



The United Insurance Company of Pakistan Ltd.

HALF YEARLY REPORT 2019



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CORPORATE INFORMATION

BOARD OF DIRECTORS

CHAIRMAN

Javaid Sadiq

DIRECTOR /PRESIDENT

Khawas Khan Niazi

CHIEF EXECUTIVE OFFICER

Mohammed Rahat Sadiq

DIRECTORS

Huma Waheed

Agha Ali Imam

Jamil A. Khan

Syed Rahat Ali Shah

ADVISOR TO BOARD

Mian M.A.Shahid (Chairman UIG)

ADVISORS

Sardar Khan

(Former Managing Director
Universal Insurance Co Ltd)

Major General (R) Asif Duraiz
Akhtar

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 is 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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Abdullah Haroon Road, Saddar
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info@theunitedinsurance.com

HEAD OFFICE

UIG House, 6-D, Upper Mall,
Lahore

TEL: 042-35776475-83,85

UAN: 92-42-111-000-014

FAX: 92-42-35776486-87

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. Mohammad Rahat Sadiq	Member
Syed Rahat Ali Shah	Member
Mr. Wakeel Ahmed Mirza	Secretary

Underwriting Committee:

Name of Member	Category
Mr. Khawas Khan Niazi	Chairman
Mr. Mohammed Rahat Sadiq	Member
S.M Qaisar Imam	Member
Mr. Tayyab bashir	Member
Mr. Fahad Butt	Secretary

Risk Management & Compliance Committee:

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

Investment Committee:

Name of Member	Category
Mr. Jamil Ahmed Khan	Chairman
Mr. Agha Ali Imam	Member
Mr. Mohammad Rahat Sadiq	Member
Mr. Tajammal Iqbal	Member
Mr. Maqbool Ahmad	Secretary

Claims Settlement Committee:

Name of Member	Category
Ms. Huma Waheed	Chairperson
Mr. Mohammad Rahat Sadiq	Member
Mr. Tajammal Iqbal	Member
Mr. Kamran Zaman	Member
Mr. Rizwan Safdar	Secretary

Audit Committee:

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

Reinsurance & Co-insurance Committee:

Name of Member	Category
Mr. Khawas Khan Niazi	Chairman
Mr. Mohammad Rahat Sadiq	Member
Mr. Aamir Hameed	Member
Mr. Abrar Ahmed Minhas	Secretary

KEY MANAGEMENT PERSONNEL

CONVENTIONAL BUSINESS

HEAD OF CONVENTIONAL BUSINESS

Tajammal Iqbal

SR. EXECUTIVE DIRECTOR UNDERWRITING

S.M. Qaiser Imam

SR. EXECUTIVE DIRECTOR

Dr. Murtaza Mughal

JOINT DIRECTOR OPERATION

Tayyab Bashir

CHIEF COMPLIANCE OFFICER

Ali Hassan Bhatti

SR. GENERAL MANAGER RE-INSURANCE

Abrar Ahmed Minhas

GENERAL MANAGER HR & R

Wakeel Ahmed Mirza

GENERAL MANAGER (I.T)

Munir Ahmed

GENERAL MANAGER HEALTH/ TRAVEL

Kashif Shafique

GENERAL MANAGER ADMINISTRATION

Maj.(R) Nadeem Iqbal Naz

DEPUTY GENERAL MANAGER CLAIMS

Kamran Zaman

A.G.M UNDERWRITING

Manzoor Hussain Mirza

A.G.M REINSURANCE

Naeem Ahmed Babar

CHIEF MANAGER (WEB)

Mohammed Arshad

CHIEF MANAGER (AGRI)

Zulfiqar Ahmed

SR. MANAGER COORDINATION

Tahira Ashar

WINDOW TAKAFUL OPERATIONS

HEAD OF TAKAFUL OPERATIONS

Shakeel Ahmed

SHARIAH ADVISOR

Mufti Farhan Farooq

JOINT DIRECTOR OPERATIONS & TECHNICAL

Amir Hameed

SHARIAH COMPLIANCE OFFICER

Malik Saad Munir

EXECUTIVE DIRECTORS (MARKETING)

Mohammad Rafique Khan

Zarar Ahmed Butt

Mian Kashif Rasheed

Ch. Aslam Feroze

Mohammed Siddique Sheikh

Rizwan-UL-Haq

Shafaqat Ali Goraya

Hassan Nadeem

Ch. Shamas-ul-Haq

Kh. Adnan Hassan

Mohammed Mazhar Shah

Malik Khurram Mansoor

Nauman-ul-Haq

Tanveer Ahmad Bhatti

JOINT DIRECTORS (MARKETING)

Aslam Rajpoot

Malik Zafar Yousaf

Mian Mohammed Rafi

Faisal Javaid

Mohammed Mohsin ullah

Chaudhary Iqbal Tahir

Zafar Mahmood

Syed Ahmad Ali

Hassan Bin Daud

Malik Azhar Ahmed

Mujeeb-ur-Rehman Khokhar

Zahid Mukhtar Paracha

Mian Muhammad Asif

Raheel Zia

Rana Muhammad Ashraf

Shahid Hussain Chisti

Junaid Akhtar Samoo

Mumtaz Ahmad Kahloon

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
Industrial Development Bank of Pakistan
JS Bank Limited
Bank Islami Pakistan Limited
Bank of Azad Jammu and Kashmir
MIB 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

DIRECTORS' REVIEW TO THE MEMBERS ON CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

Dear Fellow Members!

We are pleased to present the unaudited financial statements for the half year ended June 30, 2019. The directors of The United Insurance Company of Pakistan Limited are pleased to announce the financial results for the half year ended June 30, 2019. These also outline the development of the principal activities of the company as compared to the previous year 2018.

Performance Overview Conventional – (Half year ended June 30, 2019)

There has been acceleration of the financial data and performance has certainly exceeded the expected targets during the first half of the current year and performance has exceeded in certain areas of the business. The company's Gross Premium Income and Net Premium Income for the half year ended 2019 stands at Rs 1,829.518 million and Rs. 1,306.746 million, respectively. Whereas in 2018 for the comparative reporting period Gross Premium Income was Rs 1,788.155 million and Net Premium Income was Rs. 1,271.740 million.

Underwriting Results for the half year ended 2019 are being reported as Rs. 377.769 million reflecting 64% increase as compared to previous year same period in 2018 where underwriting results were reported as Rs. 229.770 million.

The company's Profit Before Tax has increased in the half year ended 2019 by 34% from Rs. 316.348 million in 2018 to Rs. 423.771 million in 2019. Similarly, Profit After Tax being reported amounts to Rs. 329.686 million in 2019 as compared to Rs. 270.440 million in 2018, reflecting the increase of 22%.

The Earnings Per Share (EPS) of the company which includes both basic and diluted stands at Rs. 1.27 per share in 2019 as compared to Rs. 1.20 per share in 2018, reflecting a slight improvement.

The investments income reduced to Rs. 29.109 million in 2019 as compared to Rs. 40.046 million in 2018.

Performance Overview Takaful Operations - (Half year ended June 30, 2019)

The following financial data reflects the performance of Window Takaful Operations during the half year ended June 30, 2019.

We have recorded increase of 2% in the Gross Written Contribution of Participants Takaful Fund as compared to the half year ended 2018. The Gross Written Contribution for the half year ended 2019 increased from Rs. 324.699 million in 2018 to Rs. 330.001 for 2019.

General and management expenses of the operator increased by 10% from Rs. 49.878 million in 2018 to Rs. 54.637 million in 2019.

Total Comprehensive Income for the period has decreased from Rs. 0.833 million in 2018 to negative Rs. 22.931 million in 2019 for the half year ended 2018.

State of Company's Business affairs

Directors of the Company:

The Board of Directors of the Company consistent of the following members:

- Mr. Javaid Sadiq
- Mr. Mohammed Rahat Sadiq
- Mr. Khawas Khan Niazi
- Miss. Huma Waheed
- Mr. Syed Rahat Ali Shah
- Mr. Agha Ali Imam
- Mr. Jamil A. Khan

Risks and Uncertainties Facing the Business:

The principal risks and uncertainties that our company encounters are which arises from the exposure to financial loss from transacting insurance or the insurance risk and emerging unknown risks. However, we have stringent risk management policies that we have implemented in order to identify and tackle any major risks.

There has been no changes in our company's nature of business amidst the year end 2018 and the half year ended June 30, 2019. Additionally, principal business activity of the company is doing general business including Fire, Marine, Motor, Crop and Miscellaneous General insurance.

We aim to safeguard our assets and enhance customer satisfaction by adapting to a reasonable but not absolute risk management system. In an environment facing greater uncertainty and growing threats from cyber-attacks, geopolitical events and other strategic risk, UIC has always ensure stringent risk management policies are undertaken to mitigate such risks.

Furthermore, there has been no default in payment of debts by The United Insurance Company of Pakistan Limited for the period being reported.

Business Review of Company

Future Outlook

There are various economic factors that are likely to effect the future development of UIC. The country's economy is facing severe balance of payment difficulties amid large fiscal and current account deficits, a visible decline in foreign exchange reserves and mounting pressures on the domestic currency.

The economic outlook in Pakistan is challenging, and it encompasses significant downside risks but CPEC project will have a positive impact on the economy as well as the insurance sectors of Pakistan. Entering an IMF programme has given confidence to the investment community in the country as long prevailing uncertainty has now gradually disappearing. Given the bright economic outlook of the country, we are hopeful that there will continue to be growth in the insurance sector and hence UIC will continue on the path of growth and expansion.

CSR and Company's Business Impact on Environment:

The vision of CSR at UIC outlines our role as a socially responsible corporate citizen that will endeavor to participate in programs that benefit the society at a large and also those who need special assistance. Our objectives, which we have been positively fulfilling for decades, is to operate our business in an economically, social and environmentally sustainable manner, to introduce and participate in programs that benefit the community. To enhance the quality of life for those in need and to create a community goodwill is how we aim to enhance our company as a socially responsible corporate citizen.

We comply with the law, ethical standards and international norms for implementing CSR in our business activities. Being accountable for our actions is what we embrace here at UIC.

Adequacy of internal control:

At UIC we ensure that our internal controls are consistent, efficient and effective in order to have reliable business and accounting operations as well as financial information. We also have a team of competent internal auditors who provide assurance in the management of risk. And most importantly, assisting management in the improvement of the internal deficiencies.

Acknowledgement

We wish to thank our valued customers for their faith in our products and services and sincerely hope that they will continue their support, care and confidence in our leadership. We also take this opportunity to thank our bankers and regulatory bodies for providing us with their valuable support throughout this period.

Finally, we wish to thank our staff whose dedication and commitment has been a source of strength for the Company.

For and on behalf of the Board



Mohammed Rahat Sadiq
Chief Executive Officer

Date: August 28, 2019



Javaid Sadiq
Chairman

2018 سے جون 2019 تک کمپنی کے کاروبار میں یا اسکی بنیادی کردار میں کوئی فرق نہیں آیا ہے۔ کمپنی کی بنیادی کاروباری سرگرمیاں فائز، میرین، موٹر، کراپ اور متنرف کاروباری سرگرمیوں پر مشتمل ہے۔

بنیادی معاشی اور ٹیکنالوجی میں تبدیلی کی وجہ سے نئی قسم کی انشورنس کوریج کی ضرورت بڑھتی جا رہی ہے۔ بہر حال ضروریات کے ساتھ مطابقت کا عمل انشورنس انڈسٹری میں بہت سست رفتار ہے۔

2019 میں پاکستان بزنس میں آسانی پیدا کرنے کے لئے عملی اقدامات کر رہے ہیں اور سی پیک بھی اپنے دوسرے حصے میں داخل ہو رہا ہے، جس سے پاکستان میں انشورنس کمپنیوں کے لئے نئی راہیں کھل رہی ہیں۔ ملکی معاشی حالات اور انشورنس سیکٹرز پاکستانی مارکیٹ میں نہایت کم حصہ انشورنس سیکٹرز کے لئے بڑے خطرات میں سے ایک ہے۔ کمپنی مستقل طور پر مارکیٹ میں نئی پروڈکٹس متعارف کر رہی تھی تاکہ کسٹمرز کی زیادہ سے زیادہ توجہ حاصل کی جاسکے۔

مستقبل کا جائزہ:

کمپنی کی ترقی کا انحصار بہت سے ملکی معاشی عوامل پر ہے۔ ملک کی اکانومی اخراجات کے عدم توازن، فیسکل اور کرنٹ اکاؤنٹ خسارے، روپے کی قدر میں کمی اور بیرونی رزمبادلہ میں کمی جیسے خطرات کا شکار ہے۔

پاکستان کی معاشی سرگرمیاں بہت سے مسائل کا شکار ہے لیکن CPEC پاکستان کی اکانومی اور انشورنس سیکٹرز کے لئے مثبت امید ہے۔ IMF کے پروگرام میں شمولیت نے سرمایہ کاروں کو اعتماد دیا ہے اور غیر یقینی صورتحال کو ختم کرنے میں مدد ملی ہے۔ ملکی اکانومی کے مثبت جائزہ کو دیکھتے ہوئے یہ کہا جاسکتا ہے کہ انشورنس سیکٹرز میں نمو کے ساتھ کمپنی کی نمو اور بڑھوتری جاری رہے گی۔

سی۔ ایس۔ آر اور کمپنی کے کاروبار کا ماحول پر اثر:

یو۔ آئی۔ سی میں سی۔ ایس۔ آر کا اولین مقصد ایسے پروگرام مرتب کرنا ہے جس سے سوسائٹی کو مثبت فوائد حاصل ہو سکیں، خاص طور پر ایسے لوگوں کو فوائد پہنچانا ہے جو اس کے مستحق ہیں۔ ہمارا مقصد جس پر ہم پچھلے کئی عشروں سے عمل کر رہے ہیں وہ مستحق افراد کی مدد کر کے معاشرے کو مثبت فوائد پہنچانا ہے۔ مستحق افراد کے معیار زندگی کو بہتر کر کے ہم معاشرے میں ذمہ دار شہری کا بھرپور کردار ادا کر رہے ہیں۔

سی۔ ایس۔ آر کو نافذ کرنے کیلئے ہم بین الاقوامی روایات، اخلاقی اقدار اور قوانین کا بھرپور احترام کرتے ہیں۔

اندرونی احتسابی نظام کی مضبوطی:

UIC کی انتظامیہ کمپنی میں اندرونی احتساب کا مضبوط نظام مرتب کرنے کی ذمہ دار ہے۔ ہم نے مضبوط اندرونی احتسابی نظام بنایا ہوا ہے تاکہ اثاثہ جات کی حفاظت کو یقینی بنایا جاسکے۔ مکمل اور با اعتماد مالیاتی گوشوارے استعمال کے لیے موجود ہیں اور اندرونی کنٹرول میں حفاظت ہیں۔

اعتراف:

ہم اپنے کسٹمرز کے شکرگزار ہیں کہ انہوں نے ہماری خدمات پر بھرپور اعتماد کا اظہار کیا ہے۔ ہم اپنے مینجنگز اور ریگولیٹری اداروں کا بھی شکر ادا کرتے ہیں جنہوں نے ہمیں اس عرصے میں اپنا یقین ساتھ میں دیا کیا۔ کسٹمر اور بینکس کے تعاون سے بیکرانے ہماری ایف۔ ایف۔ ایس۔ آر ریٹنگ AA کردی ہے جو ہماری کمپنی کی پرفیشنل کمٹنٹ 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 مہارت کا باعث ہے۔

بورڈ کی جانب سے

جاوید صادق

جاوید صادق

چیرمین

محمد راحت صادق

کمپنی کا سربراہ

مورخہ 28 اگست 2019

کنڈینسڈ عبوری مالی معلومات سے متعلق ممبران کو ڈائریکٹرز کا جائزہ

محترم اراکین!

ہم 30 جون 2019 کی مالیاتی رپورٹ کو پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔ دی یونائیٹڈ انشورنس کمپنی آف پاکستان لمیٹڈ کے ڈائریکٹرز 2019 کی پہلی ششماہی جائزہ رپورٹ پیش کرتے ہوئے نہایت شکرگزار ہیں۔ یہ رپورٹ پچھلے سال کی نسبت کمپنی کی کارکردگی پر روشنی ڈال رہی ہے۔

2019 پہلی ششماہی میں روایتی کاروبار کی کارکردگی کا جائزہ:

کمپنی کا خام بیمہ اور خالص بیمہ پہلی ششماہی 2019 کے اکتھما پر بالترتیب 1,829.518 ملین روپے اور 1,306.746 ملین روپے ریکارڈ کیا گیا ہے جبکہ 2018 میں خام بیمہ 1,788.155 ملین روپے اور خالص بیمہ 1,271.740 ملین روپے رہا تھا۔ یہ اعداد و شمار ٹیم ممبرز کی کمنٹس کو ظاہر کرتے ہیں۔ کمپنی کا کاروبار خدا کی مہربانی سے ترقی کر رہا ہے۔ 2019 کی پہلی ششماہی میں ذمیرہ نویسی نتائج 64 فیصد اضافے سے 377.769 ملین روپے رہے جبکہ 2018 میں 229.770 ملین روپے تھے۔ یہ ہمارے سٹاف کی بہترین کارکردگی ہے جس کی وجہ سے ذمیرہ نویسی نتائج میں کافی تیزی دیکھنے میں آئی ہے۔

2019 کی پہلی ششماہی میں قفل ازنگس منافع 34 فیصد اضافے سے 423.771 ملین روپے رہا جو کہ 2018 میں 316.348 ملین روپے تھا۔ اسی طرح بعد ازنگس منافع 329.686 ملین روپے رہا جو کہ 2018 میں 270.440 ملین روپے تھا، جو کہ 22 فیصد اضافے کی نشاندہی کر رہا ہے۔ کمپنی کی فی حصص آمدنی 1.27 روپے ریکارڈ کی گئی جو کہ 2018 میں 1.20 روپے فی حصص تھی۔ پہلی ششماہی میں سرمایہ کاری آمدن کی کے ساتھ 29.109 ملین روپے ریکارڈ ہوئی جبکہ 2018 میں سرمایہ کاری آمدن 40.046 ملین روپے تھی۔

2019 کی پہلی ششماہی میں نکافل کاروبار کی کارکردگی کا جائزہ:

درج ذیل شماریات نکافل آپریشنز کی پہلی ششماہی کی کارکردگی کا مظہر ہیں:

آپریٹرز کے خام عطیات میں 2018 کی نسبت 2 فی صد اضافہ ہوا۔ آپریٹرز کے خام عطیات 2018 میں 324.699 ملین روپے سے بڑھ کر 2019 میں 330.001 ملین روپے ریکارڈ کئے گئے۔ خام عطیات میں اضافہ سٹاف کی محنت کی بدولت حاصل ہوا ہے۔

آپریٹرز کے انتظامی اخراجات 10 فیصد اضافے سے بڑھ کر 2019 میں 54.637 ملین روپے ہو گئے ہیں جو کہ 2018 میں 49.878 ملین روپے تھے۔

آپریٹرز کی جامع آمدنی 2018 میں 0.833 ملین روپے سے کم ہو کر 2019 میں منفی 22.931 ملین روپے ہو گئی ہے۔

کمپنی کے کاروباری معاملات کا جائزہ:

کمپنی کا بورڈ آف ڈائریکٹرز:

- ☆ جاوید صادق صاحب
- ☆ راحت صادق صاحب
- ☆ خواص خان نیازی صاحب
- ☆ ہما وحید صاحبہ
- ☆ سید راحت علی شاہ صاحب
- ☆ آغا علی امام صاحب
- ☆ جمیل اے۔ خان صاحب

کاروبار کو درپیش ریسک اور غیر یقینی عوامل:

نئے اٹھنے والے خطرات اور انشورنس سے متعلق مالی نقصانات ہی کمپنی کو درپیش بنیادی ریسک اور غیر یقینی عوامل ہیں۔ ہم نے اپنی انتظامی پالیسیوں کو مضبوط بنایا ہے تاکہ اہم ریسک کی نشاندہی کی جاسکے اور ان سے نمٹا جاسکے۔

The United Insurance Company of Pakistan Limited

Condensed Interim Financial Statements

For The Six Months Period Ended June 30, 2019 (Un-Audited)

INDEPENDENT AUDITORS' 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 as at June 30, 2019 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 unconsolidated profit and loss account and condensed interim unconsolidated statement of comprehensive income for the three months period ended June 30, 2019, have not been reviewed, as we are required to review only the cumulative figures for the six months period ended June 30, 2019.

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



ILYAS SAEED & CO.

Chartered Accountants
Engagement Partner: Muhammad Ilyas
Place: Lahore

Date: August 28, 2019

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2019 (UN-AUDITED)

	Note	Un-Audited	Audited
		June 30, 2019	December 31, 2018
----- Rupees -----			
ASSETS			
Property and equipment	5	778,614,368	774,641,320
Intangible assets	6	3,079,989	3,515,859
Investment property	7	2,387,012	2,447,702
Investment in subsidiary and associate	8	1,344,682,889	1,334,343,229
Investments			
Equity Securities	9	48,435,509	29,082,689
Debt Securities	10	294,882,535	283,282,668
Term deposits	11	256,087,755	115,633,412
Loans and other receivables	12	205,745,142	158,735,054
Total assets in window takaful operations	12 A	581,675,343	605,758,680
Insurance / Reinsurance receivables	13	900,851,177	807,437,613
Reinsurance recoveries against outstanding claims	24	1,289,201,245	1,379,267,940
Deferred commission expense/ Acquisition cost	25	191,741,949	174,654,726
Deferred taxation	14	-	-
Taxation-payment less provisions		-	-
Prepayments	15	732,708,700	684,075,496
Cash & Bank	16	433,993,030	542,588,730
Total Assets		7,064,086,643	6,895,465,118
EQUITY AND LIABILITIES			
Capital and reserve attributable to Company's equity holders			
Ordinary share capital	17	2,601,016,820	2,261,753,760
Share premium		-	-
Reserves	18	45,538,238	58,204,459
Unappropriated profit		714,205,971	723,538,082
Total Equity		3,360,761,028	3,043,496,301
Surplus on revaluation of fixed assets		80,068,158	80,313,554
LIABILITIES			
Total liabilities in window takaful operations	12 A	2,642,149	29,660,180
Underwriting provisions			
Outstanding claims including IBNR	24	1,836,866,056	1,719,012,008
Unearned premium reserves	23	1,215,427,959	1,535,651,678
Premium deficiency reserves		-	35,997,061
Unearned Reinsurance commission	25	75,242,909	128,844,597
Retirement benefit obligations		-	-
Deferred taxation	14	41,384,065	37,475,478
Borrowings	19	75,962,928	52,198,875
Premium received in advance		-	-
Insurance / Reinsurance payables	20	134,538,452	53,070,549
Other Creditors and Accruals	21	87,987,330	69,723,191
Taxation - provision less payment		153,205,609	110,021,646
Total Liabilities		3,623,257,457	3,771,655,263
Total Equity And Liabilities		7,064,086,643	6,895,465,118
CONTINGENCY(IES) AND COMMITMENT(S)	22	-	-

The annexed notes from 1 to 39 form an integral part of these condensed interim financial statements.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Khawas Khan Niazi
Director / President



Javaid Sadiq
Chairman

CONDENSED INTERIM PROFIT & LOSS ACCOUNT

FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Note	Un-Audited			
		Quarter ended		Six Months Ended	
		June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
		Aggregate	Aggregate	Aggregate	Aggregate
----- Rupees -----					
Net insurance premium	23	632,156,196	717,323,672	1,306,746,408	1,271,739,793
Net insurance claims	24	(342,224,978)	(386,799,840)	(590,381,832)	(588,328,046)
Premium deficiency		-	(22,435,850)	35,997,061	(39,695,524)
Net Commission and other acquisition costs	25	33,770,137	(36,614,330)	17,395,102	8,691,660
Insurance claims and acquisition expenses		(308,454,841)	(445,850,020)	(536,989,669)	(619,331,910)
Management expenses	26	(208,621,086)	(234,893,239)	(391,987,907)	(422,638,183)
Underwriting results		115,080,269	36,580,413	377,768,832	229,769,700
Investment income	27	14,098,400	11,553,477	29,108,699	40,045,818
Rental income	28	573,000	573,000	1,146,000	1,146,000
Other income	29	8,555,573	5,973,745	15,463,449	8,687,460
Other expenses	30	(603,187)	(672,755)	(15,354,768)	(9,763,038)
		22,623,786	17,427,467	30,363,380	40,116,240
Results of operating activities		137,704,055	54,007,880	408,132,212	269,885,940
Finance cost	31	(4,336,040)	(744,324)	(8,499,695)	(1,583,821)
Share of profit from associate		5,080,475	7,494,399	18,188,279	14,404,537
Profit from window takaful operations		2,127,231	10,413,293	5,949,795	33,640,957
Profit before tax for the period		140,575,721	71,171,248	423,770,591	316,347,613
Income tax expense	32	(29,000,268)	(2,407,853)	(94,085,038)	(45,907,853)
Profit after tax for the period		111,575,453	68,763,395	329,685,553	270,439,760
Earnings (after tax) per share - basic and diluted (Restated)	33	0.43	0.30	1.27	1.20

The annexed notes from 1 to 39 form an integral part of these condensed interim financial statements.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Khawas Khan Niazi
Director / President



Javaid Sadiq
Chairman

**CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME**
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Un-Audited			
	Quarter ended		Six Months Ended	
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
	Aggregate	Aggregate	Aggregate	Aggregate
----- Rupees -----				
Profit after tax	111,575,453	68,763,395	329,685,553	270,439,770
Other comprehensive income/ (loss) for the period:				
Items to be re-classified to profit and loss account in subsequent period:				
Unrealized (loss) / gain on revaluation of available for sale investments net of deferred tax	(8,219,549)	1,399,348	(8,219,549)	(1,902,510)
Realized (gain) / loss on revaluation of available for sale investments net of deferred tax	(2,300,561)	(4,996,075)	(2,300,561)	19,457,551
Unrealized gain / (loss) on revaluation of available for sale mutual fund net of deferred tax	(5,390)	-	(5,390)	-
Share of other comprehensive (loss)/income from takaful:				
Unrealized (loss) / gain on revaluation of available for sale investments net of deferred tax	(9,528,482)	(1,558,166)	(9,528,482)	(2,020,778)
Realized (gain) / loss on revaluation of available for sale investments net of deferred tax	7,387,760	(621,379)	7,387,760	2,529,313
	(12,666,222)	(5,776,272)	(12,666,222)	18,063,576
Items not to be re-classified to profit and loss account in subsequent period:				
Actuarial gain on defined benefit plan	-	-	-	-
Incremental depreciation net of deferred tax	122,698	357,832	245,396	566,567
Realized gain / (loss) on available for sale investments net of deferred tax	-	-	-	-
Share of other comprehensive income from takaful	-	-	-	-
	122,698	357,832	245,396	566,567
Share of other comprehensive loss from associate	-	-	-	-
Total comprehensive income for the period	99,031,929	63,344,955	317,264,728	289,069,903

The annexed notes from 1 to 39 form an integral part of these condensed interim financial statements.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Khawas Khan Niazi
Director / President



Javaid Sadiq
Chairman

**CONDENSED INTERIM STATEMENT OF
CHANGES IN EQUITY**
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Attributable to Equity Holders of the Company					Total
	Share capital	Reserve for issue of bonus shares	General reserve	Available for sale reserve	Unappropriated profit	
	----- Rupees -----					
Balance as at January 01, 2018	2,001,552,000	-	75,115,917	(28,625,150)	593,724,039	2,641,766,806
Transfer to reserve for issue of final bonus shares	-	260,201,760	-	-	(260,201,760)	-
Bonus shares reserve capitalized	260,201,760	(260,201,760)	-	-	-	-
Transfer to general reserve	-	-	-	-	-	-
Final cash dividend paid for the period - 2018	-	-	-	-	-	-
Total comprehensive income for the period						
Profit after tax for the six months period ended June 30, 2018	-	-	-	-	270,439,760	270,439,760
Other comprehensive income	-	-	-	18,063,576	566,567	18,630,143
	-	-	-	18,063,576	271,006,327	289,069,903
Balance as at June 30, 2018 (Un-Audited)	2,261,753,760	-	75,115,917	(10,561,574)	604,528,606	2,930,836,709
Balance as at January 01, 2019	2,261,753,760	-	75,115,917	(10,561,574)	604,528,606	2,930,836,709
Transfer to reserve for issue of final bonus shares	-	339,263,060	-	-	(339,263,060)	-
Bonus share reserve capitalized	339,263,060	(339,263,060)	-	-	-	-
Transfer to general reserve	-	-	-	-	-	-
Final cash dividend for the period - 2019	-	-	-	-	-	-
Total comprehensive income for the period						
Profit after tax for the six months period ended June 30, 2019	-	-	-	-	329,685,553	329,685,553
Other comprehensive income	-	-	-	(12,666,222)	245,396	(12,420,826)
	-	-	-	(12,666,222)	329,930,949	317,264,728
Balance as at June 30, 2019 (Un-Audited)	2,601,016,820	-	75,115,917	(29,577,680)	714,205,971	3,360,761,029

The annexed notes from 1 to 39 form an integral part of these condensed interim financial statements.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Khawas Khan Niazi
Director / President



Javaid Sadiq
Chairman

CONDENSED INTERIM CASH FLOW STATEMENT

FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Un-Audited June 30, 2019	Un-Audited June 30, 2018
----- Rupees -----		
OPERATING CASH FLOWS:		
a) Underwriting activities:		
Insurance premium received	1,747,839,323	1,780,048,507
Reinsurance premium paid	(808,503,348)	(853,277,634)
Claims paid	(849,295,182)	(1,257,010,797)
Reinsurance and other recoveries received	455,099,514	767,367,037
Commission paid	(223,108,390)	(177,698,668)
Commission received	169,814,581	169,827,641
Management expenses paid	(343,544,938)	(370,151,381)
Net cash flow from underwriting activities	148,301,561	59,104,705
b) Other operating activities:		
Income tax paid	(42,763,481)	(33,790,214)
General expenses paid	(15,354,768)	(9,763,038)
Other operating receipts / (payments)	(23,611,711)	14,902,608
Loan to employees and agents	(1,134,643)	324,010
Net cash flow from other operating activities	(82,864,603)	(28,326,634)
Total cash flows from all operating activities	65,436,958	30,778,071
INVESTMENT ACTIVITIES:		
Investment income received	23,451,532	41,694,626
Rental income received	1,146,000	1,146,000
Net assets in window takaful operations	(5,949,795)	(33,640,957)
Sale/(purchase) of investment & fixed deposits	(171,386,730)	(84,721,985)
Fixed capital expenditure	(8,463,093)	(10,262,419)
Proceeds from disposal of property and equipment	10,362,244	4,461,733
Net cash flow from investing activities	(150,839,843)	(81,323,002)
FINANCING ACTIVITIES:		
Finance lease charges paid	(8,499,696)	(1,583,821)
Payments on finance lease	(14,693,120)	(27,692,575)
Dividends paid	-	-
Net cash flow from financing activities	(23,192,816)	(29,276,396)
Net cash (outflow) / inflow from all activities	(108,595,700)	(79,821,326)
Cash and cash equivalents at the beginning of the period	542,588,730	490,059,464
Cash and cash equivalents at the end of the period	433,993,030	410,238,138

CONDENSED INTERIM CASH FLOW STATEMENT

FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Un-Audited June 30, 2019	Un-Audited June 30, 2018
	----- Rupees -----	
Reconciliation of Profit and Loss Account		
Operating cash flows	65,436,957	30,778,071
Depreciation / amortization	(41,431,175)	(46,537,016)
Lease finance charges	(8,499,695)	(1,583,821)
Car Ijarah expense	(5,292,777)	(5,440,391)
Profit on disposal of property and equipment	8,451,655	3,666,796
Dividend income	416,520	3,500,705
Gain & other investment income	28,692,179	36,545,113
Reversal / (provision) for impairment in value of investments	-	-
Share of profit / (loss) from associate	18,188,279	14,404,537
Income from window takaful operations	5,949,795	33,640,957
Increase / (decrease) in assets other than cash	109,376,008	(137,983,517)
(Increase) / decrease in liabilities other than borrowings	148,397,807	339,448,326
Profit after taxation for the period	329,685,553	270,439,760

The annexed notes from 1 to 39 form an integral part of these condensed interim financial statements.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Khawas Khan Niazi
Director / President



Javaid Sadiq
Chairman

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

1 LEGAL STATUS AND NATURE OF BUSINESS

The United Insurance Company of Pakistan Limited (hereinafter called "the company") was incorporated 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, 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 Insurance Ordinance, 2000 and undertakes Fire, Marine, Motor, Crop and Miscellaneous General insurance. The company has been allowed to work as Window Takaful Operator on August 18, 2014 by Securities and Exchange Commission of Pakistan under Takaful Rules, 2012 to carry on Islamic General Takaful in Pakistan. It has not transacted any insurance business outside Pakistan.

For the purpose of carrying on the 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 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 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 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, 2018.

2.1 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except that certain financial instruments are carried at fair value, freehold land and building is stated at revalued amount and staff retirement benefits are stated at present value.

2.2 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani rupees which is the Company's functional currency and presentation currency. All financial information presented in Pakistani rupees are rounded off to nearest rupees unless otherwise stated.

2.3 Standards, interpretations, and amendments effective in 2019

The following revised standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

**NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS**
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

Standards, Amendments and Interpretations		IASB effective date (Annual periods beginning on or after)
IAS-1	Presentation of Financial Statements Amendments	01 January, 2020
IFRS-9	Financial Instruments – Classification and measurement	01 July, 2019
IFRS-16	Leases	01 January, 2019
IFRIC-23	Uncertainty over Income Tax Treatments	01 January, 2019
IFRS-9	Financial Instruments – Prepayment Features with Negative Compensation (Amendments)	01 January, 2019
IAS-19	Employee Benefits – Plan Amendment, Curtailment or Settlement (Amendments)	01 January, 2019
IAS-28	Investments in Associates and Joint Ventures –Long-term Interests in Associates and Joint Ventures (Amendments)	01 January, 2019
IFRS-3	Business Combinations – Annual Improvements to IFRS Standards 2015–2017 Cycle	01 January, 2019
IFRS-11	Joint Arrangements – Annual Improvements to IFRS Standards 2015–2017 Cycle	01 January, 2019
IAS-12	Income Taxes – Annual Improvements to IFRS Standards 2015–2017 Cycle	01 January, 2019
IAS-23	Borrowing Costs – Annual Improvements to IFRS Standards 2015–2017 Cycle	01 January, 2019
IAS-23	Borrowing Costs – Annual Improvements to IFRS Standards 2015–2017 Cycle	01 January, 2019
IAS-8	Accounting policies, Change in Accounting Estimates and Error (Amendments).	01 January, 2020
IFRS-3	Business Combinations – (Amendments)	01 January, 2020

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

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards, Amendments and Interpretations		IASB effective date (Annual periods beginning on or after)
IFRS -1	First-time Adoption of International Financial Reporting Standards	01 January, 2018
IFRS-14	Regulatory Deferral Accounts	01 January, 2016
IFRS-17	Insurance Contracts	01 January, 2021

The Company expects that the adoption of the above standards will have no material effect on the Company's condensed interim 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, 2019 are the same as those adopted in the preparation of the financial statements for the year ended December 31, 2018.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements requires management to make judgments, estimates and assumptions that affect 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 at and for the year ended December 31, 2018.

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Note	Un-Audited	Audited
		June 30, 2019	December 31, 2018
		----- Rupees -----	
5	PROPERTY AND EQUIPMENT		
	Operating assets at net book value - Owned	679,059,777	706,678,243
	Operating assets at net book value - Leased	99,554,591	67,963,077
		778,614,368	774,641,320
5.1	Opening net book value	706,678,243	711,481,492
	Add: Additions made during the period at cost	8,463,093	29,734,868
	Add: Transfers made during the period at cost	-	89,095,000
	Add: Accumulated depreciation reversed on disposals made during the period	14,469,651	26,586,828
	Less: Disposals made during the period at cost	16,483,481	29,465,167
	Less: Accumulated depreciation reversed on matured assets made during the period	-	44,019,531
	Less: Depreciation for the period	34,067,729	76,735,246
		(27,618,466)	(4,803,248)
	Closing net book value	679,059,777	706,678,243
5.2	Opening net book value	67,963,077	99,115,061
	Add: Additions made during the period at cost	38,458,400	30,968,000
	Less: Transfers made during the period at cost	-	89,095,000
	Add: Accumulated depreciation reversed on matured assets made during the period	-	44,019,531
	Less: Depreciation for the period	6,866,886	17,044,515
		31,591,514	(31,151,984)
	Closing net book value	99,554,591	67,963,077
6	INTANGIBLE ASSETS		
	Opening net book value	3,515,859	4,687,812
	Add: Additions made during the period at cost	-	-
	Less: Amortization for the period	435,870	1,171,953
		(435,870)	(1,171,953)
	Net book value	3,079,989	3,515,859
7	INVESTMENT PROPERTY		
	Opening net book value	2,447,702	2,576,528
	Add: Additions made during the period at cost	-	-
	Less: Depreciation for the period	60,690	128,826
		(60,690)	(128,826)
	Net book value	2,387,012	2,447,702

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Note	Un-Audited	Audited
		June 30, 2019	December 31, 2018
		----- Rupees -----	
8	INVESTMENT IN SUBSIDIARY AND ASSOCIATE		
Investment in associate	8.1	686,553,306	421,189,277
Share deposit money		395,975,631	651,000,000
Advance for purchase of shares	8.2	262,153,952	262,153,952
		1,344,682,889	1,334,343,229

8.1 Particulars of investment in associate

	June 30, 2019	December 31, 2018	Face value per share (Rupees)			
Number of shares						
	153,073,308	111,250,000	10	8.1.1	686,553,306	421,189,277

8.1.1 Market value of investment and percentage of holding in associate are Rs. 1,532,263,833/- and 44.50% respectively (2018: Rs. 719,787,500/- and 44.50%). 153,073,308/- (2018: 111,250,000/-) number of shares in associate are frozen with CDC under the provision of section 10 (2) of Micro finance Institutions Ordinance, 2001.

8.1.2 Movement of investment in associate

Beginning of the year	421,189,277	397,487,931
Add: Purchased during the year	247,175,750	-
	668,365,027	397,487,931
Share of profit from associate	18,188,279	23,701,346
Share of other comprehensive income / (loss) of associate	-	-
Closing balance	686,553,306	421,189,277

8.1.3 Summarised financial information extracted from the financial statements of the associate as at June 30, 2019 and 2018 is given below:

Total assets	18,744,516,674	17,623,046,929
Total liabilities	(17,131,498,683)	(16,149,300,841)
Net assets	1,613,017,991	1,473,746,088
Company's share of net asset of associate	717,793,006	468,033,194
Total revenue	1,379,348,554	938,841,705
Company's share of total revenue	613,810,107	417,784,559
Profit / (loss) after taxation	40,872,538	32,369,747

8.2 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.

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Note	Un-Audited	Audited
		June 30, 2019	December 31, 2018
		----- Rupees -----	
9	EQUITY SECURITIES		
	Available for sale		
Listed shares	9.1	64,976,115	34,145,161
Less: unrealized loss on revaluation of investment		(19,385,388)	(7,808,558)
Carrying value		45,590,727	26,336,603
Mutual Funds		2,835,635	2,734,202
Add: unrealized gain on revaluation of investment		9,147	11,884
Carrying value		2,844,782	2,746,086
Carrying value		48,435,509	29,082,689

9.1 Cost of ordinary shares of quoted companies as at June 30, 2019 is Rs. 70,747,496/- (2018: Rs. 40,070,734/-)

10 DEBT SECURITIES

Debt securities comprise of the following:

Pakistan Investment Bonds - Held to maturity	10.1	294,882,535	283,282,668
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10.1 Pakistan Investment Bonds amounting to Rs. 280,400,000/- (2018: Rs. 227,000,000/-) 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 TERM DEPOSITS

Term deposits comprise of the following:

Deposits maturing within 12 months	11.1	256,087,755	115,633,412
Deposits maturing after 12 months		-	-
		256,087,755	115,633,412

11.1 This includes TDRs held with Apna Microfinance Bank Limited, a related party, amounting to Rs. 12,000,000/- (2018: Rs. 72,000,000/-).

12 LOANS AND OTHER RECEIVABLES

Considered good

Receivable from related parties	12.1	43,885,266	28,468,572
Accrued investment income		14,244,038	8,586,871
Lease security deposits		25,697,898	14,141,325
Other security deposits		32,942,597	33,730,735
Loans to employees		12,296,138	11,161,495
Branch balance receivable		62,668,023	37,177,707
Other receivable		14,011,182	25,468,349
Less: provision for impairment of loans and receivables			-
		205,745,142	158,735,054

12.1 This represents amount due from M/s United Track System (Pvt) Ltd. an associated undertaking. (2018: Rs. 28,468,572/-).

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Note	Un-Audited	Audited
		June 30, 2019	December 31, 2018
		----- Rupees -----	
12A INVESTMENT IN WINDOW TAKAFUL OPERATIONS (WTO)			
Total assets in operator's fund		581,675,343	605,758,680
Total liabilities in operator's fund		(2,642,149)	(29,660,180)
Net assets in window takaful operatisons (WTO)	12A.1	579,033,194	576,098,500
12A.1 Movement of investment in window takaful operations (WTO)			
Balance at beginning of the year		576,098,500	394,359,690
Share of profit from window takaful operations (WTO)		5,949,795	188,530,802
Share of other comprehensive income / (loss) from window takaful operations (WTO)		(3,015,101)	(6,791,992)
Qarz-e-hasna to participant's takaful fund		-	-
		579,033,194	576,098,500
13 INSURANCE / REINSURANCE RECEIVABLES			
- Unsecured and considered good			
Due from insurance contract holders		591,325,033	509,646,048
Less : Provision for impairment of receivables from insurance contract holders		-	-
Due from other insurers / reinsurers		309,526,144	297,791,565
Less : Provision for impairment of due from other insurers / reinsurers		-	-
		900,851,177	807,437,613
14 DEFERRED TAXATION			
Deferred tax liability		41,384,065	37,475,478
15 PREPAYMENTS			
Prepaid reinsurance premium ceded	23	729,559,729	682,584,097
Prepaid rent		3,148,971	1,491,399
		732,708,700	684,075,496
16 CASH & BANK			
Cash and cash equivalents			
- cash in hand		354,769	216,926
Cash at bank			
- Current accounts		282,035,756	381,527,148
- Saving accounts		151,602,505	160,844,656
		433,638,261	542,371,804
		433,993,030	542,588,730

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

17 SHARE CAPITAL

17.1 Authorized share capital

June 30, 2019	December 31, 2018	Note	Un-Audited	Audited
			June 30, 2019	December 31, 2018
(Number of shares)			----- Rupees -----	
300,000,000	300,000,000	Ordinary shares of Rs. 10/- each	3,000,000,000	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
249,138,207	215,211,901	Ordinary shares of Rs. 10/- each issued as fully paid bonus shares	2,491,382,070	2,152,119,010
260,101,682	226,175,376		2,601,016,820	2,261,753,760

Reconciliation of issued, subscribed and paid up share capital

226,175,376	200,155,200	At the beginning of the period	2,261,753,760	2,001,552,000
33,926,306	26,020,176	Bonus shares issued during the period	339,263,060	260,201,760
260,101,682	226,175,376		2,601,016,820	2,261,753,760

18 RESERVES

General reserves			75,115,917	75,115,917
Available for sale reserve			(29,577,680)	(16,911,458)
			45,538,237	58,204,459

19 BORROWINGS

Liabilities against assets subject to finance lease			75,962,928	52,198,875
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19.1 Opening Balance

Add: Disbursement during the period			34,793,627	-
Less: Repaid during the period			11,029,574	(17,542,936)
			23,764,053	(17,542,936)
Closing Balance			75,962,928	52,198,875

20 INSURANCE / REINSURANCE PAYABLES

Due to insurance contract holders			-	-
Due to other insurers / reinsurers			134,538,452	53,070,549
			134,538,452	53,070,549

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

Note	Un-Audited				
	Quarter ended		Six Months Period Ended		
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018	
	Aggregate	Aggregate	Aggregate	Aggregate	
----- Rupees -----					
23	NET INSURANCE PREMIUM				
	Written Gross Premium	735,048,228	799,682,462	1,829,518,308	1,788,154,629
	Add: Unearned premium reserve - Opening	1,545,154,813	1,600,022,902	1,535,651,678	1,581,500,585
	Less: Unearned premium reserve - Closing	1,215,427,959	1,325,148,445	1,215,427,959	1,325,148,445
	Premium earned	1,064,775,082	1,074,556,919	2,149,742,027	2,044,506,769
	Less: Reinsurance premium ceded	429,194,993	434,465,578	889,971,251	887,477,875
	Add: Prepaid reinsurance premium - Opening	732,983,622	725,843,552	682,584,097	688,364,984
	Less: Prepaid reinsurance premium - Closing	729,559,729	803,075,883	729,559,729	803,075,883
	Reinsurance expense	432,618,886	357,233,247	842,995,619	772,766,976
		632,156,196	717,323,672	1,306,746,408	1,271,739,793
24	NET INSURANCE CLAIMS EXPENSE				
	Claims Paid	359,555,501	537,683,881	849,295,182	1,257,010,797
	Add: Outstanding claims including IBNR - Closing	1,836,866,056	1,280,701,789	1,836,866,056	1,280,701,789
	Less: Outstanding claims including IBNR - Opening	1,721,593,981	1,158,990,555	1,719,012,008	1,385,321,234
	Claims expense	474,827,576	659,395,115	967,149,230	1,152,391,352
	Less: Reinsurance and other recoveries received	219,125,504	272,774,134	466,834,093	769,756,434
	Add: Reinsurance and other recoveries in respect of outstanding claims - Closing	1,289,201,245	816,913,930	1,289,201,245	816,913,930
	Less: Reinsurance and other recoveries in respect of outstanding claims - Opening	1,375,724,151	817,092,789	1,379,267,940	1,022,607,058
	Reinsurance and other recoveries revenue	132,602,598	272,595,275	376,767,398	564,063,306
		342,224,978	386,799,840	590,381,832	588,328,046

24.1 The aforesaid includes outstanding claims of Rs. 333,601,189/- (2018: 380,091,583/-) which are payable to a related party.

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

Note	Un-Audited				
	Quarter ended		Six Months Period Ended		
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018	
	Aggregate	Aggregate	Aggregate	Aggregate	
----- Rupees -----					
25	NET COMMISSION AND OTHER ACQUISITION COSTS				
	Commission paid or payable	107,937,487	86,046,931	223,108,390	177,698,668
	Add: Deferred commission expense - Opening	172,207,495	164,107,756	174,654,726	175,925,630
	Less: Deferred commission expense - Closing	191,741,949	172,521,955	191,741,949	172,521,955
	Net Commission	88,403,033	77,632,732	206,021,167	181,102,343
	Less: Commission received or recoverable	81,275,304	85,508,810	169,814,581	169,827,641
	Add: Unearned re-insurance commission -Opening	116,140,776	37,586,345	128,844,597	102,043,115
	Less: Unearned re-insurance commission -Closing	75,242,909	82,076,753	75,242,909	82,076,753
	Commission from reinsurers	122,173,170	41,018,402	223,416,269	189,794,003
		(33,770,137)	36,614,330	(17,395,102)	(8,691,660)
26	MANAGEMENT EXPENSES				
		208,621,086	234,893,239	391,987,907	422,638,183
27	INVESTMENT INCOME				
	Income from non-trading investments				
	Available for sale	2,716,415	5,906,164	6,740,237	24,751,870
	Held to maturity	11,411,578	5,824,952	22,538,285	15,700,626
		14,127,993	11,731,116	29,278,522	40,452,496
	(Provision) / Reversal for impairment in value of investment	-	-	-	-
	Investment related expenses	(29,593)	(177,639)	(169,823)	(406,678)
	Net Investment Income	14,098,400	11,553,477	29,108,699	40,045,818
28	RENTAL INCOME				
		573,000	573,000	1,146,000	1,146,000
29	OTHER INCOME				
		8,555,573	5,973,745	15,463,449	8,687,460
30	OTHER EXPENSES				
		(603,187)	672,755	15,354,768	9,763,038
31	FINANCE COST				
	Finance Lease Charges	4,336,040	744,324	8,499,695	1,583,821

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

Note	Un-Audited			
	Quarter ended		Six Months Period Ended	
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
	Aggregate	Aggregate	Aggregate	Aggregate
----- Rupees -----				

32 TAXATION

For the period				
-Current	18,699,898	4,900,000	80,845,058	44,900,000
-Prior period's	-	-	5,102,386	-
-Deferred	10,300,370	(2,492,147)	8,137,594	1,007,853
	29,000,268	2,407,853	94,085,038	45,907,853

33 EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of shares at the period end as follows:

Profit after tax for the period	111,575,453	68,763,395	329,685,553	270,439,760
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Number of shares

Weighted average number of shares of Rs. 10/- each	260,101,682	226,175,376	260,101,682	226,175,376
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Earnings per share of Rs. 10/- each- basic and diluted (Restated)	0.43	0.30	1.27	1.20
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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 & EXECUTIVES

Remuneration of Chief executive & Directors during the period	8,646,600	5,064,029	14,784,600	10,128,058
Remuneration of key management personnel during the period	38,837,589	19,144,511	71,661,396	61,017,744

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

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 condensed interim financial statements are as follows:

Nature of relationship	Nature of transaction	As at	
		Un-Audited June 30, 2019	Audited December 31, 2018
----- Rupees -----			
Balances at period end:			
Associated undertakings	(Payable) / receivable at period end	43,885,266	28,368,572
	Investment through equity shares at period end	686,553,306	421,189,277
	Investment through fixed deposits at period end	12,000,000	72,000,000
	Share deposit money at period end	395,975,631	651,000,000
	Bank deposits at period end	25,877,762	2,195,582
	Claims lodged / payable	333,601,189	357,880,480
Associated persons	Advance for purchase of shares at period end	262,153,952	262,153,952
Key management personnel	Loan to key management personnel period end	12,395,521	9,083,962
Employees' Provident Fund	(Payable to) defined benefit plan period end	2,517,594	3,992,734

Transactions during the period:	Un-Audited			
	Quarter ended		Six Months Period Ended	
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
----- Rupees -----				
Associated undertakings				
Motor tracking devices purchased during the period	2,354,500	3,417,000	5,329,500	7,352,500
Motor tracking device charges paid during the period	11,719,780	16,324,158	20,464,455	19,642,150
Device monitoring charges paid during the period	4,469,000	6,302,000	7,954,000	7,917,582
Rental income received during the period	958,500	573,000	1,146,000	1,146,000
Health service charges during the period	-	-	-	-
Interest received on bank deposits during the period	212,404	-	684,596	610,137
Cash deposited in bank deposits during the period	520,697,082	126,884,709	713,822,938	241,925,972
Cash withdrawals in bank deposits during the period	499,788,118	183,681,207	667,776,272	238,810,402
Claims paid during the period	50,000,000	150,055,500	125,000,000	175,147,627
Share deposit money paid during the period	-	-	255,024,369	-
Associated persons				
Advance for purchase of shares paid during the period	-	-	-	-
Key management personnel				
Remuneration of key management personnel during the period	47,484,189	24,208,540	86,445,996	71,145,802
Employees' Provident Fund				
Employer contribution made during the period	6,638,784	7,054,568	13,095,471	13,898,559

SEGMENT INFORMATION

The Company has five primary business segments for reporting purposes namely Fire, Marine, Motor, Crop and Miscellaneous. Assets and liabilities, wherever possible, have been assigned to the following segments based on identification or allocation on the basis of gross premium written by the respective segment.

Assets and liabilities of window takalut operations have been disclosed separately as the requirement of Circular No. 25 of 2015 issued dated July 09, 2015.

	FIRE		MARINE		MOTOR		CROP		MISCELLANEOUS		TOTAL	
	June 30, 2019	June 30, 2018										
	Rupees											
Gross premium	290,889,235	312,731,844	165,983,773	131,706,355	311,015,970	376,412,556	454,391,752	361,378,817	607,237,578	605,525,057	1,829,518,308	1,788,154,629
Premium earned	432,463,108	507,602,921	146,301,944	141,000,067	328,082,207	389,464,318	335,629,132	358,020,012	887,265,635	648,419,450	2,149,742,026	2,044,506,748
Premium ceded expense	153,259,019	262,184,060	48,383,633	63,776,315	220,179,050	159,578,837	215,564,695	158,970,674	205,609,423	128,257,091	842,995,620	772,766,977
Net premium	279,204,089	245,418,861	117,918,311	77,223,752	107,903,157	229,885,481	120,064,437	199,049,338	681,656,212	520,142,359	1,306,746,406	1,271,739,791
Commission income	20,017,255	28,863,513	5,419,918	8,174,039	71,203,013	47,065,628	59,537,359	39,764,804	67,238,723	65,925,998	223,416,268	189,794,002
Net underwriting income	297,221,344	274,282,374	123,338,429	85,397,811	179,106,170	276,951,109	179,601,796	238,814,142	748,894,935	586,088,357	1,590,162,674	1,461,533,793
Claims expense	114,971,819	278,297,461	36,550,952	56,356,092	276,802,241	235,370,804	193,300,193	71,310,983	346,524,025	511,056,012	967,749,230	1,152,391,352
Reinsurance and other recoveries	28,157,163	160,763,548	15,154,416	28,242,847	130,232,857	110,311,895	132,481,678	39,111,548	70,741,284	225,633,468	376,767,398	584,063,306
Net claims	86,814,656	117,533,913	21,396,536	28,113,245	146,569,384	125,058,909	60,818,515	32,199,435	274,782,741	285,422,544	590,981,832	588,328,046
Commission expense	48,525,506	49,284,479	10,746,917	12,569,197	27,456,522	26,058,568	56,612,219	36,515,957	62,678,002	56,694,142	206,021,166	181,102,343
Management expenses	80,905,964	88,229,812	19,830,759	30,578,128	70,540,739	63,963,165	67,467,789	126,660,285	153,660,659	113,206,793	391,987,907	422,638,183
Management deficiency	-	(9,005,474)	-	(637,097)	-	(637,097)	27,598,977	(18,781,315)	8,398,084	(8,728,362)	35,997,061	(39,695,524)
Net claims & expenses	214,246,126	235,526,198	51,974,212	64,661,521	244,548,643	215,080,442	156,881,546	167,331,707	482,723,318	430,205,942	1,152,393,844	1,125,984,623
Underwriting results	82,975,218	38,756,176	71,364,217	20,936,290	(65,462,473)	61,870,467	22,720,250	71,482,435	266,171,617	155,882,415	377,768,831	335,549,170
Investment income	-	-	-	-	-	-	-	-	-	-	29,108,699	40,045,818
Rental income	-	-	-	-	-	-	-	-	-	-	1,146,000	1,146,000
Other income	-	-	-	-	-	-	-	-	-	-	15,463,449	8,687,460
Other expenses	-	-	-	-	-	-	-	-	-	-	(15,354,768)	(9,736,038)
Finance costs	-	-	-	-	-	-	-	-	-	-	(8,499,695)	(1,983,871)
Share of (Loss)/profit from associate	-	-	-	-	-	-	-	-	-	-	18,188,279	14,404,537
Profit from window takalut operations	-	-	-	-	-	-	-	-	-	-	5,945,795	33,640,957
Profit before tax for the period	423,770,591											

36.1 Segment assets and liabilities

	FIRE		MARINE		MOTOR		CROP		MISCELLANEOUS		TOTAL	
	Un-Audited June 30, 2019	Audited Dec 31, 2018	Un-Audited June 30, 2019	Audited Dec 31, 2018	Un-Audited June 30, 2019	Audited Dec 31, 2018	Un-Audited June 30, 2019	Audited Dec 31, 2018	Un-Audited June 30, 2019	Audited Dec 31, 2018	Un-Audited June 30, 2019	Audited Dec 31, 2018
	Rupees											
Segment assets - Conventional	722,362,490	618,343,290	144,335,033	95,233,985	555,131,415	478,578,757	518,869,778	324,289,666	1,377,613,704	1,481,688,548	3,318,312,420	2,998,134,246
Segment assets - Operator	113,213,113	152,926,381	66,726,132	63,905,162	150,948,020	150,078,972	-	-	65,349,577	177,138,120	396,236,842	544,046,635
Unallocated assets - Conventional	-	-	-	-	-	-	-	-	-	-	3,164,098,880	3,291,572,192
Unallocated assets - Operator	-	-	-	-	-	-	-	-	-	-	185,438,502	61,710,045
Consolidated total assets	642,064,636	137,847,535	137,847,535	75,510,994	383,327,644	390,215,580	410,856,926	256,975,071	1,896,803,279	1,982,291,885	3,470,900,219	3,436,578,892
Segment liabilities - Conventional	-	-	-	-	-	-	-	-	-	-	-	-
Segment liabilities - Operator	-	-	-	-	-	-	-	-	-	-	-	-
Unallocated liabilities - Conventional	-	-	-	-	-	-	-	-	-	-	149,715,089	305,416,252
Unallocated liabilities - Operator	-	-	-	-	-	-	-	-	-	-	2,642,149	3,202,900
Consolidated total liabilities	-	-	-	6,485,933	-	7,161,814	-	-	-	4,636,802	149,715,089	3,202,900

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

37 CORRESPONDING FIGURES

No significant reclassifications have been made during the current period.

38 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on August 28, 2019 by the Board of Directors of the Company.

39 GENERAL

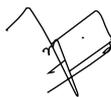
The figures in the financial statements have been rounded off to the nearest rupees.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Khawas Khan Niazi
Director / President



Javaid Sadiq
Chairman

United Window Takaful Operations

Condensed Interim Financial Statements

For The Six Months Period Ended June 30, 2019 (Un-Audited)

INDEPENDENT AUDITORS' 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, 2019 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 funds, 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 unconsolidated profit and loss account and condensed interim unconsolidated statement of comprehensive income for the three months period ended June 30, 2019, have not been reviewed, as we are required to review only the cumulative figures for the six months period ended June 30, 2019.

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



ILYAS SAEED & CO.

Chartered Accountants
Engagement Partner: Muhammad Ilyas
Place: Lahore

Date: August 28, 2019

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at June 30, 2019 (Un-Audited)

Note	Un-Audited	Un-Audited	Un-Audited	Audited	
	June 30, 2019	June 30, 2019	June 30, 2019	December 31, 2018	
	PTF	OPF	Aggregate	Aggregate	
----- Rupees -----					
ASSETS					
Property and equipment	5	29,647,303	24,376,109	54,023,412	53,788,964
Intangible assets		-	-	-	-
Investment property		-	-	-	-
Investment in subsidiary and associate		-	-	-	-
Investments					
Equity Securities	6	55,404,893	28,553,420	83,958,313	107,412,246
Debt Securities	7	21,378,000	-	21,378,000	81,864,859
Term deposits	8	-	61,000,000	61,000,000	-
Loans and other receivables	9	43,906,014	413,820,882	457,726,896	490,711,186
Takaful / Re-takaful receivables	10	248,316,267	-	248,316,267	443,028,408
Retakaful recoveries against outstanding claims		90,595,115	-	90,595,115	84,310,177
Salvage recoveries accrued		-	-	-	-
Deferred commission expense		-	42,716,883	42,716,883	66,071,456
Deferred taxation		-	-	-	-
Taxation - payment less provision		-	-	-	-
Prepayments	11	249,049,506	-	249,049,506	245,314,358
Cash & bank	12	26,330,411	11,208,049	37,538,460	32,976,662
TOTAL ASSETS		764,627,509	581,675,343	1,346,302,852	1,605,478,316
FUND AND LIABILITIES					
WAQF/ PARTICIPANTS' TAKAFUL FUND (PTF)					
Ceded money	13	500,000	-	500,000	500,000
Accumulated deficit		(45,598,177)	-	(45,598,177)	(47,337,278)
Available for sale reserve		(41,487,049)	-	(41,487,049)	(16,817,260)
Total Waqf/Participants' Takaful Funds		(86,585,226)	-	(86,585,226)	(63,654,538)
Operator's Fund (OPF)					
Statutory fund	14	-	50,000,000	50,000,000	50,000,000
Accumulated Profit		-	542,453,591	542,453,591	536,503,796
Available for sale reserve		-	(13,420,397)	(13,420,397)	(10,405,296)
Total Operator's funds		-	579,033,194	579,033,194	576,098,500
LIABILITIES					
Underwriting provisions					
Provision for outstanding claims (including IBNR)		186,822,296	-	186,822,296	215,396,440
Contribution deficiency reserve		676,350	-	676,350	676,350
Reserve for unearned contribution		214,602,079	-	214,602,079	298,742,552
Reserve for unearned retakaful rebate		53,524,507	-	53,524,507	49,266,798
Staff retirement benefits		-	-	-	-
Deferred taxation		-	-	-	-
Borrowings		-	-	-	-
Contribution received in advance		-	-	-	-
Takaful / Re-takaful payables	15	20,569,815	-	20,569,815	36,552,019
Other creditors and accruals	16	375,017,688	2,642,149	377,659,837	492,400,195
Taxation - provision less payment		-	-	-	-
TOTAL LIABILITIES		851,212,735	2,642,149	853,854,884	1,093,034,354
Total fund and liabilities		764,627,509	581,675,343	1,346,302,852	1,605,478,316
Contingency(ies) and commitment(s)	17	-	-	-	-

The annexed notes from 1 to 32 form an integral part of these condensed interim financial statements.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Khawas Khan Niazi
Director / President



Javaid Sadiq
Chairman

CONDENSED INTERIM PROFIT & LOSS ACCOUNT

FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

Note	Un-Audited				
	Quarter ended		Six Months Period Ended		
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018	
----- Rupees -----					
PARTICIPANTS' TAKAFUL FUND REVENUE ACCOUNT					
Net takaful contribution	18	71,019,147	135,401,998	206,837,514	273,041,223
Net takaful claims	19	(22,266,270)	(76,533,531)	(117,255,992)	(149,991,543)
Contribution deficiency		-	-	-	-
Net rebate on retakaful	20	18,997,150	13,723,747	42,539,176	30,824,862
Wakala fee		(59,213,529)	(62,505,775)	(112,345,035)	(129,810,808)
Takaful claims and acquisition expenses		(62,482,649)	(125,315,559)	(187,061,851)	(248,977,489)
Direct expenses	22	(14,344,054)	(12,519,082)	(18,734,684)	(25,713,912)
Underwriting results		(5,807,556)	(2,432,643)	1,040,979	(1,650,178)
Investment Income/(loss)	24	(319,556)	(1,457,811)	515,756	1,995,573
Other income	25	15,502	546,512	182,366	1,008,951
Result of operating activities-PTF		(6,111,610)	(3,343,942)	1,739,101	1,354,346
OPERATOR'S REVENUE ACCOUNT					
Wakala fee		59,213,529	62,505,775	112,345,035	129,810,808
Net Commission and other acquisition costs	21	(31,140,202)	(23,874,332)	(54,135,038)	(45,862,206)
Management expenses	23	(24,434,999)	(24,770,832)	(49,502,678)	(48,384,792)
		3,638,328	13,860,611	8,707,319	35,563,810
Investment income/(loss)	24	2,041,452	(2,427,739)	2,319,466	(611,453)
Other income	25	14,262	162,795	56,951	181,650
Other expense	26	(3,566,811)	(1,182,374)	(5,133,941)	(1,493,050)
Profit for the period		2,127,231	10,413,293	5,949,795	33,640,957

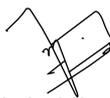
The annexed notes from 1 to 32 form an integral part of these condensed interim financial statements.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Khawas Khan Niazi
Director / President



Javaid Sadiq
Chairman

CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME

FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Un-Audited			
	Quarter ended		Six Months Period Ended	
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
----- Rupees -----				
PARTICIPANTS TAKAFUL FUND (PTF)				
Results of operating activities- PTF	(6,111,610)	(3,343,942)	1,739,101	1,354,346
Other comprehensive income for the year				
Item to be re-classified to profit and loss account in subsequent period:				
Unrealized loss on revaluation of available for sale investments	(40,938,849)	(5,074,672)	(41,487,049)	(5,622,872)
Realized loss on revaluation of available for sale investments	11,715,691	-	16,817,260	5,101,569
	(29,223,158)	(5,074,672)	(24,669,789)	(521,303)
Total comprehensive income/(loss) for the period	(35,334,768)	(8,418,614)	(22,930,688)	833,043
OPERATOR'S FUND (OPF)				
Profit for the period	2,127,231	10,413,293	5,949,795	33,640,957
Other comprehensive income for the period				
Item to be re-classified to profit and loss account in subsequent period:				
Unrealized loss on revaluation of available for sale investments	(12,957,785)	(2,424,213)	(13,420,397)	(2,886,825)
Realized loss on revaluation of available for sale investments	6,791,992	-	10,405,296	3,613,304
Items not to be re-classified to profit and loss account in subsequent period:				
Actuarial gain on defined benefit plan	-	-	-	-
	(6,165,793)	(2,424,213)	(3,015,101)	726,479
Total comprehensive income for the period	(4,038,562)	7,989,080	2,934,694	34,367,436

The annexed notes from 1 to 32 form an integral part of these condensed interim financial statements.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Khawas Khan Niazi
Director / President



Javaid Sadiq
Chairman

**CONDENSED INTERIM
STATEMENT OF CHANGES IN FUNDS**
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Ceded money	Accumulated surplus	Available for sale reserve	Total
----- Rupees -----				
Participants' Takaful Fund				
Balance as at January 01, 2018 (Audited)	500,000	10,350,095	(5,101,569)	5,748,526
Total comprehensive income				
Surplus for the period ended June 30, 2018	-	1,354,346	-	1,354,346
Other comprehensive loss the period ended June 30, 2018	-	-	(521,303)	(521,303)
	-	1,354,346	(521,303)	833,043
Balance as at June 30, 2018 (Un-Audited)	500,000	11,704,441	(5,622,872)	6,581,569
Balance as at January 01, 2019 (Audited)	500,000	(47,337,278)	(16,817,260)	(63,654,538)

Total comprehensive income				
Surplus for the period ended June 30, 2019	-	1,739,101	-	1,739,101
Other comprehensive income for the period ended June 30, 2019	-	-	(24,669,789)	(24,669,789)
	-	1,739,101	(24,669,789)	(22,930,688)
Balance as at June 30, 2019 (Un-Audited)	500,000	(45,598,177)	(41,487,049)	(86,585,226)

	Statutory fund	Accumulated profit	Available for sale reserve	Total
----- Rupees -----				
Operator's fund				
Balance as at January 01, 2018 (Audited)	50,000,000	347,972,994	(3,613,304)	394,359,690
Total comprehensive income				
Profit for the period ended June 30, 2018	-	33,640,957	-	33,640,957
Other comprehensive income for the period ended June 30, 2018	-	-	726,479	726,479
	-	33,640,957	726,479	34,367,436
Balance as at June 30, 2018 (Un-Audited)	50,000,000	381,613,951	(2,886,825)	428,727,126
Balance as at January 01, 2019 (Audited)	50,000,000	536,503,796	(10,405,296)	576,098,500
Profit for the period ended June 30, 2019	-	5,949,795	-	5,949,795
Other comprehensive income for the period ended June 30, 2019	-	-	(3,015,101)	(3,015,101)
	-	5,949,795	(3,015,101)	2,934,694
Balance as at June 30, 2019 (Un-Audited)	50,000,000	542,453,591	(13,420,397)	579,033,194

The annexed notes from 1 to 32 form an integral part of these condensed interim financial statements.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Khawas Khan Niazi
Director / President



Javaid Sadiq
Chairman

CONDENSED INTERIM CASH FLOW STATEMENT

FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Un-Audited			
	June 30, 2019	June 30, 2019	June 30, 2019	June 30, 2018
	PTF	OPF	Aggregate	Aggregate
----- Rupees -----				
Operating cash flows:				
a) Underwriting activities				
Contribution received	488,955,814	-	488,955,814	481,519,890
Re-takaful contribution paid	(206,903,855)	(20,117,789)	(227,021,644)	(136,671,767)
Claims paid	(272,041,242)	-	(272,041,242)	(213,835,906)
Re-takaful and other recoveries received	165,000,438	-	165,000,438	16,124,219
Commission paid	-	(30,780,465)	(30,780,465)	(38,827,036)
Wakala fee paid/received	(112,345,035)	112,345,035	-	-
Rebate received	42,539,176	-	42,539,176	29,090,896
Management expenses paid	(18,734,684)	(47,815,762)	(66,550,446)	(60,947,028)
Net cash flow from underwriting activities	86,470,613	13,631,019	100,101,632	76,453,268
b) Other operating activities				
General expenses paid	-	(5,133,941)	(5,133,941)	(1,493,050)
Other operating receipts/(payments)	(126,914,460)	45,588,049	(81,326,411)	(75,507,790)
Loan to employees and agents	-	(56,930)	(56,930)	168,340
Net cash flow from other operating activities	(126,914,460)	40,397,178	(86,517,282)	(76,832,500)
Total cash flows from all operating activities	(40,443,847)	54,028,197	13,584,350	(379,232)
Investment activities:				
Investment income received	1,057,273	2,194,761	3,252,034	516,864
Sale/(Purchase) of investment & fixed deposits	37,863,945	(42,608,044)	(4,744,099)	34,145,603
Fixed capital expenditure	(1,370,000)	(6,160,486)	(7,530,486)	(4,390,771)
Total cash flow from investing activities	37,551,217	(46,573,769)	(9,022,552)	30,271,696
Financing activities:				
Statutory reserve	-	-	-	-
Ijarah liability paid	-	-	-	1,375,158
Qarz e hasna	-	-	-	-
Total cash flow financing activities	-	-	-	1,375,158
Net cash flow from all activities	(2,892,630)	7,454,428	4,561,798	28,517,306
Cash and cash equivalents at the beginning of the year	29,223,041	3,753,621	32,976,662	27,378,442
Cash and cash equivalents at the end of the year	26,330,411	11,208,049	37,538,460	55,895,748

Mohammed Rahat Sadiq
Chief Executive Officer

Huma Waheed
Director

Maqbool Ahmad
Chief Financial Officer

Khawas Khan Niazi
Director / President

Javaid Sadiq
Chairman

CONDENSED INTERIM CASH FLOW STATEMENT

FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Un-Audited			
	June 30, 2019	June 30, 2019	June 30, 2019	June 30, 2018
	PTF	OPF	Aggregate	Aggregate
	----- Rupees -----			
Reconciliation of profit and loss account				
Net cash generated from underwriting activities	(40,443,847)	54,028,197	13,584,350	(379,232)
Depreciation	(5,666,073)	(1,629,965)	(7,296,038)	(9,210,759)
Rentals on car ijarah	-	(2,450,379)	(2,450,379)	(1,375,158)
Increase/ (decrease) in assets other than cash	(164,828,174)	(73,335,554)	(238,163,729)	47,811,243
(Increase)/ decrease in liabilities	212,161,439	27,018,030	239,179,469	(3,234,912)
Investment income	515,756	2,319,466	2,835,223	1,384,120
Profit for the year	1,739,101	5,949,795	7,688,896	34,995,303
Attributed to:				
Participants' takaful fund	1,739,101	-	1,739,101	1,354,346
Operator's fund	-	5,949,795	5,949,795	33,640,957
	1,739,101	5,949,795	7,688,896	34,995,303

The annexed notes from 1 to 32 form an integral part of these condensed interim financial statements.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Khawas Khan Niazi
Director / President



Javaid Sadiq
Chairman

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

1 LEGAL STATUS AND NATURE OF BUSINESS

The United Insurance Company of Pakistan Limited (hereinafter called "the company ") was incorporated 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, 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 Insurance Ordinance, 2000 and undertakes Fire, Marine, Motor, Crop and Miscellaneous General insurance.

The company 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 Takaful Rules, 2012 to carry on Islamic General Takaful in Pakistan. It has not transacted any insurance business outside Pakistan. For the purpose of carrying on the 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 repealed Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 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 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 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, 2018.

2.1 BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared under the historical cost convention, except that certain financial instruments are carried at fair value, freehold land and building is stated at revalued amount and staff retirement benefits are stated at present value.

2.2 FUNCTIONAL AND PRESENTATION CURRENCY

These condensed interim financial statements are presented in Pakistani rupees which is the Company's functional currency and presentation currency. All financial information presented in Pakistan rupees are rounded off to nearest rupees unless otherwise stated.

2.3 STANDARDS, INTERPERATIONS AND AMENDMENTS TO APPROVED ACCOUNTING STANDARDS THAT ARE NOT YET EFFECTIVE.

The following revised standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

**NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)**

Standards, Amendments or Interpretation		Effective date (Annual periods beginning on or after)
IAS-1	Presentation of Financial Statements Amendments	01 January 2020
IFRS-9	Financial Instruments – Classification and measurement	01 July 2019
IFRS-16	Leases	01 January 2019
IFRIC-23	Uncertainty over Income Tax Treatments	01 January 2019
IFRS-9	Financial Instruments – Prepayment Features with Negative Compensation (Amendments)	01 January 2019
IAS-19	Employee Benefits – Plan Amendment, Curtailment or Settlement (Amendments)	01 January 2019
IAS-28	Investments in Associates and Joint Ventures –Long-term Interests in Associates and Joint	01 January 2019
IFRS-3	Business Combinations – Annual Improvements to IFRS Standards 2015–2017 Cycle	01 January 2019
IFRS-11	Joint Arrangements – Annual Improvements to IFRS Standards 2015–2017 Cycle	01 January 2019
IAS-12	Income Taxes – Annual Improvements to IFRS Standards 2015–2017 Cycle	01 January 2019
IAS-23	Borrowing Costs – Annual Improvements to IFRS Standards 2015–2017 Cycle	01 January 2019
IAS-8	Accounting policies, Change in Accounting Estimates and Error amendments.	01 January 2020
IAS-23	Business Combinations – Amendments	01 January 2020

2.4 Standards, interpretations, and amendments not effective at period end.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

IFRS -1	First-time Adoption of International Financial Reporting Standards	01 January 2018
IFRS-14	Regulatory Deferral Accounts	01 January 2016
IFRS-17	Insurance Contracts	01 January 2021

The Company expects that the adoption of the above standards will have no material effect on the Company's condensed interim financial statements, in the period of initial application, except for IFRS 15 and IFRS 16. The management is in the process of determining the effect of application of IFRS 15 and IFRS 16.

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, 2019 are the same as those adopted in the preparation of the financial statements for the year ended December 31, 2018.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements requires management to make judgments, estimates and assumptions that affect 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 at and for the year ended December 31, 2018.

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Un-Audited June 30, 2019 PTF	Audited December 31, 2018 PTF	Un-Audited June 30, 2019 OPF	Audited December 31, 2018 OPF
----- Rupees -----				

5 PROPERTY AND EQUIPMENT				
Operating assets at net book value - Owned	5.1			
	29,647,303	33,943,376	24,376,109	19,845,588
	29,647,303	33,943,376	24,376,109	19,845,588

5.1. Operating assets at net book value - Owned

Opening net book value -owned	33,943,376	97,056,897	19,845,588	27,667,456
Add: Additions/transfers/revaluation surplus made during the period at cost	1,370,000	3,840,500	6,160,486	2,766,540
Add: Accumulated depreciation reversed on disposals made during the period	-	-	-	-
Less: Accumulated depreciation reversed on matured assets made during the period	-	-	-	-
Less: Disposals made during the period at cost	-	-	-	-
Less: Depreciation for the period	5,666,073	66,954,021	1,629,965	10,588,408
	(4,296,073)	(63,113,521)	4,530,521	(7,821,868)
Closing net book value	29,647,303	33,943,376	24,376,109	19,845,588

6 EQUITY SECURITIES

The equity securities comprise of the following:

Available for sale				
Listed shares - at cost	87,097,729	87,097,729	36,356,749	34,676,539
Less: unrealized loss on revaluation of investment	(39,954,427)	(15,655,176)	(12,247,211)	(9,504,139)
	47,143,302	71,442,553	24,109,538	25,172,400
Mutual fund certificates - at cost	9,794,213	7,243,465	5,617,068	5,617,068
Less: unrealized loss on revaluation of investment	(1,532,622)	(1,162,084)	(1,173,186)	(901,157)
Closing balance	55,404,893	77,523,935	28,553,420	29,888,311

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

Un-Audited	Audited	Un-Audited	Audited
June 30, 2019	December 31, 2018	June 30, 2019	December 31, 2018
PTF	PTF	OPF	OPF
----- Rupees -----			

7 DEBT SECURITIES

The debt securities comprise of the following:

Govt of Pakistan ijarah Skuks - Held to maturity	21,378,000	61,792,693	-	20,072,166
	21,378,000	61,792,693	-	20,072,166

8 TERM DEPOSITS

The term deposits comprise of the following:

Deposits maturing within 12 months	-	-	61,000,000	-
Deposits maturing after 12 months	-	-	-	-
	-	-	61,000,000	-

9 LOANS AND OTHER RECEIVABLES

- Considered good

Receivable from related parties	-	353,487	-	-
Accrued investment income	279,284	820,801	399,927	275,222
Security deposits	26,662,021	22,900,463	2,956,599	1,209,000
Loans to employees	-	-	1,370,790	1,313,860
Branch balances	-	-	-	-
Wakala fee receivable	-	-	353,519,959	457,349,924
Advance tax	16,964,709	508,897	-	118,891
Other receivables	-	-	55,573,607	5,860,642
	43,906,014	24,583,648	413,820,882	466,127,538

10 TAKAFUL / RE-TAKAFUL RECEIVABLES

- Unsecured and considered good

Due from participants	10.1	111,120,344	270,074,825	-	-
Due from other Insurers / reinsurers contract holders		137,195,923	172,953,583	-	-
		248,316,267	443,028,408	-	-

10.1	Due from participants	111,120,344	175,985,255	-	-
	Less: Provision for impairment of receivables from insurance contract holders	-	[3,031,672]	-	-
		111,120,344	172,953,583	-	-

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Un-Audited June 30, 2019 PTF	Audited December 31, 2018 PTF	Un-Audited June 30, 2019 OPF	Audited December 31, 2018 OPF
----- Rupees -----				
11 PREPAYMENTS				
Prepaid re-takaful contribution ceded	249,049,506	245,314,358	-	-
Prepaid rent	-	-	-	-
	249,049,506	245,314,358	-	-
12 CASH & BANK				
Cash and cash equivalents				
- Cash in hand	-	-	721,392	204,500
Cash at bank				
- Current accounts	18,507,088	9,010,284	8,317,627	1,669,140
- Saving accounts	7,823,323	20,212,757	2,169,030	1,879,981
	26,330,411	29,223,041	11,208,049	3,753,621
13 CEDED MONEY				
Waqf money	500,000	500,000	-	-
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.				
14 STATUTORY FUND				
Statutory reserves	-	-	50,000,000	50,000,000

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 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".

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

Un-Audited	Audited	Un-Audited	Audited
June 30, 2019	December 31, 2018	June 30, 2019	December 31, 2018
PTF	PTF	OPF	OPF

----- Rupees -----

15 TAKAFUL / RETAKAFUL PAYABLES

Due to other takaful / re takaful contract holders	20,569,815	16,434,230	-	20,117,789
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16 OTHER CREDITORS AND ACCRUALS

Federal excise duty / sales tax	10,037,187	1,802,466	-	-
Federal takaful fee	525,918	232,487	-	-
Other taxes payable	1,099,186	648,458	-	-
Payable to related parties	28,013	-	-	-
Accrued expenses	-	-	-	-
Wakala fee payable	353,519,959	457,349,924	-	-
Others	9,807,426	22,824,469	2,642,149	9,542,391
	375,017,688	482,857,804	2,642,149	9,542,391

17 CONTINGENCY(IES) AND COMMITMENT(S)

17.1 Contingency(ies)

There is no change in the status of contingent liabilities since the end of last annual reporting period December 31, 2018.

17.2 Commitments in respect of operating Ijarah

There are following commitments on balance sheet date.

For future Ijarah rentals payable	10.1	12,108,729	3,517,304
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Commitments for rentals under Ijarah contracts in respect of vehicles are as follows:

17.2.1 Due within one year		4,363,660	1,347,993
Due after one year but not later than five year		7,745,069	2,169,311
		12,108,729	3,517,304

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Un-Audited		Un-Audited	
	Quarter Ended		Six Months Period Ended	
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
----- Rupees -----				
18 NET TAKAFUL CONTRIBUTION				
Written gross contribution	152,824,886	156,328,855	330,001,333	324,698,527
Add: Provision for unearned contribution- Opening	226,120,392	249,088,187	298,742,552	295,890,385
Less: Provision for unearned contribution - Closing	(214,602,079)	(189,813,342)	(214,602,079)	(189,813,342)
Contribution earned	164,343,199	215,603,700	414,141,806	430,775,570
Less: Re-takaful contribution ceded	41,504,686	43,673,697	211,039,440	163,127,916
Add: Prepaid re-takaful contribution - Opening	300,868,871	211,752,056	245,314,358	169,830,482
Less: Prepaid re-takaful contribution - Closing	(249,049,505)	(175,224,051)	(249,049,506)	(175,224,051)
Re-takaful expense	(93,324,052)	(80,201,702)	(207,304,292)	(157,734,347)
	71,019,147	135,401,998	206,837,514	273,041,223
19 NET TAKAFUL CLAIMS				
Claims Paid	170,965,936	96,904,451	272,041,242	213,835,906
Add: Outstanding claims including IBNR - Closing	186,822,295	200,312,658	186,822,296	200,312,658
Less: Outstanding claims including IBNR - Opening	(242,063,010)	(109,171,241)	(215,396,440)	(116,989,901)
Claims expense	115,725,221	188,045,868	243,467,098	297,158,663
Less: Reinsurance and other recoveries received	87,114,239	44,274,353	119,926,168	80,296,242
Add: Reinsurance and other recoveries in respect of outstanding claims - Closing	90,595,114	117,754,055	90,595,115	117,754,055
Less: Reinsurance and other recoveries in respect of outstanding claims - Opening	(84,250,402)	(50,516,071)	(84,310,177)	(50,883,177)
Reinsurance and other recoveries revenue	93,458,951	111,512,337	126,211,106	147,167,120
	22,266,270	76,533,531	117,255,992	149,991,543
20 NET REBATE ON RETAKAFUL				
Rebate received or recoverable	9,196,516	9,679,341	46,796,885	29,090,896
Add: Unearned re-takaful rebate - Opening	63,325,141	37,868,965	49,266,798	35,558,525
Less: Unearned re-takaful rebate - Closing	(53,524,507)	(33,824,559)	(53,524,507)	(33,824,559)
	18,997,150	13,723,747	42,539,176	30,824,862

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	Un-Audited		Un-Audited	
	Quarter Ended		Six Months Period Ended	
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
----- Rupees -----				
21	NET COMMISSION AND OTHER ACQUISITION COST			
Commission paid or payable	27,470,103	16,643,209	30,780,465	38,827,036
Add: Deferred commission expense - Opening	46,386,982	44,459,809	66,071,456	44,263,856
Less: Deferred commission expense - Closing	(42,716,883)	(37,228,686)	(42,716,883)	(37,228,686)
Net Commission	31,140,202	23,874,332	54,135,038	45,862,206
22	DIRECT EXPENSES			
PTF	(14,344,054)	(12,519,082)	(18,734,684)	(25,713,912)
23	MANAGEMENT EXPENSES			
OPF	(24,434,999)	(24,770,832)	(49,502,678)	(48,384,792)
24	INVESTMENT INCOME			
Income from non-trading investments				
Net investment income PTF	(319,556)	(1,457,811)	515,756	1,995,573
Net investment income OPF	2,041,452	(2,427,739)	2,319,466	(611,453)
25	OTHER INCOME			
PTF	15,502	546,512	182,366	1,008,951
OPF	14,262	162,795	56,951	181,650
26	OTHER EXPENSES			
OPF	(3,566,811)	(1,182,374)	(5,133,941)	(1,493,050)
27	COMPENSATION OF DIRECTORS & EXECUTIVES			
Remuneration of key management personnel during the period	(5,779,044)	(10,639,932)	(10,479,126)	(17,647,158)

The operator has four primary business segments for reporting purposes namely fire and Property damage, marine aviation & 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.

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

	FIRE AND PROPERTY DAMAGE		MARINE AVIATION AND TRANSPORT		MOTOR		HEALTH & MISCELLANEOUS		TREATY		TOTAL	
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
PARTICIPANTS' TAKAFUL FUND (PTF)												
Gross written contribution (inclusive of Admin surcharge)	48,556,835	51,081,857	14,111,980	31,800,028	171,559,643	148,859,691	95,772,875	72,956,751	-	-	330,001,333	324,698,527
Takaful contribution earned	53,981,704	48,719,339	18,384,430	28,111,318	146,508,008	164,064,600	195,272,463	189,880,312	-	-	414,141,806	430,775,570
Takaful contribution ceded to re-takaful	(32,434,263)	(31,242,215)	(11,062,747)	(12,914,259)	(20,384,869)	(17,743,936)	(143,422,414)	(95,833,937)	-	-	(207,304,294)	(157,734,374)
Net Takaful contribution	21,547,441	17,477,124	7,321,683	15,197,059	126,118,139	146,320,664	51,850,049	94,046,375	-	-	206,837,512	273,041,223
Net Rebate income	6,048,978	5,746,563	2,542,388	3,353,724	5,510,463	3,367,005	28,082,347	18,340,071	-	-	42,539,176	30,874,842
Net underwriting income	27,951,418	23,223,687	9,864,271	18,550,783	131,628,602	149,687,669	79,932,397	112,406,446	-	-	249,376,688	202,846,065
Takaful claims	(10,239,883)	(80,945,537)	(8,581,977)	(12,477,887)	(76,226,000)	(63,624,530)	(148,419,388)	(160,112,709)	-	-	(243,467,097)	(297,158,443)
Takaful claims recovered from re-takaful	6,151,851	68,457,074	6,467,357	9,457,973	13,293,158	5,716,055	100,298,760	63,538,018	-	-	126,211,105	147,187,120
Net claims	(4,088,032)	(12,488,463)	(2,114,620)	(3,019,914)	(62,932,842)	(57,908,475)	(48,120,628)	(96,574,691)	-	-	(117,255,992)	(149,971,323)
Wakala fee	(14,561,878)	(20,420,971)	(4,227,911)	(12,702,694)	(60,041,925)	(67,517,272)	(33,913,271)	(29,169,869)	-	-	(112,345,038)	(129,810,808)
Direct expenses	(2,756,648)	(4,045,337)	(801,159)	(2,518,346)	(9,739,706)	(13,372,539)	(5,497,170)	(5,777,690)	-	-	(18,734,689)	(25,713,912)
Contribution deficiency expense	-	-	-	-	-	-	-	-	-	-	-	-
Net Takaful claims and expenses	(21,406,588)	(36,954,771)	(7,143,990)	(18,436,956)	(132,714,093)	(138,600,284)	(87,071,470)	(111,524,250)	-	-	(248,335,710)	(305,516,263)
Underwriting results	6,544,840	(13,733,084)	2,720,481	113,327	(1,085,491)	(11,087,383)	(7,139,073)	882,196	-	-	1,040,978	(1,650,178)
Net investment income	-	-	-	-	-	-	-	-	-	-	515,756	1,995,573
Rental income	-	-	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-	182,366	1,008,951
Other expenses	-	-	-	-	-	-	-	-	-	-	-	-
Result of operating activities-PTF	-	-	-	-	-	-	-	-	-	-	1,739,101	1,354,346
OPERATOR'S FUND (OPF)												
Wakala fee	14,561,878	20,420,971	4,227,911	12,702,694	60,041,525	67,517,272	33,513,721	29,169,869	-	-	112,345,035	129,810,808
Net Commission and other acquisition costs	(10,236,483)	(8,270,982)	(2,802,521)	(4,193,940)	(13,936,596)	(18,604,880)	(27,159,439)	(14,792,404)	-	-	(54,135,038)	(45,862,206)
Management expenses	-	-	-	-	-	-	-	-	-	-	(49,502,678)	(48,386,792)
Investment income	-	-	-	-	-	-	-	-	-	-	2,319,466	(611,453)
Other income	-	-	-	-	-	-	-	-	-	-	56,951	181,650
Other expenses	-	-	-	-	-	-	-	-	-	-	(5,133,941)	(1,493,050)
Profit for the year	-	-	-	-	-	-	-	-	-	-	5,949,796	33,640,957
Segment assets - (PTF)												
Unallocated assets - (PTF)	149,458,084	158,439,943	14,045,437	30,571,681	161,288,537	96,402,030	292,596,131	489,870,941	-	-	617,608,189	775,684,615
Total assets - (PTF)	-	-	-	-	-	-	-	-	-	-	147,019,320	224,035,021
Total assets - (OPF)												
Segment assets - (OPF)	113,213,113	152,926,381	64,726,132	63,905,162	150,948,020	150,078,972	65,349,577	177,046,080	-	-	394,236,842	543,864,595
Unallocated assets - (OPF)	-	-	-	-	-	-	-	-	-	-	185,438,502	61,802,086
Total assets - (OPF)	-	-	-	-	-	-	-	-	-	-	581,675,343	605,786,681
Segment liabilities - (PTF)												
Unallocated liabilities - (PTF)	199,038,059	180,978,689	82,453,907	151,229,738	311,815,661	255,967,790	236,407,397	449,013,726	-	-	829,715,004	1,037,189,743
Total liabilities - (PTF)	-	-	-	-	-	-	-	-	-	-	21,497,731	26,184,230
Segment liabilities - (OPF)												
Unallocated liabilities - (OPF)	-	-	-	-	-	-	-	-	-	-	851,212,795	1,063,374,173
Total liabilities - (OPF)	-	-	-	-	-	-	-	-	-	-	2,642,149	29,640,180

NOTES TO AND FORMING PART OF THESE
CONDENSED INTERIM FINANCIAL STATEMENTS
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2019 (UN-AUDITED)

29 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 condensed interim financial statements are as follows:

		Un-Audited	Audited
		June 30, 2019	December 31, 2018
		----- Rupees -----	
Nature of relationship	Nature of transaction		
Balances at period end:			
Associated undertakings	(Payable) / Receivable at period end	(28,013)	(20,537,140)
Key management personnel	Loan to key management personnel period end	853,685	1,114,185
Staff Provident Fund	Provident fund contribution payable	(341,866)	(362,334)
Staff retirement benefits plan	(Payable to) defined benefit plan period end	-	-

		Un-Audited		Un-Audited	
		Quarter Ended		Six Months Period Ended	
		June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
		----- Rupees -----			
Associated undertakings:	Motor tracking devices purchased during the period	(1,259,500)	(1,360,000)	(1,370,000)	(2,269,500)
	Device monitoring charges paid during the period	(8,917,955)	(6,729,125)	(10,351,820)	(10,631,597)
	Health service charges during the period	(600,000)	(912,540)	(1,200,000)	(4,571,965)
Key management personnel	Remuneration of key management personnel during the period	(5,779,044)	(10,639,932)	(10,479,126)	(17,647,158)
	Contribution paid during the period-OPF	(1,938,368)	(1,648,290)	(2,305,007)	(2,081,467)

30 CORRESPONDING FIGURES

There is no change in corresponding figures.

31 DATE OF AUTHORIZATION FOR ISSUE

These interim financial statements have been authorized for issue on August 28, 2019 by the Board of Directors of the Company.

32 GENERAL

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



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Maqbool Ahmad
Chief Financial Officer



Khawas Khan Niazi
Director / President



Javaid Sadiq
Chairman



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