and do not include all the information required in the annual financial statements.

### 3.1 Basis of measurement

This condensed interim financial information has been prepared under historical cost convention.

### 3.2 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is also the Operator's functional currency.

### 3.3 Use of estimates and Judgments

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

These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods. The areas involving a higher degree of judgement and complexity, or areas where assumptions and estimates are significant to these unconsolidated financial statements or judgement was exercised in application of accounting policies, are as follows:

# Notes to the Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

- Classification of takaful contracts	4.1
- Provision for unearned contributions	4.3
- Contribution deficiency reserve	4.7
- Provision for outstanding claims (including IBNR)	4.6
- Segment reporting	4.18

## 4 Summary of significant accounting policies

### 4.1 Takaful Contracts

The takaful contracts are based on the principles of Wakala. The takaful contracts so agreed usually inspire concept of tabarru (to donate for benefit of others) and mutual sharing of losses with the overall objective of eliminating the element of uncertainty.

Contracts under which the Participant Takaful Fund (PTF) accepts significant takaful risk from another party (the participant) by agreeing to compensate the participant if a specified uncertain future event (the takaful event) adversely affects the participant are classified as takaful contracts. Takaful risk is significant if a takaful event could cause the PTF to pay significant benefits due to the happening of the takaful event compared to its non happening. Once a contract has been classified as a takaful contract, it remains a takaful contract for the remainder of its lifetime, even if the takaful risk reduces significantly during this period, unless all rights and obligations are extinguished or expired.

The takaful contracts issued by the PTF are generally classified in five basic categories i.e. Fire and property damage, Marine, aviation and transport, Motor, Accident and Health and Miscellaneous.

- Fire and property damage takaful contracts generally cover the assets of the participants against damages by fire, earthquake, riots and strike, explosion, atmospheric disturbance, flood, electric fluctuation and impact, burglary, loss of profit followed by the incident of fire, contractor's all risk, erection all risk, machinery breakdown and boiler damage, etc.
- Marine aviation and transport takaful contracts generally provide cover for loss or damage to cargo while in transit to and from foreign land and inland transit due to various insured perils including loss of or damage to carrying vessel, etc.
- Motor takaful contracts provide indemnity for accidental damage to or loss of insured vehicle including loss of or damage to third party and other comprehensive car coverage.
- Accident and Health takaful contracts mainly compensate hospitalization and out-patient medical coverage to the participant.
- Miscellaneous takaful contracts provide variety of coverage including cover against burglary, loss of cash in safe, cash in transit and cash on counter, fidelity guarantee, personal accident, workmen compensation, travel and crop, etc.

In addition to direct takaful, the PTF also participates in risks under co-takaful contracts from other takaful funds and also accepts risks through retakaful inward by way of facultative acceptance on case to case basis provided such risks are within the underwriting policies of the Operator. The nature of the risks undertaken under such arrangement is consistent with the risks in each class of business as stated above.

### 4.2 Retakaful contracts held

These are contracts entered into by the Operator with retakaful operators for compensation of losses suffered on takaful contracts issued. These retakaful contracts include both facultative and treaty arrangement contracts and are classified in same categories of takaful contracts for the purpose of these financial statements. The Operator recognises the entitled benefits under the contracts as various reinsurance assets.

### 4.3 Provision for unearned contribution

The unearned contribution reserve is the unexpired portion of the contribution including administrative surcharge which relates to business in force at the balance sheet date. Unearned contributions have been calculated by applying 1/24th method as specified in the SEC (Insurance) Rules, 2002.

### 4.4 Receivables and payables related to takaful contracts

Receivables and payables, other than claim payables, relating to takaful contracts are recognized when due. The claim payable is recorded when intimation is received. These include contributions due but unpaid, contribution received in advance, contributions due and claims payable to participants. These are recognized at cost, which is the fair value of the consideration given less provision for impairment, if any. If there is an objective evidence that any contribution due but unpaid is impaired, the Operator reduces the carrying amount of that contribution receivable and recognizes the loss in profit and loss account.

# Notes to the Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 4.5 Claims

Claim expense includes all claims occurring during the year, whether reported or not. Internal and external claim handling costs that are directly related to processing and settlement of claims, a reduction for the value of salvage and other recoveries and any adjustments to claims outstanding from previous years.

## 4.6 Provision for outstanding claims including Incurred But Not Reported (IBNR)

A liability for outstanding claims is recognised in respect of all claims incurred up to the balance sheet date which is measured at the undiscounted value of expected future payments. Provision for outstanding claims include amounts in relation to claims reported but not settled, claims incurred but not reported (IBNR) and expected claims settlement costs. Retakaful recoveries against outstanding claims are recognized as an asset and measured at the amount expected to be received.

## 4.7 Contribution deficiency reserve

The Operator is required as per SEC (Insurance) Rules, 2002, to maintain a provision in respect of contribution deficiency for the class of business where the unearned contribution reserve is not adequate to meet the expected future liability after retakaful from claims, and other supplementary expenses expected to be incurred after the balance sheet date in respect of the unexpired takaful contracts. The movement in contribution deficiency reserve is recorded as an expense / income in profit and loss account of PTF for the period / year.

## 4.8 Qard-e-Hasna

Qard-e-Hasna is provided by OTF to PTF in case of deficit or to fulfill cash flow and solvency requirements.

During the period ended 30 September 2016, Qard-e-Hasna amounting to Rs. 30 million has been transferred from OTF to PTF.

## 4.9 Wakala fee

The Operator of WTO manages the general takaful operations for the participants and charges wakala fee to meet the general and administrative expenses of the Operator including commission to agents at following rates:

Class	Percentages
Fire and property damage	32.00%
Marine, aviation and hull	35.00%
Motor	32.50%
Accident & Health	27.50%
Miscellaneous	30.00%

## 4.10 Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flow statement, cash and cash equivalents include cash and bank deposits and excludes bank balance under lien.

## 4.11 Fixed assets

### (a) Tangible

Owned fixed assets, other than freehold land which is not depreciated and capital work-in-progress, are stated at cost, signifying historical cost, less accumulated depreciation and any provision for impairment. Freehold land and capital work-in-progress are carried at cost less accumulated impairment losses, if any. Depreciation is charged to income applying reducing balance method depending upon the nature of the asset, at the rates specified for calculation of depreciation after taking into account residual value, if any. The useful lives, residual values and depreciation method are reviewed, and adjusted if appropriate, at each reporting date.

### (b) Intangible

These are stated at cost less accumulated amortization and any provision for impairment. Amortization is calculated from the month the assets are available for use using the straight-line method, whereby the cost of the intangible asset is amortized over its estimated useful life over which economic benefits are expected to flow to the Operator. The useful life and amortization methods are reviewed, and adjusted if appropriate, at each reporting date.



# Notes to the Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 4.12 Contribution written

For all the takaful contracts, contributions including administrative surcharge received / receivable under a takaful policy are recognized as written at the time of issuance of policy. Where contributions for a policy are payable in installments, full contribution for the duration of the policy is recognized as written at the inception of the policy and related assets set up for contributions receivable at a later date. Contributions are stated gross of commission payable to intermediaries and exclusive of taxes and duties levied on contributions.

## 4.13 Commission expense

Commission expenses incurred in obtaining and recording policies is deferred and recognised in OTF as an expense in accordance with pattern of recognition of contribution revenue by applying the 1/24th method.

## 4.14 Expenses of management

Expenses of management of the WTO have been charged to OTF.

## 4.15 Investment Income

Return on investments, profit on profit and loss sharing accounts and bank deposits are recognised on accrual basis.

## 4.16 Taxation

### (a) Current

Provision for current taxation is based on taxable income for the year determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates or tax rates expected to apply to the profit for the year, if enacted. The charge for current tax also include adjustments, where considered necessary, to provision for tax made in previous years arising from assessments finalized during the current year for such years.

### (b) Deferred

Deferred tax is accounted for using the balance sheet liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the unconsolidated financial statements and the corresponding tax bases used in the computation of the taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilized.

Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse based on tax rates that have been enacted or substantively enacted by the reporting date. Deferred tax is charged or credited in the profit and loss account, except in the case of items credited or charged to statement of comprehensive income in which case it is included in statement of comprehensive income.

## 4.17 Takaful and financial risk management

The WTO's takaful and financial risk management objective and policies are consistent with those of the Operator and are disclosed in the annual financial statements of the Operator as at and for the year ended 31 December 2015.

## 4.18 Segment reporting

The Operator accounts for segment reporting using the classes of business as specified under the Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2002 as primary reporting format based on the Operator's practice of reporting to the management on the same basis.

Assets, liabilities and capital expenditure that are directly attributable to segments have been assigned to them while the carrying amount of certain assets used jointly by two or more segments have been allocated to segments on a reasonable basis. Those assets and liabilities which cannot be allocated to a particular segment on a reasonable basis are reported as unallocated corporate assets and liabilities.

# Notes to the Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 5 Other Creditors and Accruals

Commission payable	4,762	-	4,762
Federal excise duty	-	5,244	5,244
Federal insurance fee	-	929	929
Income tax deducted at source	703	319	1,022
Others	1,706	6,843	8,549
	<u>7,171</u>	<u>13,335</u>	<u>20,506</u>

## 6 Contingencies and Commitments

There are no contingencies and commitments as at 30 September 2016.

## 7 Cash and Bank Deposits

### Current and other accounts

Saving accounts	9,885	35,475	45,360
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## 8 Investments

### Available-for-sale

Mutual Funds	26,313	-	26,313
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## 9 Waqala fee Income

Fire and property damage	9,587	6,308	3,279
Marine, aviation and transport	343	189	154
Motor	15,105	7,271	7,834
Accident & health	1,771	1,069	702
Miscellaneous	2,719	872	1,847
	<u>29,525</u>	<u>15,709</u>	<u>13,816</u>

# Notes to the Condensed Interim Financial Information (Unaudited)

For the Nine Months ended 30 September 2016

## 10 Segment reporting

Each class of business has been identified as reportable segment. Class of business wise revenue and results have been disclosed in the profit and loss account prepared in accordance with the requirements of the Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2002 and Takaful Rules, 2012. The following is a schedule of class of business wise assets and liabilities.

	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Total
Rupees in thousand						
<b>Participants' Takaful Fund</b>						
Segment assets	36,979	877	23,570	5,816	7,191	<b>74,433</b>
Unallocated assets						<b>36,288</b>
<b>Total assets</b>	<b>36,979</b>	<b>877</b>	<b>23,570</b>	<b>5,816</b>	<b>7,191</b>	<b>110,721</b>
Segment liabilities	26,490	740	33,146	5,391	4,240	<b>70,007</b>
Unallocated liabilities						<b>43,335</b>
<b>Total liabilities</b>	<b>26,490</b>	<b>740</b>	<b>33,146</b>	<b>5,391</b>	<b>4,240</b>	<b>113,342</b>
<b>Operator's Fund</b>						
Segment assets	3,293	25	2,647	184	331	<b>6,480</b>
Unallocated assets						<b>69,723</b>
<b>Total assets</b>	<b>3,293</b>	<b>25</b>	<b>2,647</b>	<b>184</b>	<b>331</b>	<b>76,203</b>
Segment liabilities	6,308	189	7,271	1,069	872	<b>15,709</b>
Unallocated liabilities						<b>7,684</b>
<b>Total liabilities</b>	<b>6,308</b>	<b>189</b>	<b>7,271</b>	<b>1,069</b>	<b>872</b>	<b>23,393</b>

## 11 Transactions with related parties

The Operator has related party relationship with its associates, subsidiary company, employee retirement benefit plans, key management personnel and other parties. All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. Balances and transactions with related parties, if any, are disclosed in relevant notes to this condensed interim financial information.

## 12 Date of authorization for issue

This condensed interim financial information was authorized for issue on 27 October 2016 by the Board of Directors of the Operator.

## 13 General

All figures have been rounded off to nearest thousand of rupees, unless otherwise stated.

**Umer Mansha**  
Chairman

**Ibrahim Shamsi**  
Director

**Muhammad Umar Virk**  
Director

**Muhammad Ali Zeb**  
Managing Director & Chief Executive Officer

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