

HALF  
YEARLY  
REPORT  
**2023**

**AA+**

Rated by: PACRA & VIS

# AA+

Rated by: PACRA & VIS

## KEY INFORMATION 2023

Rupees in Million

01	<b>Premium 2023</b> (Including Takaful Contribution)	<b>4,387</b>
02	<b>Premium 2022</b> (Including Takaful Contribution)	<b>4,304</b>
03	<b>Gross Claims</b>	<b>1,618</b>
07	<b>Total Assets</b>	<b>13,295</b>
05	<b>Profit Before Tax</b>	<b>766</b>
06	<b>Profit After Tax</b>	<b>593</b>
04	<b>Underwriting Results</b>	<b>602</b>
08	<b>Total Investments</b> (Including Takaful Investments)	<b>2,380</b>
09	<b>Shareholders Equity</b>	<b>4,427</b>
10	<b>Cash Dividend</b>	<b>10%</b>

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# CORPORATE INFORMATION

## BOARD OF DIRECTORS

### CHAIRMAN

Jamil Ahmed Khan

### CHIEF EXECUTIVE OFFICER

Muhammad Akram Shahid

### DIRECTORS

Khawas Khan Niazi

Muhammad Rahat Sadiq

Huma Waheed

Agha Ali Imam

Syed Rahat Ali Shah

### ADVISOR

Major General (R) Asif Duraiz  
Akhtar

Sardar Khan

(Former Managing Director  
Universal Insurance Company  
Limited)

### COMPANY SECRETARY

Athar A. Khan

### CHIEF FINANCIAL OFFICER

Maqbool Ahmad

### CHIEF INTERNAL AUDITOR

Abdul Mannan Munir

### AUDITORS

M/S. RSM Avais  
Hyder Liaquat Nauman  
Chartered Accountants

## LEGAL ADVISORS

Mohammed Farooq Sheikh  
(Advocate)

Mian Asghar Ali  
(Advocate)

## TAX ADVISOR

M/S. Sarwars Chartered  
Accountants

## CREDIT RATING AGENCY PACRA & VIS

## INSURER FINANCIAL STRENGTH

**AA+ (Double A Plus)** The rating denotes a very strong capacity to meet policy holders and contract obligations. Risk factors are minimal and the impact of any adverse business and economic factors are expected to be extremely small.

## COMPANY'S SHARE REGISTRAR

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

## WEB PRESENCE

[www.theunitedinsurance.com](http://www.theunitedinsurance.com)



## REGISTERED OFFICE

204, 2nd Floor, Madina City  
Mall, Abdullah Haroon Road,  
Saddar Karachi.

TEL: 021-35621460-2,  
021-35221803-4

FAX: 021-35621459

Email:  
[info@theunitedinsurance.com](mailto:info@theunitedinsurance.com)

## HEAD OFFICE

UIG House, 1 Upper Mall,  
Lahore

TEL: 042-35776475

UAN: 92-42-111-000-014

FAX: 92-42-35776486, 35776487

Email:  
[uicp@theunitedinsurance.com](mailto:uicp@theunitedinsurance.com)

# COMMITTEES COMPOSITION

## Ethics, Human Resource & Remuneration Committee:

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

## Investment Committee:

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

## Audit Committee:

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

## Underwriting Committee:

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

## Claims Settlement Committee:

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

## Reinsurance & Co-insurance Committee:

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

## Risk Management & Compliance Committee:

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

# KEY MANAGEMENT PERSONNEL

## CONVENTIONAL BUSINESS

### HEAD OF CONVENTIONAL BUSINESS

Tajammal Iqbal

### CHIEF OPERATING OFFICER/ EXECUTIVE DIRECTOR

Amir Hameed

### SR. EXECUTIVE DIRECTOR UNDERWRITING

S.M. Qaiser Imam

### SR. EXECUTIVE DIRECTOR/ GROUP COUNTRY MANAGER

Dr. Murtaza Mughal

### JOINT DIRECTOR OPERATIONS - UNDERWRITING

Tayyab Bashir

### SR. GENERAL MANAGER RE-INSURANCE

Abrar Ahmed Khan Minhas

### GENERAL MANAGER HR & R

Wakeel Ahmed Mirza

### GENERAL MANAGER HEALTH/ TRAVEL

Kashif Shafique

### CHIEF COMPLIANCE OFFICER

Ali Hassan Bhatti

### CHIEF INFORMATION SECURITY OFFICER

Munir Ahmad

### DEPUTY GENERAL MANAGER - CLAIMS

Kamran Zaman

### DEPUTY GENERAL MANAGER UNDERWRITING (CO- INSURANCE)

Manzoor Hussain Mirza

### A.G.M REINSURANCE

Naeem Ahmed Babar

### CHIEF MANAGER (WEB)

Mohammed Arshad

### HEAD OF AGRICULTURE

Zulfiqar Ahmed

### SR. MANAGER COORDINATION

Tahira Ashar

### WINDOW TAKAFUL OPERATIONS

### EXECUTIVE DIRECTOR - FINANCE/HEAD OF TAKAFUL OPERATIONS

Raja Naeem Tariq

### HEAD OF TAKAFUL BUSINESS/ DEPUTY MANAGING DIRECTOR

Shakeel Ahmed

### SHARIAH ADVISOR

Mufti Farhan Farooq

### SHARIAH COMPLIANCE OFFICER

Saad Munir Malik

## EXECUTIVE DIRECTORS (MARKETING)

Mian Muhammad Anwar Zahid  
Ch. Muhammad Aslam Feroze  
Khawaja Adnan Hassan  
Ghulam Murtaza  
Chaudhry Muhammad Rasheed  
Nouman-Ul-Haq  
Khurram Mansoor  
Rizwan Haq  
Muhammad Mazhar Shah  
Muhammad Farooq Qasim  
Syed Hassan Nadeem  
Shams-Ul-Haq  
Junaid Memon

## JOINT DIRECTORS (MARKETING)

Mujeeb-Ur-Rehman Khokhar  
Junaid Akhter Samoo  
Malik Mehrban Khan  
Azhar Ahmad  
Muhammad Iqbal Tahir  
Raheel Zia  
Mian Muhammad Asif  
Muhammad Rafi  
Jamshed Mir  
Hassan Bin Daud  
Mir Muhammad Jalal-ud-Din  
Muhammad Ashraf  
Mumtaz Ahmad Kahlon  
Faisal Jawaid  
Muhammad Mohsinullah  
Ali Pervaiz  
Fahad Liaqat  
Tahir Hussain Qureshi  
Athar Zaman  
Muhammad Saifuddin Shaikh  
Zil-e-Hasnain  
Brig (R) Muhammad Aslam Khan  
Azhar Hussain  
Muhammad Faisal  
Imran Ahmed  
Mazhar Zubair Abbasi  
Muhammad Akram Sajid

# 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 Taraqiat 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  
Habib Metropolitan Bank Limited  
Karakoram Cooperative Bank Limited  
JS Bank Limited  
Bank Islami Pakistan Limited  
Bank of Azad Jammu and Kashmir  
MCB Islamic Bank Limited  
Industrial Development Bank of Pakistan Limited  
Citi Bank N.A  
Deutsche Bank AG  
Industrial & Commercial Bank of China  
Bank of China Limited

## LEASING COMPANIES

OLP Financial Services Pakistan Limited  
Pak-Gulf Leasing Company Limited  
Primus Leasing Limited  
Saudi Pak Leasing Company Limited

Security Leasing Corporation Limited  
SME Leasing Limited  
Grays Leasing Limited

## MICRO FINANCE BANKS

APNA Microfinance Bank Limited  
Khushhali Microfinance Bank Limited  
Pak-Oman Microfinance Bank Limited  
The First Microfinance Bank Limited  
U Microfinance Bank Limited  
NRSP Microfinance Bank Limited  
Telenor Microfinance Bank Limited  
Mobilink Microfinance Bank Limited  
HBL Microfinance Bank Limited  
Advans Pakistan Microfinance Bank Ltd  
Sindh Microfinance Bank Limited  
FINCA Microfinance Bank Limited  
Kashaf Foundation

## DEVELOPMENT FINANCIAL INSTITUTIONS

Pakistan Kuwait Investment Company Limited  
Pak Oman Investment Company Limited  
Pak-Brunei Investment Company Limited  
Pak Libya Holding Company Limited  
Saudi Pak Industrial & Agricultural Investment Company Ltd.  
House Building Finance Company Limited  
PAIR Investment Company Limited  
Pak China Joint Investment Company Ltd  
Pakistan Mortgage Refinance Company Limited

## NBFI & MODARABA

Crescent Standard Modaraba  
Escorts Investment Bank Limited  
First Equity Modaraba  
First Habib Modaraba  
First Fidelity Leasing Modaraba  
First National Bank Modaraba  
First Paramount Modaraba  
Habib Metro Modaraba  
KASB Modaraba  
ORIX Modaraba  
Sindh Modaraba  
Trust Modaraba

# DIRECTORS' REVIEW REPORT TO THE MEMBERS

## Dear Fellow Members!

The directors of The United Insurance Company of Pakistan Limited are pleased to announce the interim financial results for the six months period ended June 30, 2023, along with the figures for the same period ended June 30, 2022.

### Performance Overview Conventional – (Six Months Period Ended June 30, 2023)

The Company's written gross premium and net premium income for the six months ended June 30, 2023 stands at Rs. 3,365.592 million and Rs. 1,705.060 million, respectively, whereas during the comparative period of six months ended June 30, 2022, the written gross premium was Rs. 3,001.309 million and net premium income was Rs. 1,636.193 million. These figures reflect the commitment of our team members in a worsening economic environment in the country. The business of our Company is sound and stable due to our concerted efforts and by the grace of God.

Underwriting results for the six months ended June 30, 2023 are being reported as Rs. 602.408 million, whereas for the same period in the previous period of 2022 it was reported as Rs. 553.745 million. This is the commendable achievement of our staff and the field force due to which the underwriting results improved further.

The Company's profit before tax has increased during the six months of 2023 at 21.16% from Rs. 631.903 million in 2022 to Rs. 765.642 million in 2023. Similarly, profit after tax being reported to Rs. 593.401 million in the six months period ended June 30, 2023. Whereas profit after tax for the same period in 2022 was Rs. 491.129 million.

The earnings per share (EPS) of the company, which includes both basic and diluted stands at Rs. 1.85/- per share for six months period ended June 30, 2023 as compared to Rs. 1.66/- per share in 2022 reflecting a slight improvement of Rs.0.19 per share.

Investment income has increased Rs. to 84.628 million for the six months period ended June 30, 2023 as compared to Rs. 50.273 million during the six months period ended June 30, 2022.

Management expenses for the six months period ended June 30, 2023 are Rs. 676.078 million as compared to Rs. 680.621 million for the same period in 2022.

### Performance Overview Window Takaful Operations – (Six Months Period Ended June 30, 2023)

The following financial data reflects the performance of Window Takaful Operations during the six months ended June 30, 2023.

The written gross contribution for the six months period ended June 30, 2023 decreased to Rs. 1,021.714 million as compared to Rs. 1,302.428 million in 2022.

Investments income of the Participants Takaful fund is increased to Rs. 6.609 million during the six months ending June 30, 2023 from Rs. 4.870 of the previous period.

Investments income of the Operator's fund has increased by Rs. 1.793 million during the six months ending June 30, 2023 and stand at Rs. 12.114 million.

General, administrative, and management expenses of the operator increased from Rs. 195.387 million for the six months period ended June 30, 2022 to Rs. 253.798 million in 2023.



### Directors of the Company:

Following are the names of persons who are Directors at any time during the financial period being reported:

- Jamil Ahmed Khan
- Muhammad Akram Shahid
- Khawas Khan Niazi
- Muhammad Rahat Sadiq
- Huma Waheed
- Agha Ali Imam
- Syed Rahat Ali Shah

### Future Outlook

Climate change and sustainability are at the heart of the insurance sector, impacting both the asset and liability side of the balance sheet, and as such, these will be key themes to watch in 2022. Also in focus: the re-risking of portfolios with alternative asset classes and post-Covid-19 shocks in the non-life segment.

The insurance industry must seek to lead with purpose and live up to its highest aspirations, particularly in the wake of the COVID-19 pandemic. Insurers had to be there for customers and undertook large-scale change quickly to make sure they could serve people in need – and they must continue to do so, particularly if they are to help the world prepare for increasing climate risk.

The insurance market is becoming more competitive, Company has to enhance its efforts to maintain its profitability and to adopt modern strategies and tools of insurance and smart underwriting criteria to take more market share and react wisely by adopting the policies, to prevent its shares. Improve cyber security systems and customize its services. To strengthen its potential to meet the challenges like inflation, climate change diversity and rapidly changing technologies.

### Acknowledgement

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



**Muhammad Akram Shahid**  
Chief Executive Officer

Date: August 30, 2023



**Jamil Ahmed Khan**  
Chairman

## بورڈ آف ڈائریکٹرز

کمپنی کا بورڈ آف ڈائریکٹرز درج ذیل شخصیات پر مشتمل ہے

جناب جمیل اے۔ خان صاحب

جناب میاں محمد اکرم شاہد

جناب خواص خان نیازی

جناب راحت صادق صاحب

محترمہ ہما وحید صاحبہ

جناب آغا علی امام صاحب

جناب سید راحت علی شاہ صاحب

## مشتمل کا نقطہ نظر

مماحولیات میں تبدیلی اور پائیدار ترقی انشورنس کے لئے آکسیجن کا کردار ادا کرتی ہے یہ عوامل انشورنس کے اثاثہ جات اور انشورنس کی ذمہ داریوں میں تبدیلی میں کردار ادا کرتے ہیں۔ یہ عوامل 2023 میں بھی اپنا کردار ادا کرتے رہیں گے اس طرح کووڈ-19 کے آفٹر شاٹس بھی انشورنس انڈسٹری پر اثرات مرتب کریں گے۔ انشورنس انڈسٹری ان تمام عوامل کے سامنا کرنے کے لئے تیار رہے گی اور اپنے کسٹمرز کو ان کی ضروریات کے مطابق سہولیات فراہم کرتی رہے گی۔ انشورنس مارکیٹ میں مقابلہ بہت زیادہ بڑھ گیا ہے۔ کمپنی کو اپنی شرع منافع برقرار رکھنے کے لئے مزید محنت کی ضرورت پڑے گی اور کمپنی کو بہتر ٹیکنالوجی کا استعمال کرنا پڑے گا تاکہ کسٹمرز کو اگے دروازے پر سروس دی جاسکے اس سے مارکیٹ شیر میں بھی اضافہ ہوگا۔ سائبر سیکورٹی سسٹم میں کافی بہتری کرنے کی ضرورت ہے تاکہ کسٹمرز کو بہترین سروس دی جاسکے۔

## اظہار فکر

آپ کے ڈائریکٹرز تمام اداروں، بنکس، حکومتی اداروں، ایس ای سی پی کا تمام مرحلوں میں تعاون پر بے حد مشکور ہیں، ہم اپنے تمام شیئرز ہولڈرز کے اعتماد اور تعاون پر مشکور ہیں۔ تمام ڈائریکٹرز کمپنی ملازمین اور سیسٹرز مینجمنٹ کا بھی مشکور ہیں جو اپنی انتھک محنت سے کمپنی کی ترقی میں کردار ادا کر رہے ہیں۔

بورڈ کی جانب سے



محمد اکرم شاہد

چیف ایگزیکٹو آفیسر



جمیل احمد خان

چیئرمین

13 اگست، 2023

### محترم اراکین

ہم 2023 کے چھ ماہ کی مالیاتی رپورٹ کو پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔ دی یونائیٹڈ انشورنس کمپنی آف پاکستان لیٹڈ کے ڈائریکٹرز 2023 کے چھ ماہ کی مالیاتی نتائج کا اعلان کرتے ہوئے خوشی محسوس کرتے ہیں۔

### 2023 کے چھ ماہ میں روایتی کاروبار کی کارکردگی کا جائزہ

کمپنی کا خام بیور اور خالص بیور 30 جون، 2023 پر بالترتیب 3,365.592 ملین روپے اور 1,705.060 ملین روپے ریکارڈ کیا گیا ہے جبکہ 2022 کے پہلے چھ ماہ میں خام بیور 3,001.309 ملین روپے اور خالص بیور 1,636.193 ملین روپے رہا تھا۔ یہ اعداد و شمار ٹیم ممبرز کی کوششوں کو ظاہر کرتے ہیں جو آج کل کے غیر معمولی حالات میں بھی اپنی پوری محنت اور لگن سے کام کر رہے ہیں اور کمپنی کی ترقی کا باعث ہیں۔ کمپنی کا کاروبار خدا کی مہربانی سے مستحکم ہے اور مزید ترقی کر رہا ہے۔

30 جون، 2023 کے ذمیر نوٹس نتائج 602.408 ملین روپے رہے جو کہ 2022 کے اسی عرصہ میں 553.745 ملین روپے رپورٹ ہوئے تھے۔ ذمیر نوٹس نتائج میں بہتری انتظامی اور مارکیٹنگ سٹاف کی بہترین محنت کا نتیجہ ہے۔

2023 کے چھ ماہ میں قبل از ٹیکس منافع 21.16 فیصد اضافہ سے 765.642 ملین روپے رہا جو کہ 2022 میں 631.903 ملین روپے تھا۔ اسی طرح 30 جون، 2023 پر بعد از ٹیکس منافع 593.401 ملین روپے رہا جو کہ 2022 کے اس عرصہ میں 491.129 ملین روپے تھا۔

کمپنی کی فی حصص آمدنی 1.85 روپے ریکارڈ کی گئی جو کہ 2022 میں 1.66 روپے فی حصص تھی۔ پچھلے سال کی نسبت فی حصص آمدنی میں 0.19 بہتری آئی ہے جو کہ 2023 کے چھ ماہ میں سرمایہ کاری آمدن اضافہ کے ساتھ 84.628 ملین روپے ریکارڈ ہوئی جبکہ 2022 میں سرمایہ کاری آمدن 50.273 ملین روپے تھی۔

کمپنی کے انتظامی اخراجات 30 جون، 2023 کو 676.078 ملین روپے رہے جبکہ 2022 کے اسی عرصہ میں یہ اخراجات 680.621 ملین روپے تھے۔

### جون 2023 تک کاروبار کی کارکردگی کا جائزہ

درج ذیل اعداد و شمار 30 جون، 2023 پر کمپنی کے تکافل کاروبار کی کارکردگی کے بارے میں بتاتے ہیں کمپنی کے خام عطیات میں 30 جون، 2023 کو کمی ہوئی ہے۔ کمپنی کے خام عطیات 2023 میں 1,021.714 ملین روپے رہے جو کہ 2022 میں 1,302.428 ملین روپے ریکارڈ کئے گئے۔

تکافل آپریشنز کے شرابقتی فنڈ کی مجموعی سرمایہ کاری آمدن 2023 کے چھ ماہ میں 6.609 ملین روپے رہی جو کہ 2202 کے اسی عرصہ میں 4.870 ملین روپے تھی۔

تکافل آپریشنز کے آپریٹر فنڈ کی سرمایہ کاری آمدن میں 2023 کے چھ ماہ میں 1.793 ملین روپے اضافہ ہوا۔ 2023 میں سرمایہ کاری آمدن 12.114 ملین روپے رہی۔

تکافل آپریشنز کے آپریٹر فنڈ کے انتظامی اخراجات 2023 کے چھ ماہ میں 253.798 ملین روپے رہے جو کہ 2202 کے چھ ماہ میں 195.387 ملین روپے تھے۔

The United Insurance Company of Pakistan Ltd.

# Condensed Interim Financial Information

For The Six Months Period Ended on June 30, 2023

# INDEPENDENT AUDITORS' REVIEW REPORT

## TO THE MEMBERS OF THE UNITED INSURANCE COMPANY OF PAKISTAN LIMITED

### REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

#### Introduction

We have reviewed the accompanying condensed interim statement of financial position of The United Insurance Company of Pakistan Limited (the Company) as at June 30, 2023 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim cash flow statement and notes to the condensed interim financial statements for the six-months period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim 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 condensed 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.

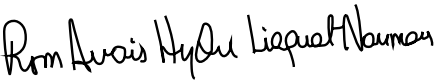
#### Conclusion

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

#### Other Matter

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three-months period ended June 30, 2023 and 2022 have not been reviewed, as we are required to review only the cumulative figures for the six-months period then ended.

The engagement partner on the review resulting in this independent auditors' review report is Syed Naveed Abbas.



**RSM AVAIS HYDER LIAQUAT NAUMAN**  
CHARTERED ACCOUNTANTS

Place: Lahore

Date: August 30, 2023

UDIN: RR202310239Zr1TqvX8f

# CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at June 30, 2023

	Note	Un-Audited	Audited
		June 30, 2023	December 31, 2022
----- Rupees -----			
<b>ASSETS</b>			
Property and equipment	3	1,833,011,421	1,505,204,151
Intangible assets	4	30,556,843	17,617,439
Investment property		288,021,192	250,984,701
Investments			
Equity securities	6	27,274,557	29,107,629
Debt securities	6	1,411,221,313	1,218,380,280
Term deposits	6	495,053,164	577,741,164
Total assets of Window Takaful Operations - Operator's fund		579,854,843	690,860,264
Loans and other receivables	7	1,439,267,230	1,181,328,005
Insurance / reinsurance receivables		1,524,042,059	1,611,533,945
Reinsurance recoveries against outstanding claims	10	3,038,771,595	3,027,493,383
Deferred commission expense	11	334,995,767	316,878,428
Prepaid reinsurance premium ceded	9	1,621,463,246	1,678,950,790
Cash and bank balances		671,679,675	894,345,225
<b>Total Assets</b>		<b>13,295,212,905</b>	<b>13,000,425,404</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves attributable to the Company's equity holders</b>			
Ordinary share capital		3,467,500,000	2,950,000,000
Capital reserve			
- Fair value reserve		(47,262,008)	(45,161,560)
Revenue reserves			
- General reserve		75,115,917	75,115,917
- Unappropriated profit		931,628,501	997,691,379
		1,006,744,418	1,072,807,296
<b>Total Equity</b>		<b>4,426,982,410</b>	<b>3,977,645,736</b>
<b>Surplus on revaluation of property and equipment</b>		<b>679,793,788</b>	<b>703,959,759</b>
<b>LIABILITIES</b>			
<b>Total liabilities of Window Takaful Operations - Operator's fund</b>			
<b>Underwriting provisions</b>		<b>286,699,389</b>	<b>298,811,383</b>
Outstanding claims including IBNR	10	3,817,534,115	3,757,836,840
Unearned premium reserve	9	2,092,223,460	2,217,371,983
Premium deficiency reserve		922,120	-
Unearned reinsurance commission	11	255,882,610	250,873,741
Deferred taxation		215,981,122	150,560,931
Borrowings		72,388,499	82,834,498
Insurance / reinsurance payables - Due to insurers/re-insurers		515,297,084	783,461,811
Other creditors and accruals		520,963,189	374,623,200
Taxation - provision less payment		410,545,119	402,445,522
<b>Total Liabilities</b>		<b>8,188,436,707</b>	<b>8,318,819,909</b>
<b>Total Equity and Liabilities</b>		<b>13,295,212,905</b>	<b>13,000,425,404</b>
<b>COMMITMENT(S)</b>	8	-	-

The annexed notes form an integral part of these condensed interim financial statements.



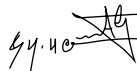
**Muhammad Akram Shahid**  
Chief Executive Officer



**Huma Waheed**  
Director



**Maqbool Ahmad**  
Chief Financial Officer



**Syed Rahat Ali Shah**  
Director



**Jamil Ahmed Khan**  
Chairman

## CONDENSED INTERIM PROFIT AND LOSS ACCOUNT

For the Six Months Period Ended June 30, 2023

	Note	Un-Audited			
		Three Months Ended June 30,		Six Months Ended June 30,	
		2023	2022	2023	2022
----- Rupees -----					
Net insurance premium	9	646,832,624	732,613,713	1,705,059,957	1,636,192,651
Net insurance claims	10	(115,104,437)	(147,187,013)	(341,764,141)	(299,169,886)
Reversal / (provision) of premium deficiency reserve		-	-	-	5,895,297
Net commission and other acquisition costs	11	11,019,444	(48,143,634)	(84,809,772)	(108,552,005)
Insurance claims and acquisition expenses		(104,084,993)	(195,330,647)	(426,573,913)	(401,826,594)
Management expenses		(324,130,024)	(357,295,655)	(676,077,971)	(680,621,048)
Underwriting results		218,617,607	179,987,411	602,408,073	553,745,009
Investment income		46,215,235	27,309,914	84,627,971	50,272,990
Rental income		571,950	519,998	1,143,900	1,039,998
Other income		38,445,209	19,124,497	86,732,703	32,353,766
Other expenses		(3,245,546)	(1,514,037)	(13,483,870)	(9,734,056)
Results of operating activities		300,604,455	225,427,783	761,428,777	627,677,707
Finance cost		(2,057,483)	(3,432,270)	(3,496,926)	(5,187,818)
Profit / (loss) from Window Takaful Operations - Operator's fund		2,060,680	(932,938)	7,710,525	9,412,730
<b>Profit for the period before income tax expense</b>		<b>300,607,652</b>	<b>221,062,575</b>	<b>765,642,376</b>	<b>631,902,619</b>
Income tax expense		(51,988,589)	(38,117,164)	(172,241,833)	(140,773,682)
<b>Profit for the period</b>		<b>248,619,063</b>	<b>182,945,411</b>	<b>593,400,543</b>	<b>491,128,937</b>
Earnings per share - basic and diluted		0.72	0.62	1.85	1.66

The annexed notes form an integral part of these condensed interim financial statements.



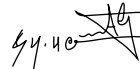
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Chief Executive Officer



**Huma Waheed**  
Director



**Maqbool Ahmad**  
Chief Financial Officer



**Syed Rahat Ali Shah**  
Director



**Jamil Ahmed Khan**  
Chairman

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For the Six Months Period Ended June 30, 2023

	Un-Audited			
	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
<b>Profit for the period</b>	<b>248,619,063</b>	182,945,411	<b>593,400,543</b>	491,128,937
<b>Other comprehensive income / (loss) for the period:</b>				
Items to be re-classified to profit and loss account in subsequent periods:				
Unrealized incmoe / (loss) on revaluation of available for sale investments-net off deferred tax	2,814,202	(3,235,500)	(1,454,231)	(4,592,176)
<b>Share of other comprehensive (loss) from Window Takaful Operations:</b>				
Unrealized (loss) on revaluation of available for sale investments - net off deferred tax	(584,745)	(2,856,879)	(646,217)	(2,712,536)
<b>Other items</b>				
Reclassification adjustments relating to available investments on disposed - net off deferred tax	-	2,272,951	-	144,343
	2,229,457	(3,819,428)	(2,100,448)	(7,160,369)
<b>Total comprehensive income for the period</b>	<b>250,848,520</b>	179,125,983	<b>591,300,095</b>	483,968,568

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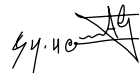
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# CONDENSED INTERIM CASH FLOW STATEMENT

For the Six Months Period Ended June 30, 2023

Six Months Ended June 30,

2023                      2022

----- Rupees -----

## OPERATING CASH FLOWS

### a) Underwriting activities

Insurance premium received	3,667,649,806	3,308,400,496
Reinsurance and other recoveries received	1,268,258,727	554,156,577
Commission received	298,949,622	162,316,292
Reinsurance premium paid	(2,050,775,749)	(1,117,056,531)
Claims paid	(1,617,929,923)	(795,249,611)
Commission paid	(307,739,945)	(261,657,428)
Management expenses paid	(584,586,456)	(615,439,129)
<b>Net cash flow from underwriting activities</b>	<b>673,826,082</b>	<b>1,235,470,666</b>

### b) Other operating activities

Income tax paid	(115,575,102)	(85,335,896)
General expenses paid	(13,483,870)	(9,734,056)
Other operating payments	(417,190,604)	(900,159,101)
Loans advanced	(6,650,000)	(19,754,362)
Loan received back	19,118,880	12,514,547
Net cash flow from other operating activities	(533,780,696)	(1,002,468,868)
<b>Total cash flow from all operating activities</b>	<b>140,045,386</b>	<b>233,001,798</b>

## INVESTMENT ACTIVITIES

Profit/ return received	84,710,347	48,480,081
Dividend received	1,710,385	923,990
Rentals received	1,143,900	1,039,998
Payment for investment	(813,299,319)	(1,542,829,617)
Proceeds from investment	1,275,226,655	1,409,165,180
Fixed capital expenditure	(272,690,516)	(83,607,227)
Proceeds from disposal of property and equipment	20,360,400	20,154,700
Cash flow of Window Takaful Operations	98,893,427	85,000,000
<b>Total cash flow from investing activities</b>	<b>396,055,279</b>	<b>(61,672,895)</b>

## FINANCING ACTIVITIES

Interest paid	(3,496,926)	(5,097,898)
Dividends paid	(676,383,908)	(286,050,302)
Lease liability paid	(78,885,381)	(26,917,699)
<b>Total cash flow from financing activities</b>	<b>(758,766,215)</b>	<b>(318,065,899)</b>
<b>Net cash flow from all activities</b>	<b>(222,665,550)</b>	<b>(146,736,996)</b>
Cash and cash equivalents at the beginning of the period	894,345,225	764,874,597

<b>Cash and cash equivalents at the end of the period</b>	<b>671,679,675</b>	<b>618,137,601</b>
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## CONDENSED INTERIM CASH FLOW STATEMENT

For the Six Months Period Ended June 30, 2023

	Six Months Ended June 30,	
	2023	2022
----- Rupees -----		
<b>Reconciliation of Profit and Loss Account</b>		
Operating cash flows	140,045,386	233,001,798
Depreciation & amortization expense	(91,491,515)	(65,181,919)
Gain on disposal of property and equipment	13,972,532	8,830,399
Finance cost	(4,777,461)	(5,097,898)
Rental income	1,143,900	1,039,998
Dividend income	1,710,385	923,990
Increase in assets other than cash	446,649,081	560,224,348
(Increase) in liabilities other than borrowings	(77,240,047)	(302,297,499)
Investment & other income	155,677,757	50,272,990
Profit of Window Takaful Operations - Operator's fund	7,710,525	9,412,730
<b>Profit for the period</b>	<b>593,400,543</b>	<b>491,128,937</b>

The annexed notes form an integral part of these condensed interim financial statements.



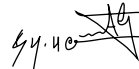
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Director



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Chief Financial Officer



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Director



**Jamil Ahmed Khan**  
Chairman

## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the Six Months Period Ended June 30, 2023

	Attributable to equity holders of the Company					
	Share capital	Revenue reserves			Subtotal	Total
		General reserve	Fair value reserve	Unappropriated profit		
----- Rupees -----						
<b>Balance as at January 01, 2022 (Audited)</b>	2,950,000,000	75,115,917	(32,656,109)	1,027,881,962	1,070,341,770	4,020,341,770
Total comprehensive income / (loss) for the period						
Profit for the period	-	-	-	491,128,937	491,128,937	491,128,937
Other comprehensive loss	-	-	(7,160,369)	-	(7,160,369)	(7,160,369)
	-	-	(7,160,369)	491,128,937	483,968,568	483,968,568
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation- net of tax	-	-	-	25,598,486	25,598,486	25,598,486
Transactions with owners						
Interim Dividend for the quarter ended March 31, 2022 at the rate of Rs. 1 per share	-	-	-	(295,000,000)	(295,000,000)	(295,000,000)
<b>Balance as at June 30, 2022 (Un-Audited)</b>	2,950,000,000	75,115,917	(39,816,478)	1,249,609,385	1,284,908,824	4,234,908,824
Balance as at January 01, 2023 (Audited)	2,950,000,000	75,115,917	(45,161,560)	997,691,379	1,027,645,736	3,977,645,736
Shares issued under scheme of merger (Refer Note 1.3)	517,500,000	-	-	-	-	517,500,000
Total comprehensive income / (loss) for the period						
Profit for the period	-	-	-	593,400,543	593,400,543	593,400,543
Other comprehensive loss	-	-	(2,100,448)	-	(2,100,448)	(2,100,448)
	-	-	(2,100,448)	593,400,543	591,300,095	591,300,095
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation- net of tax	-	-	-	34,036,579	34,036,579	34,036,579
Transactions with owners						
Final dividend for the year ended December 31, 2022 at the rate of Rs. 1 per share	-	-	-	(346,750,000)	(346,750,000)	(346,750,000)
Interim dividend for the quarter ended March 31, 2023 at the rate of Rs. 1 per share	-	-	-	(346,750,000)	(346,750,000)	(346,750,000)
<b>Balance as at June 30, 2023 (Un-Audited)</b>	3,467,500,000	75,115,917	(47,262,008)	931,628,501	959,482,410	4,426,982,410

The annexed notes form an integral part of these condensed interim financial statements.



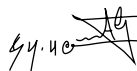
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Chief Executive Officer



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Chairman

# SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

## 1 LEGAL STATUS, NATURE OF BUSINESS AND ACTIVITIES

- 1.1 The United Insurance Company of Pakistan Limited ("the Company") was incorporated on October 20, 1959, in Pakistan as a Public Limited Company under the Companies Act, 1913, now superceded by the Companies Act, 2017, and its shares are quoted on Pakistan Stock Exchange Limited. The Registered Office of the Company is situated at 204, 2nd floor, Madina City Mall, Abdullah Haroon Road, Saddar, Karachi, in the province of Sindh, and its Head Office is located in Lahore, in the province of Punjab. The principal activity of the Company is General Insurance Business and it qualifies as a domestic insurance company under the Insurance Ordinance, 2000 and undertakes Fire & Property Damage, Marine Aviation & Transport, Motor, Crop and Miscellaneous General Insurance. The Company has not transacted any insurance business outside Pakistan. Geographical locations are disclosed in the annual audited financial statements of the Company for the year ended December 31, 2022.
- 1.2 The Company was allowed to carry on Window Takaful Operation on August 18, 2014 by the Securities and Exchange Commission of Pakistan (SECP) under the Takaful Rules, 2012. For the purpose of carrying on takaful business, the Company has formed a Waqf / Participants' Takaful Fund (PTF) on June 09, 2014 under a trust deed. The trust deed governs the relationship of shareholders and policy holders for management of takaful operations.
- 1.3 The scheme of merger of SPI with and into the Company was approved by the Honourable Sindh High Court. The Company has completed the formalities of the merger and shares are issued to shareholders of SPI in accordance with the scheme of merger. The effective date of the merger is March 31, 2023 (the effective date).

International Financial Reporting Standard (IFRS) 3, Business Combinations, requires that all identified assets (including intangible assets) and liabilities acquired in a business combination should be carried at their fair values on the acquirer's statement of financial position and any intangible assets acquired in the business combination should be separately recognized and carried at their fair values. IFRS - 3 allows the acquirer a maximum period of one year from the date of acquisition to finalize the determination of the fair values of the assets and liabilities and to determine the value of any intangibles separately identified. The Company has carried out fair valuation exercise and incorporated fair value adjustments in these condensed interim financial statements.

The carrying amounts and fair values of assets and liabilities acquired are as follows:

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

	Carrying value As At 31-03-23	Fair Value Adjustment	Fair Value As At 31-03-23
-----Rupees-----			
<b>ASSETS</b>			
Property and equipment	85,389,652	141,960,348	227,350,000
Intangible assets	93,448	-	93,448
Investments		-	-
Equity securities	139,842,049	(139,626,909)	215,140
Debt securities	28,442,129	-	28,442,129
Term deposits	930,000	-	930,000
Total assets of Window Takaful Operations - Operator's fund	53,742,702	-	53,742,702
Loans and other receivables	111,555,867	-	111,555,867
Insurance / reinsurance receivables	247,979,396	-	247,979,396
Prepaid reinsurance premium ceded	768,486	-	768,486
Reinsurance recoveries against outstanding claims	83,283,509	-	83,283,509
Deferred commission expense	55,045	-	55,045
Cash & bank balances	1,103,691	-	1,103,691
<b>Total assets</b>	<b>753,185,974</b>	<b>2,333,439</b>	<b>755,519,413</b>
<b>LIABILITIES</b>			
Total liabilities of Window Takaful Operations - Operator's fund	8,436,485	-	8,436,485
Underwriting Provisions			
Outstanding claims including IBNR	149,732,270	-	149,732,270
Unearned premium reserves	380,354	-	380,354
Premium deficiency reserves	922,120	-	922,120
Unearned reinsurance commission	203,476	-	203,476
Retirement benefit obligations	6,104,906	-	6,104,906
Deferred taxation	27,581,595	-	27,581,595
Borrowings	8,648,452	-	8,648,452
Other creditors and accruals	14,265,262	-	14,265,262
Taxation - provision less payment	477,721	-	477,721
Total Liabilities	216,752,641	-	216,752,641
<b>Net Assets acquired</b>	<b>536,433,333</b>	<b>2,333,439</b>	<b>538,766,772</b>

Details of the fair values of the net assets acquired, purchase consideration and gain on bargain purchase are as follows:

Fair value of net assets acquired (Refer above)	538,766,772
Less: consideration given (51,750,000 ordinary shares of Rs. 10/- each).	(517,500,000)
	<b>21,266,772</b>

Under IFRS-3 a bargain purchase represents an economic gain which is recognized by the acquirer as Other Income in profit and loss account.

# SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

## 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### 2.1 Basis of preparation and statement of compliance

2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- the local laws comprising the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the General Takaful Accounting Regulations, 2019, the Takaful Rules, 2012 and the circulars and directives issued under these local laws.

Wherever the requirements of the local laws and circulars and directives issued under these local laws differ with the requirements of the standard, the requirements of the local laws and circulars and directives issued under these local laws take precedence.

2.1.2 Total assets, total liabilities, profit, and comprehensive income for the period of the Window Takaful Operations of the Company referred to as the Operator's Fund has been included in these condensed interim financial statements in accordance with the requirements of Circular 25 of 2015 dated 9 July, 2015.

2.1.3 These condensed interim financial statements have been subjected to limited scope review by the auditors, as required under section 237 of Companies Act, 2017 and should be read in conjunction with the annual audited financial statements of the Company for the year ended December 31, 2022.

### 2.2 Basis of measurement

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

### 2.3 Functional and presentation currency

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

### 2.4 Standards, amendments to standards and interpretations becoming effective in current year

2.4.1 There are certain amendments to standards that became effective during the period and are mandatory for accounting periods of the Company beginning on or after January 01, 2023 but are considered not to be relevant to the Company's operations and are, therefore, not disclosed in these condensed interim financial statements.

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

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

### 2.5 Significant accounting policies

The significant accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of annual audited financial statements of the Company for the year ended December 31, 2022.

### 2.6 Critical accounting estimates and judgments

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

In the preparation of 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 were applied in the preparation of annual audited financial statements of the Company for the year ended December 31, 2022.

### 2.7 Insurance and financial risk

Insurance and financial risk management policies and procedures are consistent with those disclosed in the annual audited financial statements of the Company for the year ended December 31, 2022.

### 2.8 Segment Reporting

The basis of presentation of segment information in these condensed interim financial statements is the same as disclosed in the annual audited financial statements of the Company for the year ended December 31, 2022.

	<u>Un-Audited</u>	<u>Audited</u>
	<u>June 30,</u>	<u>December 31,</u>
	<u>2023</u>	<u>2022</u>
	----- Rupees -----	
<b>3</b>		
<b>PROPERTY AND EQUIPMENT</b>		
Operating assets	<b>1,590,008,898</b>	1,308,763,140
Right-of-use assets	<b>218,517,974</b>	176,200,000
Capital work-in-progress	<b>24,484,549</b>	20,241,011
	<b>1,833,011,421</b>	1,505,204,151

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

	Un-Audited			
	Acquisitions		Disposals	
	Six Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
	Rupees	Rupees	Rupees	Rupees
Freehold land	165,000,000	27,695,000	-	-
Building	8,000,000	-	-	-
Furniture and fixtures	33,854,357	1,516,962	-	10,308,508
Office equipment	18,753,747	5,522,940	19,560	302,520
Computer equipment	18,966,732	3,020,515	-	-
Vehicles	237,253,122	10,558,652	26,928,599	29,068,333
Motor tracking devices	44,525,754	12,656,500	2,007,000	2,265,000
	526,353,712	60,970,569	28,955,159	41,944,361

### 3.1 Acquisition and disposal of operating assets - At cost

### 3.2 Acquisition and disposal of right of used assets - At cost

Leased Vehicles	77,087,834	43,684,000	-	-
-----------------	------------	------------	---	---

	Un-Audited	Audited
	June 30, 2023	December 31, 2022
	----- Rupees -----	
<b>4 INTANGIBLE ASSETS</b>		
Computer Software	30,556,843	1,112,439
Advance for software development	-	16,505,000
	30,556,843	17,617,439

## 5 INVESTMENTS IN ASSOCIATE

### 5.1 In quoted shares - Apna Microfinance Bank Limited

The Company has acquired further 8,462,237 shares of the bank on merger (Refer Note 1.3). The fair value of these shares is assessed as Nil in view of negative equity of the Bank. As at reporting date, the Company has 59,940,432 (December 31, 2022: 51,478,195) shares in the bank with carrying value of Nil, which represents 13.97% shareholding (December 31, 2022: 12%) in the bank.



## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

### 5.2 Information about the associate

Apna Microfinance Bank Limited (the Bank) was incorporated on May 08, 2003 as a public limited Company under the repealed Companies Ordinance, 1984 updated by 'the Companies Act, 2017' (the Act). Its shares are listed on Pakistan Stock Exchange Limited. The Bank's principal business is to provide microfinance services to the poor and underserved segment of the society as envisaged under the Microfinance Institutions Ordinance, 2001. Its registered office is situated at K-4/3 and 4/4, Ch. Khaliq-uz-Zaman Road, Gizri, Karachi, in the Province of Sindh and its head office is situated at 23 - A, Sundar Das Road, Zaman Park, Lahore, in the Province of Punjab.

5.3 The financial statements of the Bank for the six months period ending June 30, 2023 are not available.

Note	Un-Audited	Audited	
	June 30, 2023	December 31, 2022	
----- Rupees -----			
<b>6</b>	<b>INVESTMENTS</b>		
	In equity securities - Available for sale	27,274,557	29,107,629
	In debt securities - Held to maturity	6.1 1,411,221,313	1,218,380,280
	In term deposits - Held to maturity	495,053,164	577,741,164
		<b>1,933,549,034</b>	<b>1,825,229,073</b>

6.1 These include the Pakistan Investment Bonds amounting to Rs. 411.40 million (December 31, 2022: Rs. 396.90 million) 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.

<b>7</b>	<b>LOANS AND OTHER RECEIVABLES</b>			
	<i>Unsecured and considered good</i>			
	Receivable from related parties	7.1	7,102,685	547,121,285
	Accrued investment income		35,851,649	39,328,757
	Lease security deposits		20,213,250	20,213,250
	Other security deposits	7.2	133,348,904	71,700,216
	Loans to employees		18,656,715	30,554,547
	Branch balance receivable		69,982,411	21,204,575
	Other receivable		1,154,111,616	451,205,375
			<b>1,439,267,230</b>	<b>1,181,328,005</b>

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

Note	Un-Audited	Audited
	June 30, 2023	December 31, 2022
----- Rupees -----		
<b>7.1</b>	<b>Receivable from related parties</b>	
	<b>Receivable against advance for purchase of shares</b>	
	United Track System (Pvt.) Ltd	91,753,582
	<b>Other receivables</b>	
	United Software & Technologies International (Pvt.) Ltd	139,730,461
	Tawasul Risk Management Services (Pvt.) Ltd	162,474,618
	Tawasul HealthCare TPA (Pvt.) Ltd	148,749,579
	7.1.1	450,954,658
	<b>Incorporation expenses</b>	
	The United Life Assurance Company Limited	4,413,045
	<b>7,102,685</b>	<b>547,121,285</b>
<b>7.1.1</b>	Legal formalities for transfer of shares / shares deposit money in an investee in favor of related parties are in process.	
<b>7.2</b>	Other security deposits includes Rs. 43.70 million (December 31, 2022: Nil) placed with State Bank of Pakistan under section 29 of Insurance Ordinance, 2020.	
<b>8</b>	<b>COMMITMENTS</b>	
	Under contract for development of an intangible asset	12,375,000

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

	Un-Audited			
	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
----- Rupees -----				
<b>9</b>	<b>NET INSURANCE PREMIUM</b>			
Written Gross Premium	1,758,132,068	1,537,297,779	3,365,592,304	3,001,308,566
Add: Unearned premium reserve - Opening	1,982,126,568	2,003,581,662	2,217,371,983	2,141,914,061
Less: Unearned premium reserve - Closing				
- of the Company	380,354	-	380,354	-
- of the merged Company	(2,092,223,460)	(2,057,100,677)	(2,092,223,460)	(2,057,100,677)
Premium earned	1,648,415,530	1,483,778,764	3,491,121,181	3,086,121,950
Less: Reinsurance premium ceded	926,247,834	460,141,887	1,727,805,194	888,956,359
Add: Prepaid reinsurance premium - Opening	1,696,029,832	1,381,544,553	1,678,950,790	1,651,494,329
Less: Prepaid reinsurance premium - Closing				
- of the Company	768,486	-	768,486	-
- of the merged Company	(1,621,463,246)	(1,090,521,389)	(1,621,463,246)	(1,090,521,389)
Reinsurance expense	1,001,582,906	751,165,051	1,786,061,224	1,449,929,299
	646,832,624	732,613,713	1,705,059,957	1,636,192,651
<b>10</b>	<b>NET INSURANCE CLAIMS</b>			
Claims Paid	768,770,525	420,608,771	1,617,929,923	795,249,611
Add: Outstanding claims including IBNR - Closing				
- of the Company	3,817,534,115	2,467,167,318	3,817,534,115	2,467,167,318
- of the merged Company	(139,609,627)	-	(139,609,627)	-
Less: Outstanding claims including IBNR - Opening	(3,762,564,462)	(2,418,809,494)	(3,757,836,840)	(2,008,063,278)
Claims expense	684,130,551	468,966,595	1,538,017,571	1,254,353,651
Less: Reinsurance and other recoveries received	571,489,148	290,269,190	1,268,258,727	554,156,577
Add: Reinsurance and other recoveries in respect of outstanding claims - Closing				
- of the Company	3,038,771,595	1,899,718,834	3,038,771,595	1,899,718,834
- of the merged Company	(83,283,509)	-	(83,283,509)	-
Less: Reinsurance and other recoveries in respect of outstanding claims - Opening	(2,957,951,120)	(1,868,208,442)	(3,027,493,383)	(1,498,691,646)
Reinsurance and other recoveries revenue	569,026,114	321,779,582	1,196,253,430	955,183,765
	115,104,437	147,187,013	341,764,141	299,169,886
<b>11</b>	<b>NET COMMISSION &amp; OTHER ACQUISITION COSTS</b>			
Commission paid or payable	207,296,548	132,770,186	397,016,295	286,502,642
Add: Deferred commission expense - Opening	320,952,284	345,931,629	316,878,428	375,486,487
Less: Deferred commission expense - Closing				
- of the Company	55,045	-	55,045	-
- of the merged Company	(334,995,767)	(295,315,946)	(334,995,767)	(295,315,946)
Net Commission	193,308,110	183,385,869	378,954,001	366,673,183
Less: Commission received or recoverable	174,879,090	84,239,579	298,949,622	162,316,292
Add: Unearned re-insurance commission - Opening	285,127,598	249,604,859	250,873,741	294,407,089
Less: Unearned re-insurance commission - Closing				
- of the Company	203,476	-	203,476	-
- of the merged Company	(255,882,610)	(198,602,203)	(255,882,610)	(198,602,203)
Commission from reinsurers	204,327,554	135,242,235	294,144,229	258,121,178
	(11,019,444)	48,143,634	84,809,772	108,552,005

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

### 12 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 as per their respective employment terms.

#### Balances at period end:

Nature of relationship	Name of Related Party	Nature of transaction	Un-Audited	Audited
			June 30, 2023	December 31, 2022
			Rupees	Rupees
Associated undertakings	United Software & Technologies International (Pvt.) Ltd	Receivable against sale of shares and share deposit money of bank	-	139,730,461
	Tawasul Risk Management Services (Pvt.) Ltd	Receivable against sale of shares and share deposit money of bank	-	162,474,618
	Tawasul HealthCare TPA (Pvt.) Ltd	Receivable against sale of shares and share deposit money of bank	-	148,749,579
	United Software & Technologies International (Pvt.) Ltd	Advance for software development	-	16,505,000
	United Track Systems (Pvt.) Limited	Advance for purchase of shares	-	91,753,582
	Apna Microfinance Bank Limited	Bank deposits at period end	63,434,250	40,964,041
	Tawasul Developers (Pvt.) Limited	Capital work in progress	45,000,000	-
Key management personnel	Executives Employees	Loan to key management personnel	12,374,797	21,333,477
Employees' provident fund	The United Insurance Employees' Provident Fund	Payable to employees' contribution plan	7,725,243	4,350,239

Transactions during the period:			Un-Audited			
			Three Months Ended June 30,		Six Months Ended June 30,	
			2023	2022	2023	2022
			Rupees	Rupees	Rupees	Rupees
Associated undertakings	United Track Systems (Pvt.) Limited	Motor tracking devices purchased	4,513,500	5,907,500	7,225,000	12,656,500
		Motor tracking device charges paid	5,720,535	12,458,455	11,134,660	26,371,215
		Device monitoring charges paid	2,613,000	2,886,000	4,885,000	6,224,000
	Tawasul HealthCare TPA (Pvt.) Ltd	Rental income received during the period	352,350	320,349	704,700	640,698
		Rental income received during the period	219,600	199,650	439,200	399,300
		Health service charges	2,111,650	1,811,450	4,073,330	3,323,570
	Apna Microfinance Bank Limited	Interest received on bank deposits	3,823,399	444,742	6,141,113	743,083
		Amount deposited in deposit accounts	1,594,342,028	1,001,566,028	2,666,459,739	1,898,077,949
		Withdrawals from deposit accounts	1,547,608,885	995,369,237	2,643,989,532	1,952,314,854
	United Software & Technologies International (Pvt.) Ltd	Software expenses	1,776,384	1,776,000	3,276,384	4,481,000
Key management personnel	CEO, Directors and Executive employees	Professional fee/ remuneration	135,225,952	105,074,195	255,990,445	200,891,711
Employees' Provident Fund	The United Insurance Employees' Provident Fund	Employer's Contributions for the period	10,318,466	6,925,996	16,649,096	12,528,482

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

### 13 SEGMENT INFORMATION

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

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

PARTICULARS	Un-Audited - For the six months period ended June 30, 2023					
	FIRE AND PROPERTY DAMAGE	MARINE AVIATION AND TRANSPORT	MOTOR	CROP	MISCELLA- NEOUS	TOTAL
	----- Rupees -----					
<b>Gross Written Premium (Inclusive of Admin surcharge)</b>	525,131,355	203,781,346	470,653,415	981,768,434	1,184,257,754	3,365,592,304
<b>Insurance premium earned</b>	566,066,058	196,311,055	439,333,709	638,039,393	1,651,370,966	3,491,121,181
Insurance premium ceded to Reinsurance	(246,756,442)	(80,568,290)	(200,694,391)	(301,793,819)	(956,248,282)	(1,786,061,224)
Net insurance premium	319,309,616	115,742,765	238,639,318	336,245,574	695,122,684	1,705,059,957
Commission income	25,641,994	10,864,129	44,200,093	64,736,197	148,701,816	294,144,229
Net underwriting income	344,951,610	126,606,894	282,839,411	400,981,771	843,824,500	1,999,204,186
Insurance claims	(318,277,551)	(35,890,149)	(250,194,698)	(321,875,528)	(611,779,645)	(1,538,017,571)
Insurance claims recovered from reinsurance	270,902,179	26,034,370	195,406,405	255,759,901	448,150,575	1,196,253,430
Net claims	(47,375,372)	(9,855,779)	(54,788,293)	(66,115,627)	(163,629,070)	(341,764,141)
Commission expenses	(94,758,853)	(29,118,289)	(52,395,304)	(49,575,290)	(153,106,265)	(378,954,001)
Management expenses	(105,488,042)	(40,935,463)	(94,544,549)	(197,216,998)	(237,892,919)	(676,077,971)
Premium deficiency expense	-	-	-	-	-	-
Net insurance claims and expenses	(247,622,267)	(79,909,531)	(201,728,146)	(312,907,915)	(554,628,254)	(1,396,796,113)
Underwriting results	97,329,343	46,697,363	81,111,265	88,073,856	289,196,246	602,408,073
Net investment income						84,627,971
Rental income						1,143,900
Other income						86,732,703
Other expenses						(13,483,870)
Finance cost						(3,496,926)
Profit from Window Takaful Operations - Operator's fund						7,710,525
<b>Profit for the period before income tax expense</b>						<b>765,642,376</b>

PARTICULARS	Un-Audited- As at June 30, 2023					
	FIRE AND PROPERTY DAMAGE	MARINE AVIATION AND TRANSPORT	MOTOR	CROP	MISCELLA- NEOUS	TOTAL
	----- Rupees -----					
<b>Segment assets</b>						
Conventional	1,966,696,858	154,132,488	703,383,172	1,051,869,443	2,643,190,706	6,519,272,667
Window Takaful Operations - Operator's fund	13,867,329	2,719,049	34,624,138	-	10,467,810	61,678,326
Unallocated assets						6,196,085,395
Window Takaful Operations - Operator's fund						518,176,517
<b>Total assets including assets in Window Takaful Operations - Operator's fund</b>						<b>13,295,212,905</b>
<b>Segment liabilities</b>						
Conventional	2,184,744,411	124,872,163	794,058,176	1,214,289,190	2,362,973,329	6,680,937,269
Window Takaful Operations - Operator's fund	39,375,949	10,580,660	145,610,635	-	78,326,597	273,893,841
Unallocated liabilities						1,220,800,049
Window Takaful Operations - Operator's fund						12,805,548
<b>Total liabilities including liabilities in Window Takaful Operations - Operator's fund</b>						<b>8,188,436,707</b>

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

### 14 SEGMENT INFORMATION

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

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

PARTICULARS	Un-Audited - For the Six Months Period Ended June 30, 2022					TOTAL
	FIRE AND PROPERTY DAMAGE	MARINE AVIATION AND TRANSPORT	MOTOR	CROP	MISCELLANEOUS	
	----- Rupees -----					
<b>Gross Written Premium (Inclusive of Admin surcharge)</b>	431,761,019	201,208,832	428,882,066	809,389,950	1,130,066,699	3,001,308,566
<b>Insurance premium earned</b>	504,512,354	194,147,125	425,621,909	511,412,482	1,450,428,080	3,086,121,950
Insurance premium ceded to Reinsurance	(209,533,418)	(74,129,776)	(223,559,496)	(239,056,657)	(703,649,952)	(1,449,929,299)
Net insurance premium	294,978,936	120,017,349	202,062,413	272,355,825	746,778,128	1,636,192,651
Commission income	16,408,879	10,300,715	50,069,559	52,810,558	128,531,467	258,121,178
Net underwriting income	311,387,815	130,318,064	252,131,972	325,166,383	875,309,595	1,894,313,829
Insurance claims	(509,589,037)	(98,884,431)	(146,085,440)	(18,222,410)	(481,572,333)	(1,254,353,651)
Insurance claims recovered from reinsurance	437,753,408	76,139,141	127,202,407	9,377,928	304,710,881	955,183,765
Net claims	(71,835,629)	(22,745,290)	(18,883,033)	(8,844,482)	(176,861,452)	(299,169,886)
Commission expenses	(81,373,932)	(28,514,850)	(45,986,932)	(39,817,954)	(170,979,515)	(366,673,183)
Management expenses	(97,912,504)	(45,629,086)	(97,259,630)	(183,549,217)	(256,270,611)	(680,621,048)
Premium deficiency expense	-	-	-	-	5,895,297	5,895,297
Net insurance claims and expenses	(251,122,065)	(96,889,226)	(162,129,595)	(232,211,653)	(598,216,281)	(1,340,568,820)
Underwriting results	60,265,750	33,428,838	90,002,377	92,954,730	277,093,314	553,745,009
Net investment income						50,272,990
Rental income						1,039,998
Other income						32,353,766
Other expenses						(9,734,056)
Finance cost						(5,187,818)
Profit from Window Takaful Operations - Operator's fund						9,412,730
Profit for the period before income tax expense						631,902,619

PARTICULARS	Audited- As at December 31, 2022					TOTAL
	FIRE AND PROPERTY DAMAGE	MARINE AVIATION AND TRANSPORT	MOTOR	CROP	MISCELLANEOUS	
	----- Rupees -----					
<b>Segment assets</b>						
Conventional	1,740,308,304	90,097,545	530,944,280	972,007,914	3,301,498,503	6,634,856,546
Window Takaful Operations - Operator's fund	37,607,406	19,559,824	81,841,354	-	33,775,116	172,783,700
Unallocated assets						5,674,708,594
Conventional						518,076,564
Window Takaful Operations - Operator's fund						13,000,425,404
<b>Segment liabilities</b>						
Conventional	2,079,345,962	125,687,244	729,488,191	1,220,760,356	2,854,262,622	7,009,544,375
Window Takaful Operations - Operator's fund	47,837,252	9,167,123	110,955,256	-	127,207,718	295,167,349
Unallocated liabilities						1,010,464,151
Conventional						3,644,034
Window Takaful Operations - Operator's fund						8,318,819,909
Total liabilities including liabilities in Window Takaful Operations - Operator's fund						

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

### 15 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on **August 30, 2023** by the Board of Directors of the Company.

### 16 GENERAL

- 16.1 There is no unusual item included in these condensed interim financial statements which are affecting assets, liabilities, profit, total comprehensive income, equity or cash flows of the Company.
- 16.2 The provision for taxation made in these condensed interim financial statements is subject to adjustment in annual financial statements.
- 16.3 The figures have been rounded off to the nearest Rupees.



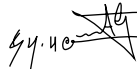
**Muhammad Akram Shahid**  
Chief Executive Officer



**Huma Waheed**  
Director



**Maqbool Ahmad**  
Chief Financial Officer



**Syed Rahat Ali Shah**  
Director



**Jamil Ahmed Khan**  
Chairman

**United  
Window Takaful  
Operations**



United Window Takaful Operations

# Condensed Interim Financial Information

For The Six Months Period Ended June 30, 2023

# INDEPENDENT AUDITORS' REVIEW REPORT

## TO THE MEMBERS OF THE UNITED INSURANCE COMPANY OF PAKISTAN LIMITED

### REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS OF WINDOW TAKAFUL OPERATIONS

#### Introduction

We have reviewed the accompanying condensed interim statement of financial position of Window Takaful Operations of The United Insurance Company of Pakistan Limited (the Company) as at June 30, 2023 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in funds, condensed interim cash flow statement and notes to the condensed interim financial statements for the six-months period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim 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 condensed 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.

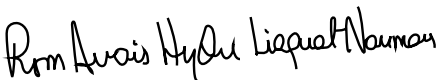
#### Conclusion

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

#### Other Matter

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three-months period ended June 30, 2023 and 2022 have not been reviewed, as we are required to review only the cumulative figures for the six-months period then ended.

The engagement partner on the review resulting in this independent auditors' review report is Syed Naveed Abbas.



**RSM AVAIS HYDER LIAQUAT NAUMAN**  
**CHARTERED ACCOUNTANTS**

Place: Lahore

Date: August 30, 2023

UDIN: RR202310239Zr1TqvX8f

# CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at June 30, 2023

Note	Operator's Fund		Participants' Takaful Fund		
	Un-Audited	Audited	Un-Audited	Audited	
	June 30, 2023	Dec 31, 2022	June 30, 2023	Dec 31, 2022	
----- Rupees -----					
<b>ASSETS</b>					
<b>Qard-e-Hasna to Participants' Takaful Fund</b>					
	48,000,000	100,000,000	-	-	
Property and equipment	3	121,524,373	84,525,158	12,937,237	11,328,557
<b>Investments</b>					
Equity securities		17,776,763	18,686,928	13,681,570	13,252,590
Debt securities		182,294,500	182,294,500	156,512,750	156,512,750
Term deposits		24,500,000	53,500,000	52,000,000	30,000,000
Loans and other receivables		75,388,461	48,581,343	66,733,397	38,815,968
Takaful / Retakaful receivables		-	-	806,303,656	742,101,725
Deferred wakala fee	9	-	-	224,327,210	240,064,663
Receivable from Participants' Takaful Fund		32,095,062	105,630,843	-	-
Accrued investment income		7,344,984	9,856,365	6,673,950	7,405,819
Retakaful recoveries against Outstanding claims / Benefits	7	-	-	585,332,093	825,440,151
Deferred commission expense	8	60,817,462	67,783,894	-	-
Prepayments	5	-	-	49,292,642	41,920,206
Cash and bank balances		10,113,238	20,001,233	136,686,238	197,866,297
		531,854,843	590,860,264	2,110,480,743	2,304,708,726
<b>TOTAL ASSETS</b>		<b>579,854,843</b>	<b>690,860,264</b>	<b>2,110,480,743</b>	<b>2,304,708,726</b>
<b>FUNDS AND LIABILITIES</b>					
<b>FUNDS</b>					
Statutory reserve		100,000,000	50,000,000	-	-
Waqf money		-	-	1,000,000	500,000
<b>Capital reserve</b>					
Fair value reserve		(21,844,447)	(20,934,282)	(25,555,655)	(25,984,635)
<b>General reserve</b>					
Accumulated profit / surplus		193,391,984	338,996,268	473,196,395	199,301,593
		271,547,537	368,061,986	448,640,740	173,816,958
Surplus on revaluation of property and equipment		21,607,917	23,986,895	-	-
<b>Qard-e-Hasna from Operator's Fund</b>		-	-	48,000,000	100,000,000
<b>Total funds</b>		<b>293,155,454</b>	<b>392,048,881</b>	<b>496,640,740</b>	<b>273,816,958</b>
<b>LIABILITIES</b>					
<b>Underwriting provisions - Participants' Takaful Fund</b>					
Outstanding claims including IBNR	7	-	-	891,014,272	1,093,925,917
Unearned contribution reserves	5	-	-	659,929,430	795,788,181
Reserve for unearned retakaful rebate	6	-	-	8,818,370	6,255,643
Unearned wakala fee	9	224,327,210	240,064,663	-	-
Takaful / retakaful payables		-	-	9,587,886	20,669,092
Other creditors and accruals		62,372,179	58,746,720	12,394,983	8,622,090
Payable to Operator's Fund		-	-	32,095,062	105,630,845
Total liabilities		286,699,389	298,811,383	1,613,840,003	2,030,891,768
<b>TOTAL FUNDS AND LIABILITIES</b>		<b>579,854,843</b>	<b>690,860,264</b>	<b>2,110,480,743</b>	<b>2,304,708,726</b>
<b>COMMITMENT(S)</b>	4	-	-	-	-

The annexed notes form an integral part of these condensed interim financial statements.



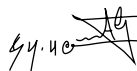
**Muhammad Akram Shahid**  
Chief Executive Officer



**Huma Waheed**  
Director



**Maqbool Ahmad**  
Chief Financial Officer



**Syed Rahat Ali Shah**  
Director



**Jamil Ahmed Khan**  
Chairman

## CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT

For the Six Months Period Ended June 30, 2023

Note	Un-Audited				
	Three Months Ended June 30,		Six Months Ended June 30,		
	2023	2022	2023	2022	
----- Rupees -----					
<b>Participants' Takaful Fund</b>					
Contributions earned	5	462,137,517	183,393,980	816,140,493	499,907,368
Less: Contributions ceded to retakaful	5	(31,096,769)	(29,805,400)	(55,748,224)	(55,858,005)
Net contribution earned		431,040,748	153,588,581	760,392,269	444,049,363
Retakaful rebate earned	6	5,900,659	6,250,608	10,251,073	11,649,787
Net underwriting income		436,941,407	159,839,189	770,643,342	455,699,151
Net claims- reported / settled	7	(194,653,131)	(161,115,887)	(493,736,027)	(283,648,027)
Other direct expenses		(6,189,318)	(7,109,187)	(13,178,648)	(12,875,695)
Surplus before investment and other income		236,098,958	(8,385,885)	263,728,667	159,175,430
Investment Income		3,477,533	2,596,603	6,609,314	4,870,307
Other income		4,366,515	1,788,754	5,651,960	2,780,325
<b>Surplus / (deficit) for the period</b>		<b>243,943,006</b>	<b>(4,000,528)</b>	<b>275,989,941</b>	<b>166,826,062</b>
<b>Operator's Fund</b>					
Wakala fee	9	177,906,536	149,692,754	341,431,881	279,934,247
Commission expense	8	(43,248,435)	(52,613,754)	(88,397,321)	(82,741,518)
General, administrative and management expenses		(137,891,141)	(103,129,272)	(253,797,543)	(195,387,150)
		(3,233,040)	(6,050,272)	(762,983)	1,805,578
Investment income		5,951,529	5,574,468	12,113,501	10,320,265
Direct expenses		(966,755)	(854,190)	(4,101,139)	(3,213,164)
Other income		308,946	397,056	461,146	500,051
Profit for the period before taxation		2,060,680	(932,938)	7,710,525	9,412,730
Provision for taxation		-	-	-	-
<b>Profit / (loss) for the period</b>		<b>2,060,680</b>	<b>(932,938)</b>	<b>7,710,525</b>	<b>9,412,730</b>

The annexed notes form an integral part of these condensed interim financial statements.



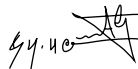
**Muhammad Akram Shahid**  
Chief Executive Officer



**Huma Waheed**  
Director



**Maqbool Ahmad**  
Chief Financial Officer



**Syed Rahat Ali Shah**  
Director



**Jamil Ahmed Khan**  
Chairman

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For the Six Months Period Ended June 30, 2023

	Un-Audited			
	June 30, 2023	March 31, 2022	June 30, 2023	March 31, 2022
	----- Rupees -----		----- Rupees -----	
<b>Participants' Takaful Fund</b>				
Surplus / (deficit) for the period	243,943,006	(4,000,528)	275,989,941	166,826,062
<b>Other comprehensive income / (loss) for the period</b>				
Item to be re-classified to profit and loss account in subsequent periods:				
Unrealized gain / (loss) on revaluation of available for sale investments	1,000,150	(2,806,570)	428,980	(1,336,470)
	1,000,150	(2,806,570)	428,980	(1,336,470)
<b>Total comprehensive income / (loss) for the period</b>	<b>244,943,156</b>	<b>(6,807,098)</b>	<b>276,418,921</b>	<b>165,489,592</b>

### Operator's Fund (OPF)

Profit / (Loss) after taxation for the period	2,060,680	(932,938)	7,710,525	9,412,730
<b>Other comprehensive (loss) for the period</b>				
Item to be re-classified to profit and loss account in subsequent periods:				
Unrealized gain/ (loss) on revaluation of available for sale investments	(823,585)	(822,434)	(910,165)	(3,820,473)
Other comprehensive (loss) for the period	(823,585)	(822,434)	(910,165)	(3,820,473)
<b>Total comprehensive income / (loss) for the period</b>	<b>1,237,095</b>	<b>(1,755,372)</b>	<b>6,800,360</b>	<b>5,592,257</b>

The annexed notes form an integral part of these condensed interim financial statements.



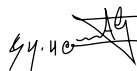
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**Jamil Ahmed Khan**  
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## CONDENSED INTERIM STATEMENT OF CHANGES IN FUNDS

For the Six Months Period Ended June 30, 2023

	Operator's Fund			
	Statutory reserve	Capital reserve: Fair value reserve	General reserve: Accumulated profit	Total
	----- Rupees -----			
<b>Balance as at January 01, 2022 (Audited)</b>	50,000,000	(15,908,910)	500,203,258	534,294,348
<b>Total comprehensive income / (loss) for the period</b>				
Profit for the period	-	-	9,412,730	9,412,730
Other comprehensive loss for the period	-	(3,820,473)	-	(3,820,473)
	-	(3,820,473)	9,412,730	5,592,257
<b>Transactions with the Company</b>				
Transfer of profits to the Company	-	-	(85,000,000)	(85,000,000)
Incremental depreciation on revaluation of property and equipment	-	-	239,895	239,895
<b>Balance as at June 30, 2022 (Un-Audited)</b>	50,000,000	(19,729,383)	424,855,883	455,126,500
<b>Balance as at January 01, 2023 (Audited)</b>	50,000,000	(20,934,282)	338,996,268	368,061,986
Transfer of balances of merged company	50,000,000	-	(4,693,783)	45,306,217
<b>Total comprehensive income for the period</b>				
Profit for the period	-	-	7,710,525	7,710,525
Other comprehensive loss for the period	-	(910,165)	-	(910,165)
	-	(910,165)	7,710,525	6,800,360
<b>Transactions with the Company</b>				
Transfer of profits to the company	-	-	(151,000,000)	(151,000,000)
Incremental depreciation on revaluation of property and equipment	-	-	2,378,974	2,378,974
<b>Balance as at March 31, 2023 (Un-Audited)</b>	100,000,000	(21,844,447)	193,391,984	271,547,537
	Participants' Takaful Fund			
	Waqf money	Capital reserve: Fair value reserve	General reserve: Accumulated surplus	Total
	----- Rupees -----			
<b>Balance as at January 01, 2022 (Audited)</b>	500,000	(20,058,445)	37,063,079	17,504,634
<b>Total comprehensive income for the period</b>				
Profit for the period	-	-	166,826,062	166,826,062
Other comprehensive loss for the period	-	(1,336,470)	-	(1,336,470)
	-	(1,336,470)	166,826,062	165,489,592
<b>Balance as at June 30, 2022 (Un-Audited)</b>	500,000	(21,394,915)	203,889,141	182,994,226
<b>Balance as at January 01, 2023 (Audited)</b>	500,000	(25,984,635)	199,301,593	173,816,958
Transfer of balances of merged company	500,000	-	(2,095,139)	(1,595,139)
<b>Total comprehensive income for the period</b>				
Surplus for the period	-	-	275,989,941	275,989,941
Other comprehensive income for the period	-	428,980	-	428,980
	-	428,980	275,989,941	276,418,921
<b>Balance as at June 30, 2023 (Un-Audited)</b>	1,000,000	(25,555,655)	473,196,395	448,640,740

The annexed notes form an integral part of these condensed interim financial statements.



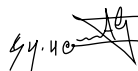
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**Huma Waheed**  
Director



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**Syed Rahat Ali Shah**  
Director



**Jamil Ahmed Khan**  
Chairman

# CONDENSED INTERIM CASH FLOW STATEMENT

For the Six Months Period Ended June 30, 2023

Note	Un-Audited		Un-Audited	
	Operator's Fund		Participants' Takaful Fund	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
----- Rupees -----				
<b>Operating cash flows:</b>				
<b>(a) Takaful activities:</b>				
Contributions received	-	-	1,134,611,627	715,615,000
Retakaful contribution paid	-	-	(267,121,560)	(72,070,103)
Claims / Benefits paid	-	-	(778,488,041)	(336,033,963)
Retakaful and other recoveries received	-	-	271,615,795	31,430,718
Commission paid	(86,966,944)	(63,205,050)	-	-
Retakaful rebate received	-	-	12,813,800	11,550,819
Wakala fee received/ (paid)	399,758,351	368,396,048	(399,758,351)	(368,396,048)
Modarib share received / (paid)	1,674,965	3,681,181	(1,674,965)	(3,681,181)
Management and other expenses paid	(243,129,819)	(193,188,526)	(11,203,136)	(10,457,220)
Net cash flow from takaful activities	71,336,553	115,683,652	(39,204,831)	(32,041,977)
<b>(b) Other operating activities:</b>				
Other operating receipts/ (payments)	25,737,695	6,162,226	43,473,484	7,136,008
Loans advanced	(7,700,406)	(2,591,502)	-	-
Loan repayments received	4,318,139	2,461,603	-	-
Net cash flow from other operating activities	22,355,428	6,032,327	43,473,484	7,136,008
Total cash flow from all operating activities	93,691,981	121,715,979	4,268,653	(24,905,969)
<b>(c) Investment activities:</b>				
Investment income received	12,421,781	9,108,354	9,544,288	5,630,311
Payments for investment	(16,500,000)	(61,867,152)	(72,000,000)	(36,030,000)
Investment disposed off during the year	43,500,000	41,600,000	50,000,000	10,000,000
Proceeds from disposal of property and equipment	26,000	-	-	-
Payment for fixed capital expenditure	3.1 (44,027,757)	(16,895,672)	(993,000)	(1,504,500)
Total cash flow from investing activities	(4,579,976)	(28,054,469)	(13,448,712)	(21,904,189)
<b>(d) Financing activities:</b>				
Surplus appropriated to shareholders' fund	(151,000,000)	(85,000,000)	-	-
Qard-e-Hasna to Participants' Takaful Fund	5 52,000,000	-	(52,000,000)	-
Total cash flow from financing activities	(99,000,000)	(85,000,000)	(52,000,000)	-
Net cash flow from all activities	(9,887,995)	8,661,510	(61,180,059)	(46,810,158)
Cash and cash equivalents at the beginning of the period	20,001,233	5,744,075	197,866,297	129,074,293
Cash and cash equivalents at the end of the period	10,113,238	14,405,585	136,686,238	82,264,135

The annexed notes form an integral part of these condensed interim financial statements.



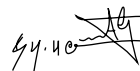
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Chief Executive Officer



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Director



**Maqbool Ahmad**  
Chief Financial Officer



**Syed Rahat Ali Shah**  
Director



**Jamil Ahmed Khan**  
Chairman

## CONDENSED INTERIM CASH FLOW STATEMENT

For the Six Months Period Ended June 30, 2023

Note	Un-Audited		Un-Audited	
	Operator's Fund		Participants' Takaful Fund	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
	----- Rupees -----			
<b>Reconciliation of profit and loss account</b>				
Operating cash flows	93,691,981	121,715,979	4,268,653	(24,905,969)
Depreciation expense	(10,667,724)	(2,198,624)	(1,975,512)	(2,418,475)
Investment income	12,113,501	8,696,829	6,609,314	6,493,743
(Decrease)/ increase in assets other than cash	(100,449,392)	(34,795,218)	(149,535,299)	669,477,001
(Increase)/ decrease in liabilities other than borrowings	12,111,994	(87,826,709)	417,051,766	(483,156,708)
Unrealized loss on revaluation of available for sale investments	910,165	3,820,473	(428,981)	1,336,470
Profit / Surplus for the period	7,710,525	9,412,730	275,989,941	166,826,062

The annexed notes form an integral part of these condensed interim financial statements.



## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 The United Insurance Company of Pakistan Limited ("the Company") was incorporated on October 20, 1959, in Pakistan as a Public Limited Company under the Companies Act, 1913, now superceded by the Companies Act, 2017, and its shares are quoted on Pakistan Stock Exchange Limited. The Registered Office of the Company is situated at 204, 2nd floor, Madina City Mall, Abdullah Haroon Road, Saddar, Karachi, in the province of Sindh, and its Head Office is located in Lahore, in the province of Punjab. The principal activity of the Company is General Insurance Business and it qualifies as a domestic insurance company under the Insurance Ordinance, 2000 and undertakes Fire & Property Damage, Marine Aviation & Transport, Motor, Crop and Miscellaneous General Insurance. The Company has not transacted any insurance business outside Pakistan.
- 1.2 The Company was allowed to carry on WTO on August 18, 2014 by the Securities and Exchange Commission of Pakistan (SECP) under the Takaful Rules, 2012. For the purpose of carrying on takaful business, the Company has formed a Waqf / Participants' Takaful Fund (PTF) on June 09, 2014 under a trust deed. The trust deed governs the relationship of shareholders and policy holders for management of takaful operations.
- 1.3 The scheme of merger of SPI with and into the Company including Window Takaful Operations was approved by the Honourable Sindh High Court. The Company has completed the formalities of the merger and shares are issued to shareholders of SPI in accordance with the scheme of merger. The effective date of the merger is March 31, 2023 (the effective date).

International Financial Reporting Standard (IFRS) 3, Business Combinations, requires that all identified assets (including intangible assets) and liabilities acquired in a business combination should be carried at their fair values on the acquirer's statement of financial position and any intangible assets acquired in the business combination should be separately recognized and carried at their fair values. IFRS - 3 allows the acquirer a maximum period of one year from the date of acquisition to finalize the determination of the fair values of the assets and liabilities and to determine the value of any intangibles separately identified. No adjustment of fair value was considered necessary by the Company to be incorporated in these condensed interim financial statements.

The following are the funds, liabilities and assets of SPI:

	Participants' Takaful Fund	Operator's Fund
	-----Rupees-----	
<b>ASSETS</b>		
Property and equipment	2,591,192	1,815,700
Intangible assets	-	67,409
Loans and other receivables	-	570,880
Qard-e-Hasna	-	21,000,000
Wakala fee receivable from participants' takaful fund	-	30,075,020
Takaful / Retakaful receivables	97,971,982	-
Prepaid re-takaful contribution	66,046	-
Retakaful recoveries against outstanding claims	28,825,336	-
Deferred commission expense	-	-
Cash & bank	945,073	213,693
<b>Total assets</b>	<b>130,399,629</b>	<b>53,742,702</b>

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

	Participants' Takaful Fund	Operator's Fund
	-----Rupees-----	
<b>LIABILITIES</b>		
Underwriting Provisions		
Outstanding claims including IBNR	79,157,968	-
Unearned contribution reserve	-	-
Contribution deficiency reserve	-	-
Reserve for unearned re-takaful rebate	14,862	-
Other creditors and accruals	1,746,918	8,274,758
Wakala fee payable to Operator's Fund	30,075,020	-
Taxation - provision less payment	-	161,727
<b>Total Liabilities</b>	<b>110,994,768</b>	<b>8,436,485</b>

## 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### 2.1 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- the local laws comprising the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the General Takaful Accounting Regulations, 2019, the Takaful Rules, 2012 and the circulars and directives issued under these local laws.

Wherever the requirements of the local laws and circulars and directives issued under these local laws differ with the requirements of the standard, the requirements of the local laws and circulars and directives issued under these local laws take precedence.

2.1.2 Total assets, total liabilities, profit and comprehensive income for the period of the Window Takaful Operations of the Company referred to as the Operator's Fund have been included in separate set of condensed interim financial statements of the Operator in accordance with the requirements of Circular 25 of 2015 dated July 09, 2015.

2.1.3 These condensed interim financial statements have been subjected to limited scope review by the auditors, as required under section 237 of Companies Act, 2017 and should be read in conjunction with the annual audited financial statements of the Company for the year ended December 31, 2022.

# SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

## 2.2 Basis of measurement

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

## 2.3 Functional and presentation currency

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

## 2.4 Standards, interpretations and amendments effective in (current period)

2.4.1 There are certain amendments to standards that became effective during the period and are mandatory for accounting periods of the Company beginning on or after January 01, 2023 but are considered not to be relevant to the Operator's operations and are, therefore, not disclosed in these condensed interim financial statements.

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

## 2.5 Significant accounting policies

The significant accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of annual audited financial statements of the Operator for the year ended December 31, 2022.

## 2.6 Critical accounting estimates and judgments

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

In the preparation of 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 were applied in the preparation of annual audited financial statements of the Company for the year ended December 31, 2022.

## 2.7 Insurance and financial risk management

Insurance and financial risk management policies and procedures are consistent with those disclosed in the annual audited financial statements of the Company for the year ended December 31, 2022.

## 2.8 Segment reporting

The basis of presentation of segment information in these financial statements is the same as disclosed in the annual audited financial statements of the Company for the year ended December 31, 2022.

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

Note	OPF		PTF			
	Un-Audited	Audited	Un-Audited	Audited		
	June 30, 2023	Dec 31, 2022	June 30, 2023	Dec 31, 2022		
----- Rupees -----						
<b>3</b>	<b>PROPERTY AND EQUIPMENT</b>					
	Operating fixed assets	3.1	121,524,373	84,525,158	12,937,237	11,328,557
<b>3.1</b>	<b>Opening net book value -owned</b>		<b>84,525,158</b>	20,603,825	<b>11,328,557</b>	13,907,014
	Add: Additions/transfers/revaluation surplus made during the period at cost		44,027,757	81,477,600	993,000	2,531,500
	Add: Adjustment under merger		3,639,182		2,591,192	
	Add: Accumulated depreciation reversed on disposals made during the period		-	-	-	-
	Less: Disposals made during the period at cost		-	(90,089)	-	-
	Less: Depreciation for the period		(10,667,724)	(17,466,178)	(1,975,512)	(5,109,957)
			<b>36,999,215</b>	63,921,333	<b>1,608,680</b>	(2,578,457)
	<b>Closing net book value</b>		<b>121,524,373</b>	84,525,158	<b>12,937,237</b>	11,328,557

Note	Operator's Fund	
	Un-Audited	Audited
	June 30, 2023	Dec 31, 2022
----- Rupees -----		

<b>4</b>	<b>COMMITMENTS</b>		
<b>Commitments in respect of Ijarah contracts are as follows:</b>			
	Not later than one year	16,667,122	20,472,824
	Later than one year but not later than five year	1,197,689	53,655,991
		<b>17,864,811</b>	<b>74,128,815</b>

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

Note	Un-Audited				
	Three months ended June 30,		Six months ended June 30,		
	2023	2022	2023	2022	
----- Rupees -----					
<b>5</b>	<b>NET CONTRIBUTIONS REVENUE</b>				
	<b>Participants' Takaful Fund</b>				
	Written gross contribution	659,508,229	394,657,095	1,021,713,623	1,302,428,474
	Less: Wakala fee	(177,906,536)	(149,692,754)	(341,431,881)	(279,934,247)
	Contribution net of wakala fee	481,601,693	244,964,341	680,281,742	1,022,494,227
	Add: Provision for unearned contribution- Opening	640,502,130	766,854,976	795,788,181	305,838,478
	Less: Provision for unearned contribution- Closing				
	- of the WTO of the merged Company	(36,876)	-	-	-
	- of the WTO of the Company	(659,929,430)	(828,425,337)	(659,929,430)	(828,425,337)
	Contribution earned	462,137,517	183,393,980	816,140,493	499,907,368
	Retakaful contribution ceded	42,375,155	26,488,848	63,120,660	55,704,297
	Add: Prepaid retakaful contribution - Opening	38,146,346	43,908,623	41,920,206	40,745,779
	Less: Prepaid retakaful contribution - Closing				
	- of the WTO of the merged Company	(132,090)	-	-	-
	- of the WTO of the Company	(49,292,642)	(40,592,071)	(49,292,642)	(40,592,071)
	Retakaful expense	31,096,769	29,805,400	55,748,224	55,858,005
		<b>431,040,748</b>	<b>153,588,580</b>	<b>760,392,269</b>	<b>444,049,363</b>
<b>6</b>	<b>RETAKAFUL REBATE EARNED</b>				
	<b>Participants' Takaful Fund</b>				
	Rebate received or recoverable	9,370,685	5,578,729	12,813,800	11,550,819
	Add: Unearned retakaful rebate - Opening	5,407,784	8,376,633	6,255,643	7,803,722
	Less: Unearned retakaful rebate - Closing				
	- of the WTO of the merged Company	(59,440)	-	-	-
	- of the WTO of the Company	(8,818,370)	(7,704,754)	(8,818,370)	(7,704,754)
	<b>Retakaful rebate earned</b>	<b>5,900,659</b>	<b>6,250,608</b>	<b>10,251,073</b>	<b>11,649,787</b>

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

Note	Un-Audited				
	Three months ended June 30,		Six months ended June 30,		
	2023	2022	2023	2022	
----- Rupees -----					
<b>7</b>	<b>NET TAKAFUL CLAIMS</b>				
<b>Participants' Takaful Fund</b>					
	Benefits/ Claims Paid	489,039,777	187,037,381	778,488,041	336,033,963
	Add: Outstanding benefits/ claims including IBNR - Closing	891,014,272	337,245,848	891,014,272	337,245,848
	Less: Outstanding benefits/ claims including IBNR - Opening				
	- of the WTO of the merged Company	(79,585,436)	-	(79,157,968)	-
	- of the WTO of the Company	(1,019,208,797)	(314,858,929)	(1,093,925,917)	(338,660,971)
	Claims expense	281,259,816	209,424,300	496,418,428	334,618,840
	Re-takaful and other recoveries received	268,548,342	15,458,904	271,615,795	31,430,718
	Add: Retakaful and other recoveries in respect of outstanding claims - Closing	585,332,093	219,537,732	585,332,093	219,537,732
	Less: Retakaful and other recoveries in respect of outstanding claims - Opening				
	- of the WTO of the merged Company	(28,825,336)	-	(28,825,336)	-
	- of the WTO of the Company	(738,448,414)	(186,688,223)	(825,440,151)	(199,997,637)
	Retakaful and other recoveries revenue	86,606,685	48,308,413	2,682,401	50,970,813
		194,653,131	161,115,887	493,736,027	283,648,027
<b>8</b>	<b>COMMISSION EXPENSE</b>				
<b>Operator's Fund</b>					
	Commission paid or payable	39,559,218	34,742,295	81,430,889	84,694,617
	Add: Deferred commission expense - Opening	64,509,188	72,093,530	67,783,894	52,268,972
	Less: Deferred commission expense - Closing				
	- of the WTO of the merged Company	(2,509)	-	-	-
	- of the WTO of the Company	(60,817,462)	(54,222,071)	(60,817,462)	(54,222,071)
	Commission expense	43,248,435	52,613,754	88,397,321	82,741,518
<b>9</b>	<b>WAKALA FEE</b>				
<b>Operator's Fund</b>					
	Gross wakala fee	189,845,843	121,576,490	325,694,428	346,644,783
	Add: Deferred wakala expense / unearned wakala fee - Opening	212,412,487	258,466,386	240,064,663	163,639,586
	Less: Deferred wakala expense / unearned wakala fee - Closing				
	- of the WTO of the merged Company	(24,584)	-	-	-
	- of the WTO of the Company	(224,327,210)	(230,350,122)	(224,327,210)	(230,350,122)
	Commission expense	177,906,536	149,692,754	341,431,881	279,934,247

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

### 10 SEGMENT INFORMATION

The operator has four primary business segments for reporting purposes namely fire and property damage, marine aviation and transport, motor, and health & miscellaneous. Assets and liabilities, wherever possible have been assigned to the following segments based on specific identification or allocated on the basis of contribution written by each segment.

Participants' Takaful Fund	Un-Audited - For the six months period ended June 30, 2023				
	FIRE AND PROPERTY DAMAGE	MARINE AVIATION AND TRANSPORT	MOTOR	HEALTH & MISC	TOTAL
	----- Rupees -----				
Gross written contribution (inclusive of admin surcharge)	83,159,811	83,339,316	401,578,106	453,636,390	1,021,713,623
Gross direct contribution	81,793,498	80,718,752	393,191,882	453,325,924	1,009,030,056
Facultative inward contribution	-	17,685	-	-	17,685
Administrative surcharge	1,366,313	2,587,271	8,401,832	310,466	12,665,882
Wakala fee	39,431,768	31,416,142	128,071,774	142,512,197	341,431,881
Takaful contribution earned	60,901,535	49,580,363	199,629,382	506,029,213	816,140,493
Takaful contribution ceded to retakaful	(26,236,867)	(19,384,854)	(3,522,545)	(6,603,958)	(55,748,224)
Net Contribution received	34,664,668	30,195,509	196,106,837	499,425,255	760,392,269
Re-takaful rebate	4,274,959	4,604,371	90,612	1,281,131	10,251,073
Net underwriting income	38,939,627	34,799,880	196,197,449	500,706,386	770,643,342
Takaful claims	93,432,552	11,894,904	110,147,520	280,943,452	496,418,428
Takaful claims recovered from retakaful	68,899,541	1,252,838	1,647,049	(69,117,027)	2,682,401
Net claims	24,533,011	10,642,066	108,500,471	350,060,479	493,736,027
Other direct expenses	1,072,643	1,074,958	5,179,785	5,851,261	13,178,648
Net Takaful claims and expenses	25,605,654	11,717,024	113,680,256	355,911,740	506,914,675
Surplus before investment income	13,333,973	23,082,856	82,517,193	144,794,646	263,728,667
Net investment income					6,609,314
Other income					5,651,960
<b>Surplus for the period</b>					<b>275,989,941</b>
<b>Corporate segment assets</b>	<b>453,111,891</b>	<b>106,369,856</b>	<b>463,161,111</b>	<b>613,787,407</b>	<b>1,636,430,265</b>
Corporate unallocated assets					474,050,478
<b>Total assets</b>					<b>2,110,480,743</b>
<b>Corporate segment liabilities</b>	<b>493,575,822</b>	<b>68,477,813</b>	<b>473,723,340</b>	<b>464,429,574</b>	<b>1,500,206,549</b>
Corporate unallocated liabilities					113,633,454
<b>Total liabilities</b>					<b>1,613,840,003</b>
<b>Operator's Fund</b>					
Wakala fee	39,431,768	31,416,142	128,071,774	142,512,197	341,431,881
Commission expense	(17,904,598)	(13,251,493)	(33,017,318)	(24,223,912)	(88,397,321)
Direct expenses					(4,101,139)
					248,933,421
General, administrative and management expenses					(253,797,543)
Other income					461,146
Investment income					12,113,501
<b>Profit for the period</b>					<b>7,710,525</b>
<b>Corporate segment assets</b>	<b>13,867,329</b>	<b>2,719,049</b>	<b>34,624,138</b>	<b>10,467,810</b>	<b>61,678,326</b>
Corporate unallocated assets					518,176,517
<b>Total assets</b>					<b>579,854,843</b>
<b>Corporate segment liabilities</b>	<b>39,375,949</b>	<b>10,580,660</b>	<b>145,610,635</b>	<b>78,326,597</b>	<b>273,893,841</b>
Corporate unallocated liabilities					12,805,548
<b>Total liabilities</b>					<b>286,699,389</b>

## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

### 10.1 SEGMENT INFORMATION

The operator has four primary business segments for reporting purposes namely fire and property damage, marine aviation and transport, motor, and health & miscellaneous. Assets and liabilities, wherever possible have been assigned to the following segments based on specific identification or allocated on the basis of contribution written by each segment.

Participants' Takaful Fund	Un-Audited - For the Six Months Period Ended June 30, 2022				
	FIRE AND PROPERTY DAMAGE	MARINE AVIATION AND TRANSPORT	MOTOR	HEALTH & MISC	TOTAL
	----- Rupees -----				
Gross written contribution (inclusive of admin surcharge)	68,678,532	78,852,115	258,076,492	896,821,335	1,302,428,474
Gross direct contribution	67,277,680	76,439,139	249,957,562	896,218,228	1,289,892,609
Facultative inward contribution	296,166	-	818,874	273,769	1,388,809
Administrative surcharge	1,104,686	2,432,115	7,280,917	329,338	11,147,056
Wakala fee	29,114,394	33,430,183	74,913,748	142,475,923	279,934,248
Takaful contribution earned	22,161,556	45,854,680	52,638,371	379,252,761	499,907,368
Takaful contribution ceded to retakaful	(25,269,563)	(20,675,247)	(2,114,986)	(7,798,209)	(55,858,005)
Net Contribution revenue	(3,108,007)	25,179,433	50,523,385	371,454,552	444,049,363
Re-takaful rebate	4,602,101	5,011,183	333,209	1,703,294	11,649,787
Net underwriting income	1,494,094	30,190,616	50,856,594	373,157,846	455,699,150
Takaful claims	(1,520,326)	(27,941,495)	(80,175,089)	(224,981,930)	(334,618,840)
Takaful claims recovered from retakaful	1,395,935	22,260,420	11,789,595	15,524,863	50,970,813
Net claims	(124,391)	(5,681,075)	(68,385,494)	(209,457,067)	(283,648,028)
Other direct expenses	(678,950)	(779,525)	(2,551,322)	(8,865,898)	(12,875,695)
Net Takaful claims and expenses	(803,341)	(6,460,600)	(70,936,816)	(218,322,965)	(296,523,723)
Surplus before investment income	690,753	23,730,016	(20,080,222)	154,834,881	159,175,430
Net investment income					4,870,307
Other income					2,780,325
Surplus for the period					166,826,062
	DECEMBER 31, 2022 (Audited)				
<b>Corporate segment assets</b>	659,874,394	88,315,799	308,028,056	793,308,497	1,849,526,746
Corporate unallocated assets					455,181,980
<b>Total assets</b>					2,304,708,726
<b>Corporate segment liabilities</b>	728,799,118	80,569,932	437,950,459	781,123,510	2,028,443,019
Corporate unallocated liabilities					2,448,749
<b>Total liabilities</b>					2,030,891,768
<b>Operator's Fund</b>					
Wakala fee	29,114,394	33,430,183	74,913,748	142,475,923	279,934,247
Commission expense	(14,572,428)	(13,439,271)	(21,121,671)	(33,608,148)	(82,741,518)
Direct expenses					(3,213,164)
					193,979,565
General, administrative and management expenses					(195,387,150)
Other income					500,051
Investment income					10,320,265
<b>Profit for the period</b>					9,412,730
Corporate segment assets	37,607,406	19,559,824	81,841,354	33,775,116	172,783,700
Corporate unallocated assets					518,076,564
<b>Total assets</b>					690,860,264
Corporate segment liabilities	47,837,252	9,167,123	110,955,256	127,207,718	295,167,349
Corporate unallocated liabilities					3,644,034
<b>Total liabilities</b>					298,811,383



## SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Period Ended June 30, 2023

### 11 RELATED PARTY TRANSACTIONS

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

Relation with undertaking	Name of related party	Nature of transaction	OPF		PTF	
			Un-Audited	Audited	Un-Audited	Audited
			June 30, 2023	Dec 31, 2022	June 30, 2023	Dec 31, 2022
			----- Rupees -----	----- Rupees -----		
<b>Balances at year end:</b>						
Associated undertakings	United Track System (Pvt.) Ltd.	Payable at period end	-	-	468,494	307,459
Key management personnel	Executive employees	Loan to key management personnel	6,713,327	2,935,500	-	-

Transactions during the year		Nature of transaction	Un-Audited			
			Three Months Ended June 30,		Six Months Ended June 30,	
			2023	2022	2023	2022
			Rupees	Rupees	Rupees	Rupees
Associated undertakings	United Track System (Pvt.) Ltd.	Motor tracking devices purchased	-	-	993,000	1,504,500
	United Track System (Pvt.) Ltd.	Device monitoring charges paid	-	-	5,197,965	4,968,400
	Tawasul Healthcare TPA (Pvt.) Ltd.	Health service charges paid	4,137,000	2,639,333	-	-
Key management personnel	Executive employees	Remuneration of key management personnel	58,871,030	47,573,360	-	-
Employees' Provident Fund	Provident Fund	Employer's Contributions made during the period	5,447,759	5,020,893	-	-

### 12 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on **August 30, 2023** by the Board of Directors of the Company.

### 13 GENERAL

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



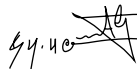
**Muhammad Akram Shahid**  
Chief Executive Officer



**Huma Waheed**  
Director



**Maqbool Ahmad**  
Chief Financial Officer



**Syed Rahat Ali Shah**  
Director



**Jamil Ahmed Khan**  
Chairman







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