



Half Yearly Report

AA

Rated by: PACRA



The United Insurance
Company of Pakistan Ltd.



KEY INFORMATION

For The Six Months Period Ended June 30, 2021

AA

Rated by: PACRA

Rupees in Millions

2,879 Premium 2021 <small>(Including Takaful Contribution)</small>	2,288 Premium 2020 <small>(Including Takaful Contribution)</small>	639 Gross Claims
9,681 Total Assets	498 Profit Before Tax	384 Profit After Tax
450 Underwriting Results	2,631 Total Investment	4,166 Shareholders Equity

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CORPORATE INFORMATION

BOARD OF DIRECTORS

CHAIRMAN

Javaid Sadiq

CHIEF EXECUTIVE OFFICER

Muhammad Akram Shahid

DIRECTORS

Khawas Khan Niazi

Huma Waheed

Agha Ali Imam

Jamil Ahmed Khan

Syed Rahat Ali Shah

ADVISORS

Major General (R) Asif Duraiz
Akhtar

Muhammad Rahat Sadiq
(Former CEO The United
Insurance Company of Pakistan
Limited)

Sardar Khan
(Former Managing Director
Universal
Insurance Company Limited)

COMPANY SECRETARY

Athar A. Khan

CHIEF FINANCIAL OFFICER

Maqbool Ahmad

CHIEF INTERNAL AUDITOR

Abdul Mannan Munir

AUDITORS

M/S. Ilyas Saeed & Co.
Chartered Accountants

LEGAL ADVISORS

Mohammed Farooq Sheikh
(Advocate)

Mian Asghar Ali
(Advocate)

TAX ADVISOR

M/S. Sarwars Chartered
Accountants

CREDIT RATING AGENCY (PACRA)

INSURER FINANCIAL STRENGTH

AA (Double A) The Rating
Denotes a very strong capacity to
meet policyholder and contract
obligations. Risk factors are
modest, and the impact of any
adverse business and economic
factors are expected to be very
small.

COMPANY'S SHARE REGISTRAR

M/S. F.D.Registrar Services
(SMC-Pvt) Ltd. 1705,17th
Floor, Saima Trade Center,
I.I.Chundrigar Road, Karachi.

WEB PRESENCE

www.theunitedinsurance.com



REGISTERED OFFICE

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FAX: 92-42-35776486, 35776487

Email:
uicp@theunitedinsurance.com

COMMITTEES COMPOSITION

Ethics, Human Resource & Remuneration Committee:

Name of Member	Category
Mr. Jamil Ahmed Khan	Chairman
Mr. Javaid Sadiq	Member
Mr. Muhammad Akram Shahid	Member
Mr. Wakeel Ahmed Mirza	Secretary

Underwriting Committee:

Name of Member	Category
Mr. Khawas Khan Niazi	Chairman
Mr. S. M. Qaiser Imam	Member
Mr. Amir Hameed	Member
Mr. Tayyab Bashir	Secretary

Risk Management & Compliance Committee:

Name of Member	Category
Mr. Javaid Sadiq	Chairman
Mr. Muhammad Akram Shahid	Member
Ms. Huma Waheed	Member
Mr. Syed Rahat Ali Shah	Member
Mr. Ali Hassan Bhatti	Secretary

Investment Committee:

Name of Member	Category
Mr. Jamil Ahmed Khan	Chairman
Mr. Muhammad Akram Shahid	Member
Mr. Agha Ali Imam	Member
Mr. Tajammal Iqbal	Member
Mr. Maqbool Ahmad	Secretary

Claims Settlement Committee:

Name of Member	Category
Ms. Huma Waheed	Chairperson
Mr. Tajammal Iqbal	Member
Mr. Raja Naeem Tariq	Member
Mr. Rizwan Safdar	Secretary

Audit Committee:

Name of Member	Category
Mr. Agha Ali Imam	Chairman
Mr. Khawas Khan Niazi	Member
Mr. Syed Rahat Ali Shah	Member
Mr. Maqbool Ahmad	Member
Mr. Abdul Mannan Munir	Secretary

Reinsurance & Co-insurance Committee:

Name of Member	Category
Mr. Muhammad Akram Shahid	Chairman
Mr. Muhammad Rahat Sadiq	Member
Mr. Amir Hameed	Member
Mr. Raja Naeem Tariq	Member
Mr. Tayyab Bashir	Member
Mr. Abrar Ahmed Minhas	Secretary

KEY MANAGEMENT PERSONNEL

CONVENTIONAL BUSINESS

HEAD OF CONVENTIONAL BUSINESS

Tajammal Iqbal

CHIEF OPERATING OFFICER/ EXECUTIVE DIRECTOR

Amir Hameed

SR. EXECUTIVE DIRECTOR UNDERWRITING

S.M. Qaiser Imam

SR. EXECUTIVE DIRECTOR/ GROUP COUNTRY MANAGER

Dr. Murtaza Mughal

JOINT DIRECTOR OPERATIONS - UNDERWRITING

Tayyab Bashir

SR. GENERAL MANAGER RE-INSURANCE

Abrar Ahmed Khan Minhas

GENERAL MANAGER HR & R

Wakeel Ahmed Mirza

GENERAL MANAGER HEALTH/ TRAVEL

Kashif Shafique

CHIEF COMPLIANCE OFFICER

Ali Hassan Bhatti

CHIEF INFORMATION SECURITY OFFICER

Munir Ahmad

GENERAL MANAGER ADMINISTRATION

Maj.(R) Nadeem Iqbal Naz

DEPUTY GENERAL MANAGER- CLAIMS

Kamran Zaman

DEPUTY GENERAL MANAGER UNDERWRITING (CO-INSURANCE)

Manzoor Hussain Mirza

A.G.M REINSURANCE

Naeem Ahmed Babar

CHIEF MANAGER (WEB)

Mohammed Arshad

HEAD OF AGRICULTURE

Zulfiqar Ahmed

SR. MANAGER COORDINATION

Tahira Ashar

WINDOW TAKAFUL OPERATIONS

JOINT DIRECTOR - FINANCE/ HEAD OF TAKAFUL OPERATIONS

Raja Naeem Tariq

HEAD OF TAKAFUL BUSINESS/ DEPUTY MANAGING DIRECTOR

Shakeel Ahmed

SHARIAH ADVISOR

Mufti Farhan Farooq

SHARIAH COMPLIANCE OFFICER

Saad Munir Malik

EXECUTIVE DIRECTORS (MARKETING)

Mian Muhammad Anwar Zahid

Zarrar Ahmed Butt

Mian Kashif Rasheed

Ch. Aslam Feroze

Rizwan-UL-Haq

Shafaqat Ali Goraya

Syed Hassan Nadeem

Ch. Shams-ul-Haq

Kh. Adnan Hassan

Muhammad Mazhar Shah

Malik Khurram Mansoor

Nauman-ul-Haq

Tanveer Ahmad Bhatti

JOINT DIRECTORS (MARKETING)

Aslam Rajpoot

Mian Muhammad Rafi

Faisal Javaid

Muhammad Mohsin ullah

Chaudhry Iqbal Tahir

Zafar Mahmood

Hassan Bin Daud

Malik Azhar Ahmad

Mujeeb-ur-Rehman Khokhar

Zahid Mukhtar Paracha

Mian Muhammad Asif

Raheel Zia

Rana Muhammad Ashraf

Shahid Hussain Chishti

Junaid Akhtar Samoo

Mumtaz Ahmad Kahlon

Jamshed Mir

Rizwan Masoom Ali

Junaid Memon

Brig.(R) M. Aslam Khan

Muhammad Saif-ud-din Sheikh

Muhammad Ashraf Kharl

BANKS & LEASING COMPANIES

BANKS

State Bank of Pakistan
 National Bank of Pakistan
 Bank Al-Habib Limited
 Soneri Bank Limited
 Bank Alfalah Limited
 Meezan Bank Limited
 SME Bank Limited
 The Bank of Khyber
 Summit Bank Limited
 Silk Bank Limited
 Samba Bank Limited
 Zarai Taraqiati Bank Limited
 Sindh Bank Limited
 The Bank of Punjab
 First Women Bank Limited
 The Punjab Provincial Cooperative Bank Limited
 Allied Bank Limited
 Habib Bank Limited
 MCB Bank Limited
 United Bank Limited
 Al Baraka Bank (Pakistan) Limited
 Askari Bank Limited
 Dubai Islamic Bank Pakistan Limited
 Faysal Bank Limited
 Standard Chartered Bank (Pakistan) Limited
 Barclays Bank PLC, Pakistan
 Habib Metropolitan Bank Limited
 Karakoram Cooperative Bank Limited
 JS Bank Limited
 Bank Islami Pakistan Limited
 Bank of Azad Jammu and Kashmir
 MCB Islamic Bank Limited

LEASING COMPANIES

Orix Leasing Company Limited
 Crescent Standard Modaraba

MICRO FINANCE BANKS

APNA Microfinance Bank Limited
 Khushhali Microfinance Bank Limited
 Pak-Oman Microfinance Bank Limited
 The First Microfinance Bank Limited
 Waseela Microfinance Bank Limited
 U Microfinance Bank Limited
 Tameer Microfinance Bank Limited
 NRSP Microfinance Bank Limited
 Telenor Microfinance Bank Limited
 Mobilink Microfinance Bank Limited

DIRECTORS' REVIEW REPORT TO THE MEMBERS

Dear Fellow Members

We are pleased to present the unaudited condensed interim financial statement For the Six Months Period Ended June 30, 2021. The directors of The United Insurance Company of Pakistan Limited are pleased to announce the financial results For the Six Months Period Ended June 30, 2021 along with the figures for the same period ended June 30, 2020.

Performance Overview Conventional – (Six Months Period Ended June 30, 2021)

The Company's written gross premium and net premium income for the six months ended June 30, 2021 stands at Rs.2,112/- million and Rs.1,303/- million, respectively. Whereas during the comparative period of six months ended June 30, 2020, written gross premium was Rs.1,959/- million and net premium income was Rs.1,172/- million. These figures reflect the commitment of our team members in tough economic environment in the country. Our Company's business is sound and stable due to our concerted efforts and by the grace of God.

Underwriting results for the six months ended June 30, 2021 are being reported as Rs.450/- million, whereas for the same period in the previous year 2020 it was reported as Rs.395/- million. This is commendable achievement of our staff and the field force due to which the underwriting results improved further.

The Company's profit before tax has increased during the first six months of 2021 by 15% from Rs.433 million in 2020 to Rs.498/- million in 2021. Similarly, profit after tax being reported amounts to Rs.384/- million during the six months ended June 30, 2021. Whereas profit after tax for the same period in 2020 was Rs.333/- million.

The earnings per share (EPS) of the company which includes both basic and diluted stands at Rs.1.30 /- per share for six months ended June 30, 2021 as compared to Rs.1.13/- per share in 2020 reflecting a slight improvement.

Investment income has slightly decreased to Rs.17,510/ million for the six months ended June 30, 2021 as compared to Rs.26,597/- million during six months ended June 30, 2020. Management and Other expenses For the Six Months Period Ended June 30, 2021 stands at Rs.540/-million as compared to Rs.434/-million for the same period in 2020.

Performance Overview Takaful Operations - (Six Months Period Ended June 30, 2021)

The following financial data reflects the performance of Window Takaful Operations during the six months ended June 30, 2021.

There was a major increase of written gross contribution For the Six Months Period Ended June 30, 2021. The gross written contribution for the six months ended June 30, 2021 increase to Rs. 767.206 million as compared to Rs. 329.313 million in 2020.

Due to management's specific attention to increase investment for the purpose to earn investment income has resulted in increase of investment income of Operator's Fund by 2.33 times as in six months of current year as compared to same period of 2020. Investment income of Operator's fund stood at Rs. 11.617 million during the six months period ending June 30, 2021 and at Rs. 3.491 million for the same period of 2020.

General, administrative and management expenses of the Operator increased merely 8.42% from Rs.58.910 million for the six months period ended in 2020 to Rs. 63.869 million in 2021.

State of Company's Business Affairs

Directors of the Company:

Election of Directors of the company was held on April 30, 2021 in 61st Annual General Meeting and following directors were elected:

- Mr. Javaid Sadiq,
- Mr. Muhammad Akram Shahid,
- Mr. Khawas Khan Niazi,
- Miss. Huma Waheed,
- Mr. Agha Ali Imam,
- Mr. Jamil Ahmed Khan and
- Syed Rahat Ali Shah

Merger Scheme

The Board of Directors of the Company in their 219th meeting held on July 08, 2021, has approved the merger scheme of The United Insurance Company of Pakistan Limited with SPI Insurance Company Limited. Further, the Company has obtained Swap Computation Certificate from M/S RSM Avasi Hyder Liaquat Nauman, Chartered Accountants. Based on break-up value, 0.90 shares of the Company shall be issued for every 1 share of SPI Insurance Company Limited. The Company is required to issue 51,750,000 shares to the shareholder of SPI in total as consideration of merger. The swap ratio computation is based on the standalone valuation of both companies by applying Net Assets Valuation (NAV) and fair valuation (FV) methodologies under the Asset approach and discounted cash flows (DCF) methodology under the income approach. Merger scheme along with other relevant documents are submitted to the relevant authorities for further approvals and process.

Future Outlook

In 2021, Pakistan observed third and fourth wave of Covid-19. Federal and Provincial Governments took various steps to counter the impact of Covid-19. Government has started aggressive vaccination drive for public at large and is hopeful to cover majority areas during the current year. Various construction related activities are started which will give rise to sales, employment opportunities and growing of businesses in short term period.

We continue to have a positive outlook on the long term growth potential of the business, however we do foresee certain headwinds in the short term owing to coronavirus crises in the form of higher inflation which might have an impact on the future results. The management remains fully committed towards managing these challenges and delivering sustainable profitable growth capitalizing on our strong brands, management capabilities and operational excellence.

Acknowledgement

Directors of the Company would like to express their sincere appreciation for the assistance and co-operation received from the SECP, Bankers, Government authorities, and Business associates at all levels. We also thank our shareholders for posing their trust and confidence in the Company. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the Company's executives, staff and workers.

For and on behalf of the Board,



Muhammad Akram Shahid
Chief Executive Officer



Javid Sadiq
Chairman

Date: August 27, 2021

کمپنیوں کے انضمام کی پالیسی:

کمپنی کے بورڈ آف ڈائریکٹرز نے 08 جولائی، 2021 کو ہونے والی ۲۱۹ ویں بورڈ آف ڈائریکٹرز کی میٹنگ میں SPI انشورنس کمپنی اور یونائیٹڈ انشورنس کمپنی کے انضمام کی پالیسی کو منظور کر دیا ہے۔ کمپنی نے RSM اولیس حیدر لیاقت نعمان، چارٹرڈ اکاؤنٹنٹس سے Swap Computation سرٹیفکیٹ حاصل کیا ہے۔ جس کی بنیاد پر انضمام کو مکمل کرنے کے لئے SPI انشورنس کے ہر ایک حصص کے بدلے میں یونائیٹڈ انشورنس کے 0.90 حصص دیے جائیں گے۔ کمپنی اس انضمام کی قیمت کے طور پر SPI انشورنس کے شیئر ہولڈرز کو اپنے 51,750,000 حصص دے گی۔ Swap Ratio Computation کی بنیاد دونوں کمپنیوں کی Net Asset Valuation اور Fair Valuation کے طریقہ کار کو استعمال کرتے ہوئے رکھی گئی ہے۔ انضمام کی پالیسی سے متعلقہ دستاویزات تمام متعلقہ محاموں کو منظوری کے لئے ارسال کر دی ہیں۔

مستقبل کا جائزہ:

2021 میں پاکستان کو ڈی۔19 کی تیسری اور چوتھی لہر سے انتہائی متاثر ہوا ہے، صوبائی اور وفاقی حکومتوں نے اس کے اثرات سے بچانے کے لئے بہت سے اقدامات کئے ہیں۔ حکومت نے ویکسین کی درآمد اور استعمال کو یقینی بنانے کی پوری کوشش کی ہے۔ تعمیراتی سیکٹر سے منسلک بہت سی سرگرمیاں شروع ہو چکی ہیں، جس سے کاروبار میں اضافہ ہوگا اور نوکریوں کی مواقع پیدا ہوں گے۔

ہم بزنس کی مسلسل کامیاب ترقی کے لئے بہت پر امید ہیں تاہم کرونا وائرس کی وجہ سے روپے کی قدر میں قلیل مدتی گراؤ، بڑھتی ہوئی مہنگائی اور مجموعی معاشی سستی خطرے کا باعث ہیں۔ کمپنی کی انتظامیہ ان حالات کے دوران بھی مجموعی گروتھ کو حاصل کرنے میں کوشاں ہے۔ یونائیٹڈ انشورنس کمپنی آف پاکستان نئی پروڈکٹس کے ذریعے گروتھ کی پالیسی پر عمل پیرا ہے جو کہ ہمارا خاصہ ہے۔ ہم نئی پروڈکٹس کی تیاری، آن لائن فروخت کے نظام اور بہترین رابطہ نظام دینے کیلئے کوششیں جاری رکھیں گے جس میں جلد کامیابی حاصل ہوگی۔

اعتراف:

ہم اپنے کسٹمرز کے شکرگزار ہیں کہ انہوں نے ہماری خدمات پر بھرپور اعتماد کا اظہار کیا ہے۔ ہم اپنے بئنکرز اور ریگولیٹری اداروں کا بھی شکریہ ادا کرتے ہیں جنہوں نے ہمیں اس عرصے میں اپنا قیمتی ساتھ مہیا کیا۔ کسٹمر رینکس کے تعاون سے پیکر آنے ہماری ایف ایف ایس ریٹنگ AA کر دی ہے جو ہماری کمپنی کی پروفیشنل کمٹمنٹ اور کسٹمر کی ضروریات کو پورا کرنے سے حاصل ہوئی ہے۔ آخر میں ہم اپنے سٹاف کی بھی بھرپور کاوشوں کے شکرگزار ہیں جو کمپنی کے لئے بھرپور طاقت کا باعث ہے۔

بورڈ کی جانب سے



جاوید صادق
چیئرمین



محمد اکرم شاہد
چیف ایگزیکٹو آفیسر

27 اگست، 2021

ممبرز کو ڈائریکٹرز رپورٹ

محترم اراکین!

ہم 2021 کے چھ ماہ کی غیر آڈٹ شدہ مالیاتی رپورٹ کو پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔ دی یونائیٹڈ انشورنس کمپنی آف پاکستان لمیٹڈ کے ڈائریکٹرز 2021 اور 2020 کے چھ ماہ کے مالیاتی نتائج کا اعلان کرتے ہوئے خوش محسوس کرتے ہیں۔

2021 کے چھ ماہ میں روایتی کاروبار کی کارکردگی کا جائزہ:

کمپنی کا خام بیمہ اور خالص بیمہ 30 جون، 2021 پر بالترتیب 2,112 ملین روپے اور 1,303 ملین روپے ریکارڈ کیا گیا ہے جبکہ 2020 کے چھ ماہ میں خام بیمہ 1,959 ملین روپے اور خالص بیمہ 1,172 ملین روپے رہا تھا۔ یہ اعداد و شمار مشکل معاشی حالات میں ٹیم ممبرز کی کٹمنٹ کو ظاہر کرتے ہیں۔ کمپنی کا کاروبار خدا کی مہربانی اور ہماری محنت کی وجہ سے مستحکم اور ترقی کر رہا ہے۔

30 جون، 2021 کے ذمہ دہنوبی نتائج 450 ملین روپے رہے جو کہ 2020 کے اسی عرصہ میں 395 ملین روپے رپورٹ ہوئے تھے۔ ذمہ دہنوبی نتائج میں بہتری رہی ہے۔ یہ انتظامی اور مارکیٹنگ سٹاف کی بہترین کامیابی ہے۔

2021 کے چھ ماہ میں قبل از ٹیکس منافع 15 فیصد اضافہ سے 498 ملین روپے رہا جو کہ 2020 میں 433 ملین روپے تھا۔ اسی طرح بعد از ٹیکس منافع 384 ملین روپے رہا۔ جبکہ 2020 کے اسی عرصہ میں قبل از ٹیکس منافع 333 ملین روپے رہا تھا۔

کمپنی کی فی حصص آمدنی 1.30 روپے ریکارڈ کی گئی جو کہ 2020 میں 1.13 روپے فی حصص تھی۔ جو کہ معمولی بہتری کے بارے میں بتاتی ہے۔

2021 کے چھ ماہ میں سرمایہ کاری آمدن کی کے ساتھ 17.510 ملین روپے رہی جبکہ 2020 میں سرمایہ کاری آمدن 26.597 ملین روپے تھی۔

کمپنی کے انتظامی اخراجات 30 جون، 2021 پر 540 ملین روپے رہے جو کہ 2020 کے اسی عرصہ میں 434 ملین روپے تھے۔

2021 کے چھ ماہ میں مکمل کاروبار کی کارکردگی کا جائزہ:

درج ذیل اعداد و شمار 30 جون، 2021 پر مکمل کاروبار کی کارکردگی کے بارے میں بتاتے ہیں:

کمپنی کے خام عطیات میں 30 جون 2021، میں خاطر خواہ اضافہ دیکھنے میں آیا ہے۔ کمپنی کے خام عطیات 2021 میں 767 ملین روپے رہے جو کہ 2020 میں 329 ملین روپے ریکارڈ کئے گئے۔

سرمایہ کاری آمدن میں اضافہ حاصل کرنے کے لئے کمپنی کی انتظامیہ نے سرمایہ کاری بڑھانے کے لئے خاص توجہ دی ہے جس کی وجہ سے سرمایہ کاری آمدن 2020 کے چھ ماہ کی نسبت

2021 کے چھ ماہ میں 2.33 گنا بڑھ گئی ہے۔ آپریٹنگ فیڈ کی سرمایہ کاری آمدن 30 جون، 2021 پر 11.617 ملین روپے رہی جو کہ 2020 میں 3.491 ملین روپے رہی تھی۔

کمپنی کے انتظامی اخراجات 2021 میں 8.42 فیصد اضافہ کے ساتھ 63.869 ملین روپے رہے جو کہ 2020 میں 58.910 ملین روپے تھے۔

کمپنی کے کاروباری معاملات کا جائزہ:

کمپنی کے ڈائریکٹرز:

کمپنی کے بورڈ آف ڈائریکٹرز کا ایکشن 30 اپریل، 2021 کو منعقد کردہ اکیسٹھ ویں سالانہ اجلاس میں ہوا، جس میں درج ذیل ڈائریکٹرز منتخب ہوئے:

☆ جناب جاوید صادق صاحب

☆ جناب محمد اکرم شاہد صاحب

☆ جناب خواص خان نیازی صاحب

☆ محترمہ ہادیہ صاحبہ

☆ جناب آغا علی امام صاحب

☆ جناب جمیل اے۔ خان صاحب

☆ جناب سید راحت علی شاہ صاحب

The United Insurance Company of Pakistan Limited

Condensed Interim Financial Statements

For The Six Months Period Ended June 30, 2021

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of The United Insurance Company of Pakistan Limited

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of The United Insurance Company of Pakistan Limited as at June 30, 2021 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in equity, and notes to and forming part of the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matters

The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the three months period ended June 30, 2021, have not been reviewed, as we are required to review only the cumulative figures for the six months period ended June 30, 2021.

The engagement partner on the audit resulting in this independent auditor's report is **Muhammad Ilyas**.



ILYAS SAEED & CO.

Chartered Accountants

LAHORE

Date: August 27, 2021

In case of any discrepancy on the Company's website and the published material, the auditors shall only be responsible in respect of the information contained in the hard copies of the reviewed financial statements available at the Company's registered office.

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at June 30, 2021

	Note	Un-Audited	Audited
		June 30, 2021	December 31, 2020
----- Rupees -----			
ASSETS			
Property and equipment	5	1,196,641,206	1,209,975,221
Intangible assets	6	1,732,493	1,977,670
Investment property	7	31,032,870	31,181,171
Investments in subsidiary and associate Investments	8	2,087,429,502	1,933,915,396
Equity securities	9	48,124,752	48,163,076
Debt securities	10	325,390,934	379,351,873
Term deposits	11	170,097,872	170,097,872
Total in Window Takaful Operations	11A	936,230,203	754,035,663
Loans and other receivables	12	131,903,637	129,665,096
Insurance / reinsurance receivables	13	1,501,879,071	1,509,586,735
Reinsurance recoveries against outstanding claims	24	1,322,891,938	1,349,738,271
Salvage recoveries accrued		-	-
Deferred commission expense / acquisition cost	25	221,965,351	212,908,956
Deferred taxation	14	-	-
Taxation - payment less provision		-	-
Prepayments	15	1,047,168,672	1,672,850,841
Cash & bank	16	658,439,452	457,296,874
Total Assets		9,680,927,953	9,860,744,715
EQUITY AND LIABILITIES			
Capital and reserve attributable to Company's equity holders			
Ordinary share capital	17	2,950,000,000	2,950,000,000
Share premium		-	-
Reserves	18	51,383,016	52,845,811
Unappropriated profit		1,164,189,533	751,251,334
Total Equity		4,165,572,549	3,754,097,145
Surplus on revaluation of fixed assets		359,565,163	380,300,236
LIABILITIES			
Total liabilities in window takaful operations	11 A	203,896,926	44,645,972
Underwriting provisions			
Outstanding claims including IBNR	24	1,812,753,910	1,758,414,109
Unearned premium reserves	23	1,779,096,938	2,322,406,326
Premium deficiency reserves		22,426,039	-
Unearned reinsurance commission	25	137,602,476	196,587,940
Retirement benefit obligations		-	-
Deferred taxation	14	141,204,758	151,341,783
Borrowings	19	73,631,168	91,484,644
Premium received in advance		-	-
Insurance / Reinsurance payables	20	567,347,045	862,236,702
Other creditors and accruals	21	183,349,640	113,786,352
Taxation - provision less payment		234,481,341	185,443,506
Total Liabilities		4,951,893,315	5,681,701,362
Total Equity and Liabilities		9,680,927,953	9,860,744,715
CONTINGENCY(IES) AND COMMITMENT(S)	22	-	-

The annexed notes from 1 to 41 form an integral part of these condensed interim financial statements.



Muhammad Akram Shahid
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Syed Rahat Ali Shah
Director



Javaid Sadiq
Chairman

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT

For the Six Months Period Ended June 30, 2021

	Note	Un-Audited		Un-Audited	
		Three months ended		Six months ended	
		June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
----- Rupees -----					
Net insurance premium	23	588,696,038	533,781,532	1,303,143,720	1,171,747,113
Net insurance claims	24	(79,847,936)	(153,042,517)	(237,668,497)	(315,340,987)
Premium deficiency		(22,426,039)	(31,657,750)	(22,426,039)	5,504,136
Net commission and other acquisition costs	25	(41,367,822)	(8,946,796)	(63,740,104)	(48,788,853)
Insurance claims and acquisition expenses		(143,641,797)	(193,647,063)	(323,834,640)	(358,625,704)
Management expenses	26	(286,053,458)	(230,286,029)	(529,452,492)	(418,094,207)
Underwriting results		159,000,783	109,848,440	449,856,588	395,027,202
Investment income	27	7,173,528	12,841,292	17,510,524	26,597,708
Rental income	28	752,400	684,000	1,504,800	1,368,000
Other income	29	7,786,975	8,752,688	14,955,848	15,612,678
Other expenses	30	(4,783,663)	(5,658,255)	(10,998,780)	(15,771,751)
Results of operating activities		169,930,023	126,468,165	472,828,980	422,833,837
Finance cost	31	(1,353,439)	(2,553,662)	(3,455,195)	(7,107,144)
Share of profit from associate		201,199	6,711,862	3,514,106	13,168,796
Profit from window takaful operations		(1,232,217)	587,571	25,460,910	4,204,359
Profit before tax		167,545,566	131,213,936	498,348,801	433,099,848
Income tax expense	32	(32,477,136)	(23,053,657)	(114,614,932)	(99,801,221)
Profit after tax		135,068,430	108,160,279	383,733,869	333,298,627
Earnings (after tax) per share - basic and diluted (Restated)	33	0.46	0.37	1.30	1.13

The annexed notes from 1 to 41 form an integral part of these condensed interim financial statements.



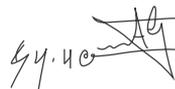
Muhammad Akram Shahid
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Syed Rahat Ali Shah
Director



Javaid Sadiq
Chairman

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For the Six Months Period Ended June 30, 2021

	Un-Audited		Un-Audited	
	Three months ended		Six months ended	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
	----- Rupees -----			
Profit after tax	135,068,430	108,160,279	383,733,869	333,298,627
Other comprehensive income/ (loss):				
Items to be re-classified to profit and loss account in subsequent period:				
Unrealized gain (loss) on revaluation of available-for-sale investments - net off deferred tax	1,700,064	6,971,242	(828,942)	(13,284,491)
Reclassification adjustments relating to available-for-sale investments disposed off during the period - net off deferred tax	961,891	81,492	1,153,445	61,541
Unrealized (loss) on revaluation of available-for-sale mutual funds - net off deferred tax	-	(113,813)	-	(113,813)
Share of other comprehensive (loss)/income from takaful:				
Unrealized gains (loss) on revaluation of available-for-sale investments - net off deferred tax	1,461,287	1,521,672	209,547	(10,943,290)
Reclassification adjustments relating to available-for-sale investments disposed off during the period - net off deferred tax	-	-	(1,996,845)	6,674,029
	4,123,242	8,460,592	(1,462,795)	(17,606,024)
Items not to be re-classified to profit and loss account in subsequent period:				
Share of other comprehensive income / (loss) from takaful:	-	-	-	-
Share of other comprehensive income/ (loss) from associate	-	-	-	-
	4,123,242	8,460,592	(1,462,795)	(17,606,024)
Total comprehensive income for the period	139,191,672	116,620,871	382,271,074	315,692,603

The annexed notes from 1 to 41 form an integral part of these condensed interim financial statements.



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Chairman

CONDENSED INTERIM CASH FLOW STATEMENT

For the Six Months Period Ended June 30, 2021

	Un-Audited June 30, 2021	Un-Audited June 30, 2020
	----- Rupees -----	
OPERATING CASH FLOWS		
a) Underwriting activities		
Insurance premium received	1,944,685,708	1,890,375,632
Reinsurance premium paid	(1,029,750,431)	(873,338,035)
Claims paid	(638,522,343)	(937,636,387)
Reinsurance and other recoveries received	656,751,130	658,519,531
Commission paid	(245,963,353)	(215,089,502)
Commission received	114,181,390	166,174,201
Management expenses paid	(468,916,501)	(476,045,549)
Net cash flow from underwriting activities	332,465,600	212,959,891
b) Other operating activities		
Income tax paid	(65,577,097)	(33,520,034)
General expenses paid	(10,998,780)	(15,771,751)
Other operating receipts/(payments)	86,857,736	(40,359,772)
Loans advanced	(10,742,444)	(906,040)
Loan repayments received	7,775,521	-
Net cash flow from other operating activities	7,314,936	(90,557,597)
Total cash flow from all operating activities	339,780,536	122,402,294
INVESTMENT ACTIVITIES:		
Profit/ return received	22,240,952	29,718,090
Dividend received	1,085,250	-
Rental received	1,504,800	1,368,000
Payment for investment/ investment properties	(281,902,134)	(129,814,302)
Proceeds from investment/ investment properties	186,358,443	-
Fixed capital expenditure	(27,591,271)	(56,346,585)
Proceeds from sale of property and equipment	7,369,319	7,029,695
Assets in Window Takaful Operations	(22,943,586)	1,808,684
Total cash flow from investing activities	(113,878,227)	(146,236,418)
FINANCING ACTIVITIES:		
Proceeds from issuance of shares	-	-
Interest paid	(2,779,255)	(7,107,145)
Loan received	-	-
Loan paid	-	-
Dividends paid	-	-
Lease liability paid	(21,980,476)	(23,429,826)
Total cash flow from financing activities	(24,759,731)	(30,536,971)
Net cash flow from all activities	201,142,578	(54,371,095)
Cash and cash equivalents at the beginning of the period	457,296,874	266,125,644
Cash and cash equivalents at the end of the period	658,439,452	211,754,549

CONDENSED INTERIM CASH FLOW STATEMENT

For the Six Months Period Ended June 30, 2021

	Un-Audited June 30, 2021	Un-Audited June 30, 2020
----- Rupees -----		
Reconciliation to Profit and Loss Account		
Operating cash flows	339,780,536	122,402,293
Depreciation & amortization expense	(68,147,286)	(73,209,326)
Finance charges on lease rentals	(2,779,255)	(7,107,144)
Profit on disposal of property and equipment	2,140,606	(817,803)
Rental income	1,504,800	-
Dividend income	1,085,250	564,168
Share of profit from associate	3,514,106	13,168,796
Increase / (decrease) in assets other than cash	(331,566,644)	(85,968,792)
(Increase) / decrease in liabilities other than borrowings	392,895,788	334,028,536
Gain and other investment income	22,362,379	26,033,540
Income from Window Takaful Operations	22,943,589	4,204,359
Profit after Taxation	383,733,869	333,298,627

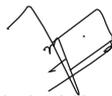
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Chief Executive Officer



Huma Waheed
Director



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Chairman

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the Six Months Period Ended June 30, 2021

	Attributable to Equity Holders of the Company						Total
	Share capital	Capital reserve	Reserve for issue of bonus shares	General reserve	Available for sale reserve	Unappropriated profit	
	----- Rupees -----						
Balance as at January 01, 2020 (Audited)	2,601,016,820	-	-	75,115,917	(25,217,084)	786,630,047	3,437,545,700
Transfer to reserve for issue of bonus shares	-	-	348,983,180	-	-	(348,983,180)	-
Bonus share reserve capitalized on issuance of shares	348,983,180	-	(348,983,180)	-	-	-	-
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation- net of tax	-	-	-	-	-	27,607,515	27,607,515
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	333,298,627	333,298,627
Other comprehensive income	-	-	-	-	(17,606,024)	-	(17,606,024)
	-	-	-	-	(17,606,024)	333,298,627	315,692,603
Balance as at June 30, 2020 (Un-Audited)	2,950,000,000	-	-	75,115,917	(42,823,108)	798,553,009	3,780,845,818
Balance as at January 01, 2021 (Audited)	2,950,000,000	-	-	75,115,917	(22,270,106)	751,251,334	3,754,097,145
Transfer to reserve for issue of bonus shares	-	-	-	-	-	-	-
Bonus share reserve capitalized on issuance of shares	-	-	-	-	-	-	-
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation- net of tax	-	-	-	-	-	29,204,330	29,204,330
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	383,733,869	383,733,869
Other comprehensive income	-	-	-	-	(1,462,795)	-	(1,462,795)
	-	-	-	-	(1,462,795)	383,733,869	382,271,074
Balance as at June 30, 2021 (Un-Audited)	2,950,000,000	-	-	75,115,917	(23,732,901)	1,164,189,533	4,165,572,549

The annexed notes from 1 to 41 form an integral part of these condensed interim financial statements.



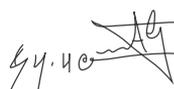
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Javaid Sadiq
Chairman

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021 (Un-Audited)

1 LEGAL STATUS AND NATURE OF BUSINESS

The United Insurance Company of Pakistan Limited ("the Company") was incorporated on October 20, 1959, in Pakistan as a Public Limited Company under the Defunct Companies Act, 1913, now the Companies Act, 2017, and its shares are quoted on Pakistan Stock Exchange Limited. The Registered Office of the Company is situated at 204, 2nd floor, Madina City Mall, Abdullah Haroon Road, Saddar, Karachi, in the province of Sindh, and its Head Office is located in Lahore, in the province of Punjab. The principal activity of the Company is General Insurance Business and it qualifies as a domestic insurance company under the Insurance Ordinance, 2000 and undertakes Fire & Property Damage, Marine Aviation & Transport, Motor, Crop and Miscellaneous General Insurance. The Company has been allowed to carry on Window Takaful Operation on August 18, 2014 by the Securities and Exchange Commission of Pakistan (SECP) under the Takaful Rules, 2012. The Company has not transacted any insurance business outside Pakistan.

For the purpose of carrying on takaful business, the Company has formed a Waqf/ Participants' Takaful Fund (PTF) on June 09, 2014 under a trust deed. The trust deed governs the relationship of shareholders and policy holders for management of takaful operations.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the requirements of International Accounting Standard 34 - Interim Financial Reporting and the requirements of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the General Takaful Accounting Regulations, 2019 and the Takaful Rules, 2012 read with Circular No. 25 of 2015 issued on July 9, 2015 and the directives issued by SECP. Wherever the requirements of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the General Takaful Accounting Regulations, 2019 and the Takaful Rules 2012 read with Circular No. 25 of 2015 issued on July 9, 2015 or directives issued by the Securities and Exchange Commission of Pakistan differ with the requirements of the standard, the requirements of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the General Takaful Accounting Regulations, 2019 and the Takaful Rules 2012 read with Circular No. 25 of 2015 issued on July 9, 2015 and the requirements of the said directives take precedence.

These condensed interim financial statements does not include all the information and disclosures required in the financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2020.

2.1 Basis of measurement

The condensed interim financial statements have been prepared under the historical cost convention except for certain property and equipment which are measured at revalued amount and certain financial instruments which are measured at fair value.

2.2 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees which is the Company's functional and presentation currency. All figures have been rounded to the nearest rupee, unless otherwise stated.

2.3 Standards, interpretations and amendments effective in (current year)

The Company has adopted the following amendments in accounting standards and interpretations of IFRS which became effective for the current period:

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021 (Un-Audited)

Standards, Amendments and Interpretations		Effective date (Annual periods beginning on or after)
IFRS-4	Amendments to IFRS 4 - Insurance Contracts - Amended by Interest Rate Benchmark Reform — Phase 2	1-Jan-2021
IFRS-7	Amendments to IFRS 7 - Financial Instruments: Disclosures - Interest Rate Benchmark Reform Phase 2	1-Jan-2021
IFRS 16	Leases - Amended by Interest Rate Benchmark Reform — Phase 2	1-Jan-2021

2.4 Standards, interpretations, and amendments not effective at year end

The following revised standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan have not become effective during current period:

IFRS-3	Amendments to IFRS 3 - Business Combinations - Amended by reference to the Conceptual Framework.	1-Jan-2022
IFRS-9	Financial Instruments - Amended by Annual Improvements to IFRS Standards 2018–2020	1-Jan-2022
IAS 1	Presentation of Financial Statements - Amended by Classification of Liabilities as Current or Non-current.	1-Jan-2023
IAS 16	Amendments to IAS 16 - Property, Plant and Equipment - Amendments relating prohibition of deducting any proceeds from selling items produced from the cost of an item of property, plant and equipment while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management.	1-Jan-2022
IAS 37	Amendments to IAS 37 - Provisions, Contingent Liabilities and Contingent Assets - Amended by Onerous Contracts — Cost of Fulfilling a Contract.	1-Jan-2022
IFRS 1	First-time Adoption of International Financial Reporting Standards - Amended by Annual Improvements to IFRS Standards 2018–2020	1-Jan-2022
IFRS 17	Insurance Contracts - Amended by Amendments to IFRS 17	1-Jan-2023
IAS 12	Income Taxes – Amended by Deferred Tax related to Assets and Liabilities arising from a Single Transaction.	1-Jan-2023

2.5 Standards, interpretations and amendments becoming effective in future period but not relevant:

There are certain new standards, amendments to standards and interpretations that are effective for different future periods but are considered not to be relevant to Company's operations, therefore not disclosed in these financial statements.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of the condensed interim financial statements as at June 30, 2021 are the same as those adopted in the preparation of the financial statements for the year ended December 31, 2020.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements requires management to make judgments, estimates and assumptions that require the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended December 31, 2020.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

	Note	Un-Audited	Audited
		June 30, 2021	December 31, 2020
		----- Rupees -----	
5	PROPERTY AND EQUIPMENT		
Operating assets at net book value - Owned	5.1	1,047,024,201	1,068,718,779
Operating assets at net book value - Right-of-use assets	5.2	96,310,041	120,075,733
Capital work-in-progress	5.3	53,306,964	21,180,709
		1,196,641,206	1,209,975,221
5.1	Opening net book value	1,068,718,779	1,107,761,779
Add: Additions made during the period at cost		23,464,271	57,000,181
Add: Transfers made during the period at cost		28,046,537	68,523,280
Add: Accumulated depreciation reversed on disposals made during the period		12,332,134	22,604,869
Less: Disposals made during the period at cost		(17,629,867)	(37,196,998)
Less: Accumulated depreciation reversed on matured assets made during the period		(11,934,691)	(22,916,832)
Less: Depreciation for the period		(55,972,962)	(127,057,520)
Closing net book value		1,047,024,201	1,068,718,779
5.2	Opening net book value	120,075,733	137,850,000
Add: Additions made during the period at cost		4,127,000	51,743,000
Less: Transfers made during the period at cost		(28,046,537)	(68,523,280)
Add: Accumulated depreciation reversed on matured assets made during the period		11,934,691	22,916,832
Less: Depreciation for the period		(11,780,846)	(23,910,819)
Closing net book value		96,310,041	120,075,733
5.3	Opening net book value	21,180,709	-
Additions made during the period		32,126,255	21,180,709
Closing net book value		53,306,964	21,180,709

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

	Note	Un-Audited	Audited
		June 30, 2021	December 31, 2020
		----- Rupees -----	
6	INTANGIBLE ASSETS		
	Opening net book value	1,977,670	2,636,894
	Add: Additions made during the period at cost	-	-
	Less: Amortization for the period	(245,177)	(659,224)
	Net book value	1,732,493	1,977,670
7	INVESTMENT PROPERTY		
	Opening net book value	31,181,171	5,270,660
	Add: Additions made during the period at cost	-	26,200,000
	Less: Depreciation for the period	(148,301)	(289,489)
	Net book value	31,032,870	31,181,171
8	INVESTMENT IN SUBSIDIARY AND ASSOCIATE		
	Investment in associate	8.1 712,260,286	708,746,180
	Share deposit money	8.2 1,113,015,264	963,015,264
	Advance for purchase of shares	8.3 262,153,952	262,153,952
		2,087,429,502	1,933,915,396
8.1	Investment in associate - Apna Microfinance Bank Limited		
8.1.1	Movement of investment in associate		
	Beginning of the year	708,746,180	692,183,678
	Acquisition/ (Disposal) of investment in associate	-	-
		708,746,180	692,183,678
	Share of profit during the period	3,514,106	16,562,502
	Less: Dividend received	-	-
	Change in comprehensive income	-	-
	End of the period	712,260,286	708,746,180

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

Note	Un-Audited	Audited
	June 30, 2021	December 31, 2020

The Company's interests in its associate are as follows:

8.1.2 Particulars of investment in associate

June 30, 2021	December 31, 2020	Face value per share (Rupees)	Name of Associate	Un-Audited June 30, 2021	Audited December 31, 2020
153,073,308	153,073,308	10	Apna Microfinance Bank Limited	712,260,286	708,746,180

Market value of investment and percentage of holding in associate are Rs. 2,998,706,104/- and 44.50% respectively (2020: Rs. 3,535,993,415/- and 44.50%). 153,073,308 (2020: 153,073,308) number of shares in associate are frozen with CDC under the provision of section 10(2) of the Microfinance Institutions Ordinance, 2001.

8.1.3 Summarised financial information of APNA Microfinance Bank Limited is disclosed hereunder:

Total assets	24,960,454,406	28,831,387,482
Total liabilities	22,543,371,628	26,572,139,525
Total equity	2,417,082,778	2,259,247,957
Revenue	1,659,269,380	1,687,984,307
Profit before tax	17,996,331	44,740,629
Profit after tax	7,896,867	29,592,801

8.2 Share deposit money

Apna Microfinance Bank Limited	1,113,015,264	963,015,264
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8.3 Advance for purchase of shares

Advance for purchase of shares	8.3.1	262,153,952	262,153,952
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8.3.1 These advances have been given for the purchase of shares of M/s. Apna Microfinance Bank Limited to the other sponsors / shareholders of M/s. Apna Microfinance Bank Limited.

9 INVESTMENTS IN EQUITY SECURITIES

Available for sale	9.1	48,124,752	48,163,076
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9.1 Available for sale

Listed shares	9.2	63,057,376	63,552,747
Less: unrealized (loss) on revaluation of investment		(14,932,624)	(15,389,671)
Carrying value		48,124,752	48,163,076
		48,124,752	48,163,076

9.2 Cost of ordinary shares of quoted companies as at June 30, 2021 is Rs. 63,057,376/- (2020: Rs. 63,552,747/-).

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

	Note	Un-Audited	Audited
		June 30, 2021	December 31, 2020
		----- Rupees -----	
10	INVESTMENTS IN DEBT SECURITIES		
	Held to maturity		
	Government securities	10.1 317,893,350	311,856,927
	Treasury Bills	7,497,584	67,494,946
		325,390,934	379,351,873
10.1	The Pakistan Investment Bonds amounting to Rs. 298,600,000/- (2020: Rs. 298,600,000/-) are placed as statutory deposit with the State Bank of Pakistan in accordance with the requirements of clause (a) of the sub-section 2 of section 29 of the Insurance Ordinance, 2000.		
11	INVESTMENTS IN TERM DEPOSITS		
	Held to maturity		
	Deposits maturing within 12 months	170,097,872	170,097,872
	Deposits maturing after 12 months	-	-
		170,097,872	170,097,872
11A	TOTAL ASSETS IN WINDOW TAKAFUL OPERATIONS		
	Total assets in Operator's fund	936,230,203	754,035,663
	Total liabilities in Operator's fund	(203,896,926)	(44,645,972)
	Net assets in Window Takaful Operations (WTO)	11A.1 732,333,277	709,389,691
11A.1	Movement of Investment in Window Takaful Operations (WTO)		
	Balance at beginning of the year	709,389,691	706,359,246
	Share in profit of WTO	25,460,910	1,708,660
	Share in other comprehensive income of WTO	(2,517,321)	1,321,785
	Net assets in Window Takaful Operations (WTO)	732,333,277	709,389,691
12	LOANS AND OTHER RECEIVABLES		
	Unsecured and considered good		
	Receivable from related parties	12.1 5,520,820	2,834,805
	Rent receivable	186,450	-
	Accrued investment income	20,296,893	26,112,571
	Lease security deposits	19,160,300	15,672,650
	Other security deposits	44,741,288	36,990,881
	Loans to employees	20,753,861	17,786,938
	Branch balance receivable	3,951,417	8,551,217
	Other receivable	17,292,608	21,716,034
		131,903,637	129,665,096

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

- 12.1 Represents amount due from M/s United Track System (Pvt) Ltd. and Tawasul Healthcare TPA (Private) Ltd., associated undertakings, amounting to Rs. 3,897,820/- (2020 Rs. 1,574,805/-) and Rs. 1,623,000/- (2020: Rs. 1,260,000/-) respectively.

	Un-Audited		Audited	
	June 30, 2021		December 31, 2020	
Note	----- Rupees -----			
13	INSURANCE / REINSURANCE RECEIVABLES			
	<i>- Unsecured and considered good</i>			
	Due from insurance contract holders	1,281,504,932	1,114,501,446	
	Less : Provision for impairment of receivables from insurance contract holders	-	-	
	Due from other insurers / reinsurers	220,374,139	395,085,289	
	Less : Provision for impairment of due from other insurers / reinsurers	-	-	
		1,501,879,071	1,509,586,735	
14	DEFERRED TAXATION			
	Deferred tax liability	141,204,758	151,341,783	
15	PREPAYMENTS			
	Prepaid reinsurance premium ceded	1,047,168,672	1,664,162,760	
	Prepaid rent	-	8,688,081	
	Prepaid miscellaneous expenses	-	-	
		1,047,168,672	1,672,850,841	
16	CASH & BANK			
	Cash and cash equivalents			
	- Cash in hand	386,856	136,365	
	- Policy & revenue stamps, bond papers	-	-	
	Cash at bank			
	- Current accounts	526,285,148	378,465,619	
	- Saving accounts	131,767,448	78,694,890	
		658,052,596	457,160,509	
		658,439,452	457,296,874	

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

17 ORDINARY SHARE CAPITAL

17.1 Authorized share capital

June 30, 2021	December 31, 2020	Note	Un-Audited	Audited
			June 30, 2021	December 31, 2020
(Number of shares)			----- Rupees -----	
400,000,000	300,000,000	Ordinary shares of Rs. 10/- each	4,000,000,000	3,000,000,000

17.2 Issued, subscribed and paid-up share capital

10,963,475	10,963,475	Ordinary shares of Rs. 10/- each fully paid in cash	109,634,750	109,634,750
284,036,525	284,036,525	Ordinary shares of Rs. 10/- each issued as fully paid bonus shares	2,840,365,250	2,840,365,250
295,000,000	295,000,000		2,950,000,000	2,950,000,000

Reconciliation of issued, subscribed and paid up share capital

295,000,000	260,101,682	Ordinary shares of Rs. 10/- each fully paid in cash	2,950,000,000	2,601,016,820
-	34,898,318	Bonus shares issued during the period	-	348,983,180
295,000,000	295,000,000		2,950,000,000	2,950,000,000

18 RESERVES

General reserve	75,115,917	75,115,917
Available for sale reserve	(23,732,901)	(22,270,106)
	51,383,016	52,845,811

19 BORROWINGS

Liabilities against assets subject to finance lease	19.1	73,631,168	91,484,644
19.1 Opening Balance		91,484,644	77,823,296
Add: Disbursement during the period		4,273,281	57,795,368
Less: Repaid during the period		(22,126,757)	(44,134,020)
		73,631,168	91,484,644

20 INSURANCE / REINSURANCE PAYABLES

Due to insurance contract holders	-	-
Due to insurers / reinsurers	567,347,045	862,236,702
	567,347,045	862,236,702

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

	Note	Un-Audited	Audited
		June 30, 2021	December 31, 2020
		----- Rupees -----	
21	OTHER CREDITORS AND ACCRUALS		
	Agents commission payable	51,250,439	-
	Federal Excise Duty / Sales Tax	8,531,317	23,818,415
	Federal Insurance Fee	6,287,340	10,953,344
	Payable to related parties	-	-
	Accrued expenses	3,570,527	2,042,527
	Other tax payables	24,216,465	22,396,541
	Unpaid and unclaimed dividend	6,898,912	6,898,912
	Provident fund contribution	4,976,596	3,604,445
	Auditors' remuneration	665,500	3,575,000
	Others	76,952,544	40,497,168
		183,349,640	113,786,352
22	CONTINGENCY(IES) AND COMMITMENT(S)		
22.1	Contingencies		
	There is no change in the status of contingent liabilities since the end of last annual reporting period December 31, 2020.		
22.2	Commitments		
	There are following commitments on balance sheet date		
	For future Ijarah rentals payable	22.2.1 6,492,532	11,208,152
22.2.1	Commitments for rentals under Ijarah contracts in respect of vehicles are as follows:		
	Not later than one year	6,340,750	8,389,625
	Later than one year and not later than five years	151,782	2,818,527
	Later than five years	-	-
		6,492,532	11,208,152

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

	Note	Un-Audited		Un-Audited	
		Three months ended		Six months ended	
		June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
----- Rupees -----					
23	NET INSURANCE PREMIUM				
	Written Gross Premium	1,087,052,378	845,960,314	2,111,689,194	1,958,787,919
	Add: Unearned premium reserve - Opening	1,924,936,025	1,553,772,290	2,322,406,326	1,550,169,310
	Less: Unearned premium reserve - Closing	(1,779,096,938)	(1,320,589,278)	(1,779,096,938)	(1,320,589,278)
	Premium earned	1,232,891,465	1,079,143,326	2,654,998,582	2,188,367,951
	Less: Reinsurance premium ceded	365,549,671	478,476,397	734,860,774	978,419,845
	Add: Prepaid reinsurance premium - Opening	1,325,814,428	1,018,395,442	1,664,162,760	989,711,038
	Less: Prepaid reinsurance premium - Closing	(1,047,168,672)	(951,510,045)	(1,047,168,672)	(951,510,045)
	Reinsurance expense	644,195,427	545,361,794	1,351,854,862	1,016,620,838
		588,696,038	533,781,532	1,303,143,720	1,171,747,113
24	NET INSURANCE CLAIMS EXPENSE				
	Claims Paid	332,828,888	451,987,420	638,522,343	937,636,387
	Add: Outstanding claims including IBNR - Closing	24.1 1,812,753,910	1,692,613,509	1,812,753,910	1,692,613,509
	Less: Outstanding claims including IBNR - Opening	(1,993,825,604)	(1,752,409,839)	(1,758,414,109)	(1,891,240,875)
	Claims expense	151,757,194	392,191,090	692,862,144	739,009,021
	Less: Reinsurance and other recoveries received	259,201,439	384,369,409	482,039,980	674,789,926
	Add: Reinsurance and other recoveries in respect of outstanding claims - Closing	1,322,891,938	1,162,501,204	1,322,891,938	1,162,501,204
	Less: Reinsurance and other recoveries in respect of outstanding claims - Opening	(1,510,184,119)	(1,307,722,040)	(1,349,738,271)	(1,413,623,096)
	Reinsurance and other recoveries revenue	71,909,258	239,148,573	455,193,647	423,668,034
		79,847,936	153,042,517	237,668,497	315,340,987

24.1 The aforesaid includes outstanding claims of Rs. 442,372,389/- (2020: Rs. 442,372,389/-) which are payable to a related party.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

	Un-Audited		Un-Audited	
	Three months ended		Six months ended	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
	----- Rupees -----			
25 NET COMMISSION AND OTHER ACQUISITION COSTS				
Commission paid or payable	141,168,138	144,085,777	245,963,353	215,089,502
Add: Deferred commission expense - Opening	204,914,068	183,621,994	212,908,956	240,000,231
Less: Deferred commission expense - Closing	(221,965,351)	(221,575,221)	(221,965,351)	(221,575,220)
Net Commission	124,116,855	106,132,550	236,906,958	233,514,513
Less: Commission received or recoverable	52,741,164	70,644,656	114,181,390	166,174,201
Add: Unearned re-insurance commission - Opening	167,610,345	195,651,836	196,587,940	187,662,197
Less: Unearned re-insurance commission - Closing	(137,602,476)	(169,110,738)	(137,602,476)	(169,110,738)
Commission from reinsurers	82,749,033	97,185,754	173,166,854	184,725,660
	41,367,822	8,946,796	63,740,104	48,788,853
26 MANAGEMENT EXPENSES	286,053,458	230,286,029	529,452,492	418,094,207
27 INVESTMENT INCOME				
Income from equity securities				
<i>Available for sale</i>				
Dividend income on shares	1,032,750	191,493	1,085,250	191,493
Dividend income on mutual fund	-	372,675	-	372,675
Income from debt securities				
<i>Held to maturity</i>				
Return on Government securities - T-bills	137,348	19,934	555,244	19,934
Return on Government securities - PIBs	6,438,080	6,088,812	12,739,044	12,187,948
Income from term deposits				
Return on term deposits	1,739,083	6,130,911	4,019,723	13,138,081
	9,347,261	12,803,825	18,399,261	25,910,131
Net realized gains / (loss) on investments				
<i>Available for sale financial assets</i>				
-Equity securities	(1,926,676)	73,073	121,447	773,728
Total investment income	7,420,585	12,876,898	18,520,708	26,683,859
Less: Investment related expenses	(247,057)	(35,606)	(1,010,184)	(86,151)
Net Investment Income	7,173,528	12,841,292	17,510,524	26,597,708
28 RENTAL INCOME	752,400	684,000	1,504,800	1,368,000
29 OTHER INCOME	7,786,975	8,752,688	14,955,848	15,612,678
30 OTHER EXPENSES	4,783,663	5,658,255	10,998,780	15,771,751

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

	Un-Audited		Un-Audited	
	Three months ended		Six months ended	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
----- Rupees -----				
31 FINANCE COST				
Financing cost	1,311,005	2,553,662	2,779,255	7,107,144
Exchange loss	42,434	-	675,940	-
	1,353,439	2,553,662	3,455,195	7,107,144
32 INCOME TAX EXPENSE				
For the period				
-Current	36,895,054	40,919,599	109,671,766	112,021,934
-Deferred	(10,431,373)	-	(1,070,289)	-
For the prior year(s)				
-Current	6,013,455	-	6,013,455	-
-Deferred	-	(17,865,942)	-	(12,220,713)
	32,477,136	23,053,657	114,614,932	99,801,221
33 EARNINGS PER SHARE				
Basic earnings per share is calculated by dividing the net profit for the year by the weighted average number of shares as at the period end as follows:				
Profit after tax for the period	135,068,430	108,160,279	383,733,869	333,298,627
	Number of shares		Number of shares	
Weighted average number of ordinary shares of Rs. 10/- each	295,000,000	295,000,000	295,000,000	295,000,000
----- Rupees -----				
Earnings per share - basic and diluted (Restated)	0.46	0.37	1.30	1.13
No figure for diluted earnings per share has been presented as the Company has not issued any instrument which would have an impact on earnings per share when exercised.				
34 COMPENSATION OF DIRECTORS AND EXECUTIVES				
Remuneration of chief executive & directors during the period	12,052,576	3,203,900	17,008,294	6,407,800
Remuneration of key management personnel during the period	57,529,528	37,150,023	115,572,783	74,300,046

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

35 RELATED PARTY TRANSACTIONS

Related parties comprise of chief executive officer, directors, major shareholders, key management personnel, associated companies, entities with common directors and employee retirement benefit funds. The transactions with related parties are carried out at commercial terms and conditions and compensation to key management personnel is on employment terms. The transactions and balances with related parties other than those which have been specifically disclosed elsewhere in these financial statements are as follows:

Nature of relationship	Nature of transaction	Un-Audited	
		June 30, 2021	Audited December 31, 2020
----- Rupees -----			
Balances at period end:			
Associated undertakings	Receivable at period end	5,520,820	2,834,805
	Investment through equity shares at period end	712,260,286	708,746,180
	Share deposit money at period end	1,113,015,264	963,015,264
	Bank deposits at period end	141,052,560	8,607,578
	Claims lodged / payable	442,372,389	442,372,389
Associated persons	Advance for purchase of shares at period end	262,153,952	262,153,952
Key management personnel	Loan to key management personnel at period end	20,753,861	9,509,384
Employees' Provident Fund	Payable to defined contribution plan at period end	2,562,956	3,246,410
Transactions during the period:			
		Un-Audited	
		Three months ended	Six months ended
		June 30, 2021	June 30, 2020
		June 30, 2021	June 30, 2020
----- Rupees -----			
	Motor tracking devices purchased during the period	8,525,500	2,176,000
	Motor tracking device charges paid during the period	8,253,570	8,275,375
	Device monitoring charges paid during the period	2,721,000	3,219,000
	Rental income received during the period	472,725	652,750
	Health service charges during the period	1,518,700	2,493,750
	Interest received on bank deposits during the period	-	62,901
	Cash deposited in bank deposits during the period	929,638,963	139,710,641
	Cash withdrawals in bank deposits during the period	802,170,345	370,105,038
	Claims paid during the period	-	25,000,000
	Share deposit money paid during the period	-	-
	Key management personnel		
	Professional fee/ remuneration of key management personnel	69,582,104	40,353,923
	Employees' provident fund		
	Employer's Contributions made during the period	6,189,971	5,035,097

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

36 SEGMENT INFORMATION

The operator has five primary business segments for reporting purposes namely fire and property damage, marine aviation and transport, motor, crop & miscellaneous.

Assets and liabilities, wherever possible have been assigned to the following segments based on specific identification or allocated on the basis of Premium written by each segment.

2021 (Un-audited)	FIRE AND PROPERTY DAMAGE	MARINE AVIATION AND TRANSPORT	MOTOR	CROP	MISCELLANEOUS	TREATY	Total
----- Rupees -----							
Gross Written Premium (Inclusive of Admin surcharge)	332,432,082	141,548,836	336,498,366	608,062,362	693,147,548	-	2,111,689,194
Insurance premium earned	440,131,037	147,794,143	398,083,187	403,282,793	1,265,707,422	-	2,654,998,582
Insurance premium ceded to Reinsurance	(211,694,204)	(80,180,595)	(155,686,718)	(166,340,784)	(737,952,561)	-	(1,351,854,862)
Net insurance premium	228,436,833	67,613,548	242,396,469	236,942,009	527,754,861	-	1,303,143,720
Commission income	13,335,812	9,566,214	34,841,633	36,150,659	79,272,536	-	173,166,854
Net underwriting income	241,772,645	77,179,762	277,238,102	273,092,668	607,027,397	-	1,476,310,574
Insurance claims	(201,847,658)	(37,045,245)	(125,953,190)	(125,272,798)	(202,743,253)	-	(692,862,144)
Insurance claims recovered from reinsurance	167,069,781	27,873,446	69,167,852	1,677,879	189,404,689	-	455,193,647
Net claims	(34,777,877)	(9,171,799)	(56,785,338)	(123,594,919)	(13,338,564)	-	(237,668,497)
Commission expenses	(63,351,532)	(15,729,050)	(49,291,449)	(42,322,438)	(66,212,489)	-	(236,906,958)
Management expenses	(92,811,291)	(27,470,617)	(98,482,932)	(96,266,847)	(214,420,806)	-	(529,452,492)
Premium deficiency expense	(22,426,039)	-	-	-	-	-	(22,426,039)
Net insurance claims and expenses	(213,366,739)	(52,371,466)	(204,559,719)	(262,184,204)	(293,971,859)	-	(1,026,453,986)
Underwriting results	28,405,906	24,808,296	72,678,383	10,908,464	313,055,538	-	449,856,588
Net investment income							17,510,524
Rental income							1,504,800
Other income							14,955,848
Other expenses							(10,998,780)
Finance cost							(3,455,195)
Profit from Window Takaful Operations							25,460,910
Share of profit from associates							3,514,106
Profit before tax							498,348,801
							Un-audited June 30, 2021
Segment assets - Conventional	836,172,485	139,590,165	532,525,354	632,075,779	1,869,178,373		4,009,542,156
Segment assets - Takaful OPF	65,007,647	68,345,493	118,494,538	-	301,847,525		553,695,204
Unallocated assets - Conventional							4,735,155,594
Unallocated assets - Takaful OPF							382,534,999
Total assets							9,680,927,953
Segment liabilities - Conventional	825,083,071	115,794,131	608,436,378	851,776,228	1,895,710,561		4,296,800,369
Segment liabilities - Takaful OPF	10,227,828	3,472,655	29,762,851	-	150,202,734		193,666,067
Unallocated liabilities - Conventional							461,426,879
Total liabilities							4,758,227,248
Unallocated liabilities - Takaful OPF							10,230,859
Total liabilities including liabilities in Window Takaful Operations							4,768,458,107

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

36.1 SEGMENT INFORMATION

The operator has five primary business segments for reporting purposes namely fire and property damage, marine aviation and transport, motor, crop & miscellaneous.

Assets and liabilities, wherever possible have been assigned to the following segments based on specific identification or allocated on the basis of Premium written by each segment.

2020 (Un-audited)	FIRE AND PROPERTY DAMAGE	MARINE AVIATION AND TRANSPORT	MOTOR	CROP	MISCELLANEOUS	TREATY	Total
----- Rupees -----							
Gross Written Premium (Inclusive of Admin surcharge)	265,218,144	151,381,545	241,628,436	696,599,690	603,960,104	-	1,958,787,919
Insurance premium earned	344,894,959	156,589,160	310,352,445	520,099,585	856,431,802	-	2,188,367,951
Insurance premium ceded to Reinsurance	(218,959,202)	(57,240,899)	(201,257,815)	(105,063,668)	(434,099,254)	-	(1,016,620,838)
Net insurance premium	125,935,758	99,348,261	109,094,630	415,035,917	422,332,548	-	1,171,747,113
Commission income	15,209,472	7,126,204	45,138,574	24,017,174	93,234,236	-	184,725,660
Net underwriting income	141,145,230	106,474,465	154,233,204	439,053,091	515,566,784	-	1,356,472,773
Insurance claims	(40,147,851)	(33,209,117)	(61,956,819)	(214,579,712)	(389,115,522)	-	(739,009,021)
Insurance claims recovered from reinsurance	11,930,631	24,352,026	8,072,680	127,882,503	251,430,194	-	423,668,034
Net claims	(28,217,220)	(8,857,091)	(53,884,139)	(86,697,209)	(137,685,328)	-	(315,340,987)
Commission expenses	(48,611,420)	(10,015,451)	(35,480,568)	(41,763,904)	(97,643,170)	-	(233,514,513)
Management expenses	(44,935,473)	(35,448,718)	(38,926,345)	(148,090,071)	(150,693,601)	-	(418,094,207)
Premium deficiency expense	-	-	-	21,618,331	(16,114,195)	-	5,504,136
Net insurance claims and expenses	(121,764,113)	(54,321,260)	(128,291,052)	(254,932,853)	(402,136,294)	-	(961,445,571)
Underwriting results	19,381,116	52,153,205	25,942,152	184,120,238	113,430,490	-	395,027,202
Net investment income							26,597,708
Rental income							1,368,000
Other income							15,612,678
Other expenses							(15,771,751)
Finance cost							(7,107,144)
Profit from Window Takaful Operations							13,168,796
Share of profit from associates							4,204,359
Profit before tax							433,099,848
							Audited December 31, 2020
Segment assets - Conventional	862,670,416	129,899,420	544,477,855	652,372,471	2,530,655,543		4,720,075,705
Segment assets - Takaful OPF	84,363,097	84,468,540	138,192,066	-	78,077,610		385,101,313
Unallocated assets - Conventional							4,386,633,347
Unallocated assets - Takaful OPF							368,934,350
Total assets							9,860,744,715
Segment liabilities - Conventional	1,007,147,491	122,871,879	677,988,556	621,144,964	2,710,492,187		5,139,645,077
Segment liabilities - Takaful OPF	-	-	-	-	-		-
Unallocated liabilities - Conventional							542,056,285
Total liabilities							5,681,701,362
Unallocated liabilities - Takaful OPF							44,645,972
Total liabilities including liabilities in Window Takaful Operations							5,726,347,334

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

37 IMPACT OF COVID - 19

The pandemic of COVID-19 rapidly spread all across the world, which not only cost many human lives but also adversely impacted the global economy in last Financial Year. However, during the current period, as a result of relaxation of lockdown in the country. The company has implemented all the necessary Standard Operating Procedures (SOPs) to ensure health and safety of the staff, labour and customers i.e. screening of any visitor at the time of entrance, guiding the staff to wear masks and maintain social distancing etc. The management of the Company has been regularly conducting in depth analysis and has assessed that there is no material impact of Covid-19 on these financial statements. Going forward, the management is taking all the required actions and will continue to monitor the potential impact and take all steps possible to mitigate any effects. Company's management has assessed the possible accounting implications arising from Covid-19 for these financial statements, including but not limited to impairment of financial and non-financial assets, and concluded that there has been no material accounting impact of Covid-19 on these financial statements. From the very outset of Covid-19, the management has adopted various policies and practices to minimise adverse impact of Covid-19 on the business and is continuously monitoring the situation in order to proactively address any challenges which may arise from Covid-19.

38 SUBSEQUENT EVENTS-NON ADJUSTING

The Board of Directors of the Company in their 219th meeting held on July 08, 2021, has approved the merger scheme of The United Insurance Company of Pakistan Limited with SPI Insurance Company Limited. Further, the Company has obtained Swap Computation Certificate from M/S RSM Avais Hyder Liaquat Nauman, Chartered Accountants. Based on break-up value, 0.90 shares of the Company shall be issued for every 1 share of SPI Insurance Company Limited. The Company is required to issue 51,750,000 shares to the shareholder of SPI in total as consideration of merger. The swap ratio computation is based on the standalone valuation of both companies by applying Net Assets Valuation (NAV) and fair valuation (FV) methodologies under the Asset approach and discounted cash flows (DCF) methodology under the income approach. Merger scheme along with other relevant documents are submitted to the relevant authorities for further approvals and process.

39 CORRESPONDING FIGURES

Corresponding figures have been rearranged or reclassified, wherever necessary, for the purpose of comparison and better presentation. However, no significant reclassifications have been made.

40 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on August 27, 2021 by the Board of Directors of the Company.

41 GENERAL

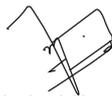
The figures in these condensed interim financial statements have been rounded off to the nearest Rupee.



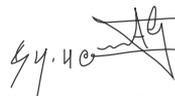
Muhammad Akram Shahid
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Syed Rahat Ali Shah
Director



Javaid Sadiq
Chairman

The United Insurance Company of Pakistan Limited

Window Takaful Operations

Condensed Interim Financial Statements

For The Six Months Period Ended June 30, 2021



UNITED
WINDOW TAKAFUL
OPERATOR

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of The United Insurance Company of Pakistan Limited-Window Takaful Operations

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of The United Insurance Company of Pakistan Limited-Window Takaful Operations as at June 30, 2021 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in Shareholders Equity and Participant's Takaful Fund, and notes to and forming part of the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matters

The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the three months period ended June 30, 2021, have not been reviewed, as we are required to review only the cumulative figures for the six months period ended June 30, 2021.

The engagement partner on the audit resulting in this independent auditor's report is **Muhammad Ilyas**.



ILYAS SAEED & CO.

Chartered Accountants

LAHORE

Date: August 27, 2021

In case of any discrepancy on the Company's website and the published material, the auditors shall only be responsible in respect of the information contained in the hard copies of the reviewed financial statements available at the Company's registered office.

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at June 30, 2021

	Note	Operator's Fund		Participants' Takaful Fund	
		Un-Audited	Audited	Un-Audited	Audited
		June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020
----- Rupees -----					
ASSETS					
Property and equipment	5	20,855,029	22,486,641	15,958,597	17,438,901
Investments					
Equity securities	6	28,661,548	40,509,603	22,485,300	81,359,988
Debt securities	7	162,490,000	101,780,000	139,640,000	59,493,800
Term deposits	8	30,000,000	66,000,000	-	-
Loans and other receivables	9	75,059,228	12,958,569	48,040,646	54,743,721
Takaful / re-takaful receivables	10	-	-	414,870,071	111,873,472
Deferred wakala fee	23	-	-	193,666,067	42,088,931
Receivable from OPF / PTF	11	497,512,341	364,698,792	-	-
Accrued investment income		6,173,572	4,682,636	4,792,685	1,362,186
Retakaful recoveries against outstanding claims		-	-	166,851,469	167,061,743
Deferred commission expense		57,608,093	61,976,820	-	-
Prepayments	12	-	-	49,373,629	146,211,598
Cash & Bank	13	57,870,392	78,942,602	33,748,868	86,548,092
TOTAL ASSETS		936,230,203	754,035,663	1,089,427,332	768,182,432
Operator's Fund (OPF)					
Statutory fund	14	50,000,000	50,000,000	-	-
Accumulated profit		690,205,173	664,444,392	-	-
Available for sale reserve		(10,595,577)	(8,078,256)	-	-
Total Operator's Fund		729,609,596	706,366,136		
Surplus on revaluation of fixed assets		2,723,681	3,023,555	-	-
Participants' Takaful Fund (PTF)					
Ceded money	15	-	-	500,000	500,000
Accumulated surplus/ (deficit)		-	-	1,698,259	(46,072,285)
Available for sale reserve		-	-	(16,721,925)	(14,223,592)
Balance of Participants' Takaful Fund		-	-	(14,523,666)	(59,795,877)
Liabilities					
PTF underwriting provisions					
Outstanding claims including IBNR		-	-	262,168,543	254,896,316
Unearned contribution reserves		-	-	293,268,978	132,798,788
Contribution deficiency reserves		-	-	6,665,514	-
Reserve for unearned retakaful rebate		-	-	10,014,285	31,145,028
		-	-	572,117,321	418,840,132
Unearned wakala fee	23	193,666,067	42,088,931	-	-
Takaful / re-takaful payables	16	-	-	28,077,201	37,965,103
Other creditors and accruals	17	10,230,859	2,557,041	6,244,135	6,474,282
Payable to OPF / PTF	11	-	-	497,512,341	364,698,792
Total Liabilities		203,896,926	44,645,972	1,103,950,997	827,978,309
Total fund and liabilities		936,230,203	754,035,663	1,089,427,332	768,182,432
Contingency(ies) and commitment(s)	18	-	-	-	-

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.



Muhammad Akram Shahid
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Syed Rahat Ali Shah
Director



Javaid Sadiq
Chairman

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT

For the Six Months Period Ended June 30, 2021

	Note	Un-Audited		Un-Audited	
		Three months ended		Six months ended	
		June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
----- Rupees -----					
Participants' Takaful Fund					
Contribution earned	19	130,167,785	121,356,022	452,974,905	292,540,261
Less: Contribution ceded to re-takaful		(57,238,394)	(161,918,145)	(137,260,184)	(222,022,498)
Net contributions revenue		72,929,391	(40,562,123)	315,714,721	70,517,763
Retakaful rebate earned	20	11,194,398	21,007,580	29,867,246	38,893,042
Net underwriting income		84,123,789	(19,554,543)	345,581,967	109,410,805
Net claims	21	(217,684,480)	24,182,541	(291,040,144)	(98,145,665)
Reversal / (charge) of contribution deficiency reserve		22,297,488	-	(6,665,514)	-
		(195,386,993)	24,182,541	(297,705,658)	(98,145,665)
Other direct expenses		(2,988,759)	(5,056,702)	(5,369,605)	(9,123,376)
Surplus before investment income		(114,251,963)	(428,704)	42,506,704	2,141,764
Investment Income	25	2,878,687	1,017,361	5,700,925	1,319,906
Other income	26	553,173	765,006	988,146	1,715,912
Modarib's share of investment income	27	(719,672)	-	(1,425,231)	-
Provisions for doubtful contributions (net of Wakala fee)		-	-	-	-
Surplus transferred to accumulated surplus / (deficit)		(111,539,775)	1,353,664	47,770,544	5,177,582
Operator's Fund					
Wakala fee	23	77,324,456	47,937,243	153,760,497	115,060,870
Commission expense	22	(43,752,213)	(27,934,528)	(75,499,268)	(52,754,800)
General, administrative and management expenses	24	(41,206,557)	(19,978,082)	(63,869,352)	(58,910,463)
		(7,634,313)	24,633	14,391,878	3,395,607
Modarib's share of PTF investment income	27	719,672	-	1,425,231	-
Investment income	25	5,814,186	1,171,964	11,616,726	3,491,214
Direct expenses	28	(494,403)	(627,903)	(2,388,706)	(2,740,145)
Other income	26	362,641	18,877	415,782	57,682
Profit before taxation		(1,232,217)	587,571	25,460,910	4,204,359
Taxation		-	-	-	-
Profit after taxation		(1,232,217)	587,571	25,460,910	4,204,359

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.



Muhammad Akram Shahid
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Syed Rahat Ali Shah
Director



Javaid Sadiq
Chairman

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For the Six Months Period Ended June 30, 2021

	Un-Audited		Un-Audited	
	Three months ended		Six months ended	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
----- Rupees -----				
PARTICIPANTS' TAKAFUL FUND (PTF)				
Surplus during the period	(111,539,775)	1,353,664	47,770,544	5,177,582
Other comprehensive income:				
Item to be re-classified to profit and loss account in subsequent period:				
Unrealized gain / (loss) on revaluation of available for sale investments	3,057,702	9,312,273	(2,041,270)	(34,701,895)
Reclassification adjustments relating to available-for-sale investments disposed off during the period	(514,866)	-	(457,063)	30,713,913
Item not to be re-classified to profit and loss account in subsequent period	-	-	-	-
Other comprehensive income for the period	2,542,836	9,312,273	(2,498,333)	(3,987,982)
Total comprehensive income for the period	(108,996,939)	10,665,937	45,272,211	1,189,600
OPERATOR'S FUND (OPF)				
Profit after taxation for the period	(1,232,217)	587,571	25,460,910	4,204,359
Other comprehensive income				
Item to be re-classified to profit and loss account in subsequent period:				
Unrealized gain/ (loss) on revaluation of available for sale investments	2,058,151	2,143,199	295,137	(15,413,084)
Reclassification adjustments relating to available-for-sale investments disposed off during the period	-	-	(2,812,458)	9,400,041
Item not to be re-classified to profit and loss account in subsequent period	-	-	-	-
Other comprehensive income for the period	2,058,151	2,143,199	(2,517,321)	(6,013,043)
Total comprehensive income for the period	825,934	2,730,770	22,943,589	(1,808,684)

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.



Muhammad Akram Shahid
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Syed Rahat Ali Shah
Director



Javaid Sadiq
Chairman

CONDENSED INTERIM CASH FLOW STATEMENT

For the Six Months Period Ended June 30, 2021

	Operator's Fund		Participants' Takaful Fund	
	Un-Audited June 30, 2021	Un-Audited June 30, 2020	Un-Audited June 30, 2021	Un-Audited June 30, 2020
----- Rupees -----				
Operating Cash Flows				
a) Underwriting activities				
Takaful Contribution received	-	-	464,208,993	470,366,432
Retakaful contribution (paid) / received	-	-	(50,310,117)	(216,619,459)
Claims paid	-	-	(311,875,638)	(269,142,056)
Retakaful and other recoveries received	-	-	28,317,995	226,686,688
Commission paid	(63,070,324)	(52,754,800)	-	-
Management and other expenses paid	(62,187,740)	(59,564,816)	(2,389,422)	(3,286,459)
Wakala fee received / (paid)	172,782,814	115,060,870	(172,782,814)	(115,060,870)
Modarib fee received / (paid)	1,166,501	-	(1,166,501)	-
Retakaful rebate received	-	-	8,736,503	43,279,434
Net cash flow from underwriting activities	48,691,251	2,741,254	(37,261,001)	136,223,710
b) Other operating activities				
Other operating (payments)/ receipts	(64,805,241)	2,487,673	7,247,161	(132,932,705)
Loans advanced	(710,000)	(377,767)	-	-
Loan repayments received	674,757	-	-	(6,773,237)
Net cash flow from other operating activities	(64,840,484)	2,109,906	7,247,161	(139,705,942)
Total cash flow from all operating activities	(16,149,233)	4,851,160	(30,013,840)	(3,482,232)
Investment Activities:				
Investment income/ (loss) received	10,506,288	3,491,214	2,484,339	1,319,906
(Payments) for investment / Investment properties	(245,475,535)	(18,593,864)	(157,339,865)	(1,047,572)
Investment disposed of during the period	230,096,269	-	133,570,021	-
Fixed capital expenditure	(50,000)	(72,885)	(1,587,552)	(392,000)
Proceeds from disposal of property, plant and equipment	-	-	87,673	-
Total cash flow from investing activities	(4,922,978)	(15,175,535)	(22,785,384)	(119,666)
Financing Activities:				
Statutory reserve	-	-	-	-
Ceded money	-	-	-	-
Qard-e-Hasna	-	-	-	-
Total cash flow financing activities	-	-	-	-
Net cash flow from all activities	(21,072,211)	(10,324,375)	(52,799,224)	(3,601,898)
Cash and cash equivalents at the beginning of the period	78,942,602	14,751,352	86,548,092	18,955,176
Cash and cash equivalents at the end of the period	57,870,392	4,426,977	33,748,868	15,353,278

CONDENSED INTERIM CASH FLOW STATEMENT

For the Six Months Period Ended June 30, 2021

	Operator's Fund		Participants' Takaful Fund	
	Un-Audited June 30, 2021	Un-Audited June 30, 2020	Un-Audited June 30, 2021	Un-Audited June 30, 2020
----- Rupees -----				
Reconciliation of Profit and Loss Account				
Operating cash flows	(16,149,233)	4,851,160	(30,013,840)	(3,482,232)
Depreciation expense	(1,681,612)	(2,028,110)	(2,980,183)	(4,121,005)
Rentals on Car Ijarah	-	(3,339,028)	-	-
Increase/ (decrease) in assets other than cash	188,408,662	(110,369)	348,537,998	(205,272,016)
(Increase)/ decrease in liabilities other than borrowings	(159,250,954)	1,339,491	(275,972,688)	216,732,930
Unrealized gain / (loss) on revaluation of available for sale investments	2,517,321	-	2,498,333	-
Investment income	11,616,726	3,491,214	5,700,925	1,319,906
Profit for the period	25,460,910	4,204,359	47,770,544	5,177,582
Attributed to				
Operator's fund	25,460,910	4,204,359	-	-
Participants' takaful fund	-	-	47,770,544	5,177,582
	25,460,910	4,204,359	47,770,544	5,177,582

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.



Muhammad Akram Shahid
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Syed Rahat Ali Shah
Director



Javaid Sadiq
Chairman

CONDENSED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY AND PARTICIPANTS' TAKAFUL FUNDS

For the Six Months Period Ended June 30, 2021

Operator's fund	Attributable to Shareholders (Operator) of the Fund			
	Statutory fund	Accumulated profit	Available for sale reserve	Total
	----- Rupees -----			
Balance as at January 01, 2020 (Audited)	50,000,000	661,979,844	(9,400,041)	702,579,803
Profit after taxation for the period	-	4,204,359	-	4,204,359
Other comprehensive income for the period	-	-	(6,013,043)	(6,013,043)
Total comprehensive income for the period	-	4,204,359	(6,013,043)	(1,808,684)
Incremental depreciation on revaluation of fixed assets	-	376,909	-	376,909
Balance as at June 30, 2020 (Un-Audited)	50,000,000	666,561,112	(15,413,084)	701,148,028
Balance as at January 01, 2021 (Audited)	50,000,000	664,444,392	(8,078,256)	706,366,136
Profit after taxation for the period	-	25,460,910	-	25,460,910
Other comprehensive income for the period	-	-	(2,517,321)	(2,517,321)
Total comprehensive income for the period	-	25,460,910	(2,517,321)	22,943,589
Incremental depreciation on revaluation of fixed assets	-	299,871	-	299,871
Balance as at June 30, 2021 (Un-Audited)	50,000,000	690,205,173	(10,595,577)	729,609,596
Participants' Takaful Fund	Attributable to Participants of the PTF			
	Ceded money	Accumulated surplus / (deficit)	Available for sale reserve	Total
	----- Rupees -----			
Balance as at January 01, 2020 (Audited)	500,000	(32,320,740)	(30,713,913)	(62,534,653)
Surplus for the period	-	5,177,582	-	5,177,582
Other comprehensive income for the period	-	-	(3,987,982)	(3,987,982)
Total comprehensive income for the period	-	5,177,582	(3,987,982)	1,189,600
Balance as at June 30, 2020 (Un-Audited)	500,000	(27,143,158)	(34,701,895)	(61,345,053)
Balance as at January 01, 2021 (Audited)	500,000	(46,072,285)	(14,223,592)	(59,795,877)
Surplus for the period	-	47,770,544	-	47,770,544
Other comprehensive income for the period	-	-	(2,498,333)	(2,498,333)
Total comprehensive income for the period	-	47,770,544	(2,498,333)	45,272,211
Balance as at June 30, 2021 (Un-Audited)	500,000	1,698,259	(16,721,925)	(14,523,666)

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.



Muhammad Akram Shahid
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Syed Rahat Ali Shah
Director



Javaid Sadiq
Chairman

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021 (Un-Audited)

1 LEGAL STATUS AND NATURE OF BUSINESS

The United Insurance Company of Pakistan Limited (hereinafter called 'the Company') was incorporated in Pakistan on October 20, 1959, as a Public Limited Company under the Defunct Companies Act, 1913, now the Companies Act, 2017, and its shares are quoted on Pakistan Stock Exchange Limited. The Registered Office of the Company is situated at 204, 2nd floor, Madina City Mall, Abdullah Haroon Road, Saddar, Karachi, and its Head Office is located in Lahore. The principal activity of the Company is General Insurance Business and it qualifies as a domestic insurance company under the Insurance Ordinance, 2000 and undertakes Fire & Property Damage, Marine aviation & Transport, Motor and Health & Miscellaneous General Insurance.

The United Insurance Company of Pakistan Limited has been allowed to work as Window Takaful Operator (WTO) (hereinafter called "the Operator") through License No. 1 on August 18, 2014 by Securities and Exchange Commission of Pakistan under the Takaful Rules, 2012 to carry on Islamic General Insurance in Pakistan. For the purpose of carrying on takaful business, the Company has formed a Waqf/ Participants' Takaful Fund (PTF) on June 09, 2014 under a trust deed. The trust deed governs the relationship of shareholders and policy holders for management of takaful operations. The Operator has not transacted any business outside Pakistan.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

These condensed interim financial statements are prepared in accordance with approved accounting and reporting standards as applicable in Pakistan. Approved accounting and reporting standards comprise of such International Financial Reporting Standards (IFRS) issued by International Accounting Standard Board (IASB) and Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan, as are notified under the Companies Act, 2017, provisions of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, Takaful Rules, 2012 and the General Takaful Accounting Regulations, 2019.

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

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

2.1 BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared under the historical cost convention except for certain property and equipment which are measured at revalued amount and certain financial instruments which are measured at fair value.

2.2 FUNCTIONAL AND PRESENTATION CURRENCY

These condensed interim financial statements are presented in Pakistani Rupees which is the Operator's functional currency and presentation currency. All figures have been rounded to the nearest rupee, unless otherwise stated.

2.3 Standards, interpretations and amendments effective in (current period)

- 2.3.1 The Operator has adopted the following amendments in accounting standards and interpretations of IFRSs which became effective for the current period:

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021 (Un-Audited)

Standards, Amendments and Interpretations		Effective date (Annual periods beginning on or after)
IFRS 4	Amendments to IFRS 4 - Insurance Contracts - Amended by Interest Rate Benchmark Reform — Phase 2	1-Jan-21
IFRS-7	Amendments to IFRS 7 - Financial Instruments: Disclosures - Interest Rate Benchmark Reform Phase 2	1-Jan-21
IFRS-16	Leases - Amended by Interest Rate Benchmark Reform — Phase 2	1-Jan-21

2.4 Standards, interpretations, and amendments not effective at year end

The following revised standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan have not become effective during current period:

IFRS -3	Amendments to IFRS 3 - Business Combinations - Amended by reference to the Conceptual Framework.	1-Jan-22
IFRS-9	Financial Instruments - Amendments to IFRS 17 and Extension of the Temporary Exemption from Applying IFRS 9.	1-Jan-22
IAS-1	Presentation of Financial Statements - Amended by Classification of Liabilities as Current or Non-current.	1-Jan-23
IAS 16	Amendments to IAS 16 - Property, Plant and Equipment - Amendments relating prohibition of deducting any proceeds from selling items produced from the cost of an item of property, plant and equipment while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management.	1-Jan-22
IAS 37	Amendments to IAS 37 - Provisions, Contingent Liabilities and Contingent Assets- Amended by Onerous Contracts — Cost of Fulfilling a Contract.	1-Jan-22
IFRS 1	First-time Adoption of International Financial Reporting Standards - Amended by Annual Improvements to IFRS Standards 2018–2020	1-Jan-22
IFRS 17	Insurance Contracts - Amended by Amendments to IFRS 17	1-Jan-23
IAS 12	Income Taxes – Amended by Deferred Tax related to Assets and Liabilities arising from a Single Transaction.	1-Jan-23

2.5 Standards, interpretations and amendments becoming effective in future period but not relevant:

There are certain new standards, amendments to standards and interpretations that are effective for different future periods but are considered not to be relevant to Operator's operations, therefore not disclosed in these condensed interim financial statements.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements as at June 30, 2021 are the same as those adopted in the preparation of the financial statements for the year ended December 31, 2020.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimating uncertainty were the same as applied to the financial statements for the year ended December 31, 2020.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

	Note	OPF		PTF		
		Un-Audited	Audited	Un-Audited	Audited	
		June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020	
		----- Rupees -----				
5		PROPERTY AND EQUIPMENT				
Operating assets	5.1	20,855,029	22,486,641	15,958,597	17,438,901	
5.1		Opening net book value -owned	22,486,641	26,353,040	17,438,901	
		Add: Additions/transfers/revaluation surplus made during the period at cost	50,000	221,575	1,587,552	1,575,500
		Add: Accumulated depreciation reversed on disposals made during the period	-	-	731,627	2,478,157
		Less: Disposals made during the period at cost	-	-	(819,300)	(2,915,400)
		Less: Depreciation for the period	(1,681,612)	(4,087,974)	(2,980,183)	(8,198,985)
			(1,631,612)	(3,866,399)	(1,480,304)	(7,060,728)
		Closing net book value	20,855,029	22,486,641	15,958,597	17,438,901
6		INVESTMENT IN EQUITY SECURITIES				
		Available for sale				
		Listed shares at cost	39,257,125	42,516,172	39,207,225	86,679,397
		Less: unrealized loss on revaluation of investment	(10,595,577)	(8,020,452)	(16,721,925)	(14,275,249)
		Carrying value	28,661,548	34,495,720	22,485,300	72,404,148
		Mutual Funds at cost	-	6,071,687	-	8,904,183
		Less: unrealized (loss)/ gain on revaluation of investment	-	(57,804)	-	51,657
		Carrying value	-	6,013,883	-	8,955,840
			28,661,548	40,509,603	22,485,300	81,359,988
7		INVESTMENT IN DEBT SECURITIES				
		Held to maturity				
		Sukuk bonds	162,490,000	101,780,000	139,640,000	59,493,800

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

	Note	OPF	
		Un-Audited	Audited
		June 30, 2021	Dec 31, 2020
		----- Rupees -----	

8 INVESTMENT IN TERM DEPOSITS

Short term deposits	8.1	30,000,000	66,000,000
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- 8.1 The rate of return on Certificate of Islamic Investment issued by Soneri Bank Limited for the period is 6.10% (2020: 6.30%) per annum.

OPF		PTF	
Un-Audited	Audited	Un-Audited	Audited
June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020
----- Rupees -----			

9 LOANS AND OTHER RECEIVABLES

<i>Unsecured and considered good</i>				
Security deposits	9,870,799	4,332,199	34,371,500	42,902,025
Loan to employees	1,337,243	1,302,000	-	-
Advance tax	18,593	1,452,783	13,666,650	11,581,462
Other receivable	63,832,593	5,871,587	2,496	260,234
	75,059,228	12,958,569	48,040,646	54,743,721

PTF	
Un-Audited	Audited
June 30, 2021	Dec 31, 2020
----- Rupees -----	

10 TAKAFUL / RETAKAFUL RECEIVABLES

<i>Unsecured and considered good</i>		
Due from Takaful contract holders	366,721,083	64,337,114
Less: Provision for impairment of receivables from takaful contract holders	-	-
Due from takaful / re-takaful operators	51,180,660	50,568,030
Less: Provision for impairment of receivables from takaful/ retakafuls	(3,031,672)	(3,031,672)
	414,870,071	111,873,472

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

	OPF		PTF	
	Un-Audited	Audited	Un-Audited	Audited
	June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020
	----- Rupees -----			
11 RECEIVABLE (OPF) / PAYABLE (PTF)				
Wakala fee	496,087,110	363,532,291	496,087,110	363,532,291
Modarib's fee	1,425,231	1,166,501	1,425,231	1,166,501
	497,512,341	364,698,792	497,512,341	364,698,792

PTF	
Un-Audited	Audited
June 30, 2021	Dec 31, 2020
----- Rupees -----	

12 PREPAYMENTS				
Prepaid re-takaful contribution ceded			49,373,629	146,211,598

	OPF		PTF	
	Un-Audited	Audited	Un-Audited	Audited
	June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020
	----- Rupees -----			

13 CASH & BANK				
Cash in hand	26,010	86,630	-	-
Cash at bank				
-Current accounts	2,527,717	2,310,654	3,216,371	69,946,224
-Saving accounts	55,316,665	76,545,318	30,532,497	16,601,868
	57,870,392	78,942,602	33,748,868	86,548,092

Note	OPF	
	Un-Audited	Audited
	June 30, 2021	Dec 31, 2020
	----- Rupees -----	

14 STATUTORY FUND				
Statutory reserves		14.1	50,000,000	50,000,000

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

- 14.1** Amount of Rs. 50 million is deposited as statutory reserves to comply with provisions of para 4 of Circular No 8 of 2014 read with section 11(c) of the Takaful Rules, 2012 issued by Securities and Exchange Commission of Pakistan which states that "Every insurer who is interested to commence window takaful business shall transfer an amount of not less than 50 million Rupees to be deposited in a separate bank account for window takaful business duly maintained in a scheduled bank".

	Note	PTF	
		Un-Audited	Audited
		June 30, 2021	Dec 31, 2020
		----- Rupees -----	
15	CEDED MONEY		
Waqf money	15.1	500,000	500,000

- 15.1** The amount of Rs. 500,000/- has been set apart for Waqf Fund/ Participant Takaful Fund as Waqf money according to the Waqf Deed prepared for the purpose of creation of Waqf Fund/ Participant Takaful Fund.

16 TAKAFUL / RETAKAFUL PAYABLES

Due to Takaful participants/ re-takaful payable		28,077,201	37,965,103
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	OPF		PTF	
	Un-Audited	Audited	Un-Audited	Audited
	June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020
----- Rupees -----				
17	OTHER CREDITORS AND ACCRUALS			
Federal excise duty / sales tax	-	-	2,698,067	2,692,253
Federal takaful fee	-	-	696,238	391,235
Payable to related parties	-	-	106,500	334,766
Commission payable	8,060,217	-	-	-
Other tax payables	1,808,052	1,505,561	891,897	2,396,309
Auditors' remuneration	181,500	1,000,000	-	-
Other payables	181,090	51,480	1,851,433	659,719
	10,230,859	2,557,041	6,244,135	6,474,282

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

		OPF	
		Un-Audited	Audited
		June 30, 2021	Dec 31, 2020
Note		----- Rupees -----	
18	CONTINGENCY(IES) AND COMMITMENT(S)		
18.1	Contingencies		
There are no contingencies at the statement of financial position date.			
18.2	Commitments		
As of the end of the period, there are no commitments except the following:			
	Future Ijarah rentals payable	18.2.1	6,352,930
			9,680,732
18.2.1	Commitments for rentals under Ijarah contracts are as follows:		
	Not later than one year	5,847,957	6,528,058
	Later than one year but not later than five year	504,973	3,152,674
		6,352,930	9,680,732

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

	Un-Audited		Un-Audited	
	Three months ended		Six months ended	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
----- Rupees -----				
19	NET CONTRIBUTIONS REVENUE			
Written gross contribution	132,524,509	131,744,919	767,205,592	329,313,355
Less: Wakala fee	(77,324,456)	(47,937,243)	(153,760,497)	(115,060,870)
Contribution net of wakala fee	55,200,053	83,807,676	613,445,095	214,252,485
Add: Provision for unearned contribution - Opening	368,236,710	209,113,433	132,798,788	249,852,862
Less: Provision for unearned contribution - Closing	(293,268,978)	(171,565,087)	(293,268,978)	(171,565,087)
Contribution earned	130,167,785	121,356,022	452,974,905	292,540,261
Re-takaful contribution ceded	15,094,105	167,466,497	40,422,215	201,977,392
Add: Prepaid re-takaful contribution - Opening	91,517,918	237,611,310	146,211,598	263,204,768
Less: Prepaid re-takaful contribution - Closing	(49,373,629)	(243,159,662)	(49,373,629)	(243,159,662)
Re-takaful expense	57,238,394	161,918,145	137,260,184	222,022,498
Net contributions revenue	72,929,391	(40,562,123)	315,714,721	70,517,763
20	RETAKAFUL REBATE EARNED			
Rebate received or recoverable	3,524,480	36,590,928	8,736,503	43,279,434
Add: Unearned re-takaful rebate - Opening	17,684,203	43,769,809	31,145,028	54,966,764
Less: Unearned re-takaful rebate - Closing	(10,014,285)	(59,353,157)	(10,014,285)	(59,353,157)
Retakaful rebate earned	11,194,398	21,007,580	29,867,246	38,893,042
21	NET TAKAFUL CLAIMS			
Benefits/ Claims Paid	206,581,421	121,142,306	311,875,638	248,555,551
Add: Outstanding benefits/ claims including IBNR - Closing	262,168,543	203,973,390	262,168,543	203,973,390
Less: Outstanding benefits/ claims including IBNR - Opening	(235,933,623)	(187,837,494)	(254,896,316)	(183,386,885)
Claims expense	232,816,341	137,278,202	319,147,865	269,142,056
Re-takaful and other recoveries received	3,272,174	124,927,314	28,317,995	138,308,497
Add: Re-takaful and other recoveries in respect of outstanding claims - Closing	166,851,469	165,135,097	166,851,469	165,135,097
Less: Re-takaful and other recoveries in respect of outstanding claims - Opening	(154,991,782)	(128,601,668)	(167,061,743)	(132,447,203)
Re-takaful and other recoveries revenue	15,131,861	161,460,743	28,107,721	170,996,391
	217,684,480	(24,182,541)	291,040,144	98,145,665

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

	Un-Audited		Un-Audited	
	Three months ended		Six months ended	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
----- Rupees -----				
22	COMMISSION EXPENSE			
Commission paid or payable	37,658,977	62,448,980	71,130,541	102,803,521
Add: Deferred commission expense - Opening	63,701,329	119,119,334	61,976,820	103,585,065
Less: Deferred commission expense - Closing	(57,608,093)	(153,633,786)	(57,608,093)	(153,633,786)
Net Commission	43,752,213	27,934,528	75,499,268	52,754,800
23	WAKALA FEE			
Gross wakala fee	52,287,793	47,937,243	305,337,633	115,060,870
Add: Deferred wakala expense / unearned wakala fee - Opening	218,702,730	-	42,088,931	-
Less: Deferred wakala expense / unearned wakala fee - Closing	(193,666,067)	-	(193,666,067)	-
Net wakala fee	77,324,456	47,937,243	153,760,497	115,060,870
24	GENERAL, ADMINISTRATIVE AND MANAGEMENT EXPENSES			
Operators' Fund	41,206,557	19,978,082	63,869,352	58,910,463
25	INVESTMENT INCOME			
Participant's Takaful Fund				
Income from equity securities				
Available for sale				
Dividend income on listed shares	-	-	900,000	-
Income from debt securities				
Held to maturity				
Return on Government securities	335,880	97,661	1,482,246	383,084
	335,880	97,661	2,382,246	383,084
Net realized gains on investments				
Available for sale financial assets				
-Equity securities	2,611,186	919,700	3,220,044	951,775
-Mutual funds	-	-	312,548	-
	2,611,186	919,700	3,532,592	951,775
Total investment income	2,947,066	1,017,361	5,914,838	1,334,859
Less: Investment related expenses	(68,378)	-	(213,913)	(14,954)
Participant's Takaful Fund	2,878,687	1,017,361	5,700,925	1,319,906

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

	Un-Audited		Un-Audited	
	Three months ended		Six months ended	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
	----- Rupees -----			
Operators' Fund				
Income from equity securities				
Available for sale				
Dividend income on listed shares	-	-	486,500	-
Dividend income on mutual fund	-	534,846	-	534,846
Income from debt securities				
Held to maturity				
Return on Government securities	3,064,963	-	6,008,125	-
Income from term deposits				
Return on term deposits	456,246	644,612	973,366	2,153,806
	3,521,209	1,179,458	7,467,991	2,688,652
Net realized gains on investments				
Available for sale financial assets				
-Equity securities	2,594,839	-	4,354,701	818,410
-Mutual funds	-	-	174,532	-
	2,594,839	-	4,529,233	818,410
Total investment income	6,116,048	1,179,458	11,997,224	3,507,062
Less: Investment related expenses	(301,862)	(7,494)	(380,498)	(15,847)
Operators' Fund	5,814,186	1,171,964	11,616,726	3,491,214
26 OTHER INCOME				
Participant's Takaful Fund	553,173	765,006	988,146	1,715,912
Operators' Fund	362,641	18,877	415,782	57,682
27 MODARIB'S FEE				
	719,672	-	1,425,231	-
27.1	The Operator manages the Participants' investments as a Modarib and charges 25% Modarib's share of net investment income.			
28 DIRECT EXPENSES				
Operators' Fund	494,403	627,903	2,388,706	2,740,145

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

29 SEGMENT INFORMATION

The operator has four primary business segments for reporting purposes namely fire and property damage, marine aviation and transport, motor, and health & miscellaneous.

Assets and liabilities, wherever possible have been assigned to the following segments based on specific identification or allocated on the basis of contribution written by each segment.

Participant's Takaful Fund	JUNE 30, 2021 (Un-Audited)					Total
	FIRE AND PROPERTY DAMAGE	MARINE AVIATION AND TRANSPORT	MOTOR	HEALTH & MISCELLANEOUS	TREATY	
----- Rupees -----						
Gross written contribution (inclusive of admin surcharge)	31,838,354	38,361,708	98,568,123	598,437,407	-	767,205,592
Wakala fee	8,811,436	15,138,450	23,278,315	106,532,296	-	153,760,497
Takaful contribution earned	30,625,136	23,716,805	78,610,068	320,022,897	-	452,974,905
Takaful contribution ceded to retakaful	(27,627,789)	(19,261,190)	(19,049,484)	(71,321,721)	-	(137,260,184)
Net Contribution revenue	2,997,348	4,455,614	59,560,583	248,701,176	-	315,714,721
Re-takaful rebate	4,676,764	4,714,335	4,292,936	16,183,211	-	29,867,246
Net underwriting income	7,674,112	9,169,949	63,853,519	264,884,387	-	345,581,967
Takaful claims	(9,911,062)	(16,871,116)	(53,518,828)	(238,846,859)	-	(319,147,865)
Takaful claims recovered from retakaful	5,801,624	12,686,220	5,512,632	4,107,245	-	28,107,721
Net claims	(4,109,438)	(4,184,896)	(48,006,196)	(234,739,614)	-	(291,040,144)
Contribution deficiency expense	(6,665,514)	-	-	-	-	(6,665,514)
Other direct expenses	(222,834)	(268,490)	(689,870)	(4,188,412)	-	(5,369,605)
Net Takaful claims and expenses	(10,997,786)	(4,453,386)	(48,696,065)	(238,928,026)	-	(303,075,263)
Surplus before investment income	(3,323,674)	4,716,563	15,157,454	25,956,361	-	42,506,704
Net investment income						5,700,925
Other income						988,146
Modarib's share of investment income						(1,425,231)
Surplus transferred to balance of PTF						47,770,544
Corporate segment assets	114,972,533	26,680,557	107,486,227	575,621,919	-	824,761,235
Corporate unallocated assets						264,666,097
Total assets						1,089,427,332
Corporate segment liabilities	158,974,420	93,226,012	221,311,470	596,087,417	-	1,069,599,319
Corporate unallocated liabilities						34,351,678
Total liabilities						1,103,950,997
Operators' Fund						
Wakala fee	8,811,436	15,138,450	23,278,315	106,532,297	-	153,760,497
Commission expense	(7,062,699)	(5,618,691)	(19,259,745)	(43,558,134)	-	(75,499,268)
General, administrative and management expenses						(63,869,352)
						14,391,878
Modarib's share of PTF investment income						1,425,231
Investment income						11,616,726
Direct expenses						(2,388,706)
Other income						415,782
Profit before taxation						25,460,910
Corporate segment assets	65,007,647	68,345,493	118,494,538	301,847,525	-	553,695,204
Corporate unallocated assets						382,534,999
Total assets						936,230,203
Corporate segment liabilities	10,227,828	3,472,655	29,762,851	150,202,734	-	193,666,067
Corporate unallocated liabilities						10,230,859
Total liabilities						203,896,926

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

29.1 SEGMENT INFORMATION

The operator has four primary business segments for reporting purposes namely fire and property damage, marine aviation and transport, motor, and health & miscellaneous.

Assets and liabilities, wherever possible have been assigned to the following segments based on specific identification or allocated on the basis of contribution written by each segment.

Participant's Takaful Fund	JUNE 30, 2020 (Un-Audited)					Total
	FIRE AND PROPERTY DAMAGE	MARINE AVIATION AND TRANSPORT	MOTOR	HEALTH & MISCELLANEOUS	TREATY	
----- Rupees -----						
Gross written contribution (inclusive of admin surcharge)	37,114,391	29,385,612	154,069,912	108,743,440	-	329,313,355
Wakala fee	12,984,721	10,252,222	53,771,440	38,052,487	-	115,060,870
Takaful contribution earned	21,597,119	18,128,709	101,398,441	151,415,992	-	292,540,261
Takaful contribution ceded to retakaful	(31,812,554)	(14,596,117)	(39,969,044)	(135,644,782)	-	(222,022,498)
Net Contribution revenue	(10,215,435)	3,532,592	61,429,397	15,771,210	-	70,517,763
Re-takaful rebate	5,347,870	3,499,242	6,917,408	23,128,521	-	38,893,042
Net underwriting income	(4,867,565)	7,031,834	68,346,805	38,899,731	-	109,410,805
Takaful claims	(63,710,728)	(6,198,483)	(28,391,348)	(170,841,497)	-	(269,142,056)
Takaful claims recovered from retakaful	50,659,433	7,249,664	17,308,982	95,778,312	-	170,996,391
Net claims	(13,051,295)	1,051,181	(11,082,366)	(75,063,185)	-	(98,145,665)
Contribution deficiency expense	-	-	-	-	-	-
Other direct expenses	(1,028,226)	(814,106)	(4,268,390)	(3,012,654)	-	(9,123,376)
Net Takaful claims and expenses	(14,079,521)	237,075	(15,350,756)	(78,075,839)	-	(107,269,041)
(Deficit)/ surplus before investment income	(18,947,086)	7,268,909	52,996,049	(39,176,108)	-	2,141,764
Net investment income						1,319,906
Other income						1,715,912
Modarib's share of investment income						-
Surplus transferred to balance of PTF						5,177,582

DECEMBER 31, 2020 (Audited)						
Corporate segment assets	110,644,796	19,137,797	87,394,783	207,969,436	-	425,146,812
Corporate unallocated assets						343,035,620
Total assets						768,182,432
Corporate segment liabilities	184,207,571	102,492,212	241,658,430	292,180,831	-	820,539,044
Corporate unallocated liabilities						7,439,265
Total assets						827,978,309

JUNE 30, 2020 (Un-Audited)						
Operators' Fund						
Wakala fee	12,984,721	10,252,222	53,771,440	38,052,487	-	115,060,870
Commission expense	(16,483,076)	(9,908,098)	(14,592,100)	(11,771,526)	-	(52,754,800)
General, administrative and management expenses						(58,910,463)
Modarib's share of PTF investment income						3,395,607
Investment income						3,491,214
Direct expenses						(2,740,145)
Other income						57,682
Profit before taxation						4,204,359

DECEMBER 31, 2020 (Audited)						
Corporate segment assets	84,363,097	84,468,540	138,192,066	78,077,610	-	385,101,313
Corporate unallocated assets						368,934,350
Total assets						754,035,663
Corporate segment liabilities	-	-	-	-	-	-
Corporate unallocated liabilities						44,645,972
Total liabilities						44,645,972

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

30 RELATED PARTY TRANSACTIONS

Related parties comprise of directors, major shareholders, key management personnel, associated companies, entities with common directors and employee retirement benefit funds. The transactions with related parties are carried out at commercial terms and conditions and compensation to key management personnel is on employment terms. The transactions and balances with related parties other than those which have been specifically disclosed elsewhere in these financial statements are as follows:

Relation with undertaking	Nature of transaction	OPF		PTF	
		Un-Audited	Audited	Un-Audited	Audited
		June 30, 2021	Dec 31, 2020	June 30, 2021	Dec 31, 2020
----- Rupees -----					
Balances at year end:					
Associated undertakings	Receivable/ (payable) at year end	-	-	(106,500)	(334,766)
Key management personnel	Loan to key management personnel	430,000	580,000		
Staff retirement benefits plan	(Payable) to defined benefit plan	-	-	-	-
Un-Audited					
		Three months ended		Six months ended	
		June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
Transactions during the period:					
Participants' Takaful Fund					
Associated undertakings	Motor tracking devices purchased	731,000	144,500	1,587,552	504,500
	Device monitoring charges paid	1,158,420	1,512,278	2,044,029	2,285,532
Operator's Fund					
Associated undertakings	Health service charges paid	1,275,000	1,200,000	2,675,000	2,400,000
Key management personnel	Remuneration of key management personnel	7,110,878	20,808,312	12,153,581	27,730,710
Employees' Provident Fund	Employer's Contributions made during the period	1,233,542	1,054,427	1,939,114	1,964,663

31 IMPACT OF COVID - 19

The pandemic of COVID-19 rapidly spread all across the world, which not only cost many human lives but also adversely impacted the global economy in last Financial Year. However, during the current period, as a result of relaxation of lockdown in the country. The company has implemented all the necessary Standard Operating Procedures (SOPs) to ensure health and safety of the staff, labor and customers i.e. screening of any visitor at the time of entrance, guiding the staff to wear masks and maintain social distancing etc. The management of the Company has been regularly conducting in depth analysis and has assessed that there is no material impact of Covid-19 on these financial statements. Going forward, the management is taking all the required actions and will continue to monitor the potential impact and take all steps possible to mitigate any effects. Company's management has assessed the possible accounting implications arising from Covid-19 for these financial statements, including but not limited to impairment of financial and non-financial assets, and concluded that there has been no material accounting impact of Covid-19 on these financial statements. From the very outset of Covid-19, the management has adopted various policies and practices to minimise adverse impact of Covid-19 on the business and is continuously monitoring the situation in order to proactively address any challenges which may arise from Covid-19.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2021

32 CORRESPONDING FIGURES

Comparative figures have been rearranged and reclassified, wherever necessary, to facilitate comparisons. No significant reclassifications were made during the current period.

33 SUBSEQUENT EVENTS-NON ADJUSTING

The Board of Directors of the Company in their 219th meeting held on July 08, 2021, has approved the merger scheme of The United Insurance Company of Pakistan Limited - Window Takaful Operations with SPI Insurance Company Limited - Window Takaful Operations. Further, the Company has obtained Swap Computation Certificate from M/S RSM Avais Hyder Liaquat Nauman, Chartered Accountants. Based on break-up value, 0.90 shares of the Company shall be issued for every 1 share of SPI Insurance Company Limited. The Company is required to issue 51,750,000 shares to the shareholder of SPI in total as consideration of merger. The swap ratio computation is based on the standalone valuation of both companies by applying Net Assets Valuation (NAV) and fair valuation (FV) methodologies under the Asset approach and discounted cash flows (DCF) methodology under the income approach. Merger scheme along with other relevant documents are submitted to the relevant authorities for further approvals and process.

34 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on August 27, 2021 by the Board of Directors of the Company.

35 GENERAL

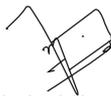
The figures in these condensed interim financial statements have been rounded off to the nearest rupees.



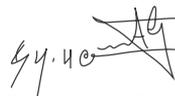
Muhammad Akram Shahid
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Syed Rahat Ali Shah
Director



Javaid Sadiq
Chairman



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