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A close-up, artistic photograph of a camera lens, likely a telephoto lens, with a bokeh background of warm, out-of-focus lights. The lens is the central focus, showing its various rings and glass elements. The background is a soft, glowing array of light spots in shades of orange, yellow, and blue, creating a dreamy, high-tech atmosphere. The lighting is dramatic, with strong highlights on the lens's metallic surfaces and deep shadows in the surrounding areas.

# VISION

The vision of askari general insurance company limited (agico) is to be amongst the leading insurance companies of the country with the clear perception of upholding the principles of corporate governance and making agico a profitable and growth oriented insurance company while creating insurance awareness and culture.



# MISSION

To become a leading insurance company by providing client friendly services through highly motivated team of dedicated professionals and ensuring progressive return to the shareholders.







# Corporate INFORMATION

## Board of Directors

Lt Gen Naveed Mukhtar (Retd)  
Chairman  
AVM Mohammad Athar Shams (Retd)  
Member  
Maj Gen Muhammad Muazzam Ali Goraya (Retd)  
Member  
Brig Kamran Asad (Retd)  
Member  
Mr. Malik Riffat Mahmood  
Member  
Mr. M. Munir Malik  
Member  
Mr. Imran Iqbal  
Member  
Ms. Saima Akbar Khattak  
Member

## President & Chief Executive Officer

Mr. Abdul Waheed

## Chief Financial Officer

Mr. Razi Haider

## Company Secretary

Mr. Haseeb Gul

## Head of Internal Audit

Mr. Ali Noor

## Executive, Risk Management & Compliance Committee

AVM Mohammad Athar Shams (Retd)  
Chairman  
Maj Gen Muhammad Muazzam Ali Goraya (Retd)  
Member  
Brig Kamran Asad (Retd)  
Member  
Mr. Abdul Waheed  
Member

## Audit Committee

Mr. M. Munir Malik  
Chairman  
Mr. Malik Riffat Mahmood  
Member  
Brig Kamran Asad (Retd)  
Member

## Ethics, Human Resource and Remuneration Committee

Mr. Imran Iqbal  
Chairman  
Brig Kamran Asad (Retd)  
Member  
Mr. Abdul Waheed  
Member

## Underwriting, Reinsurance & Coinsurance Committee

AVM Mohammad Athar Shams (Retd)  
Chairman  
Mr. Fayyaz Gul  
Member  
Mr. Sohail Khalid  
Member

## Claims Settlement Committee

Mr. Malik Riffat Mahmood  
Chairman  
Mr. Abdul Waheed  
Member  
Mr. M. Qasim  
Member  
Mian Syed Samir Ahmad  
Member

## Investment Committee

Mr. Malik Riffat Mahmood  
Chairman  
Mr. M. Munir Malik  
Member  
Mr. Abdul Waheed  
Member  
Mr. Razi Haider  
Member  
Mr. Shahid Qayyum  
Member

## Shariah Compliance Auditors

S.M. Suhail & Co.  
Chartered Accountants  
Islamabad

## External Auditors

A. F. Ferguson & Co.  
Chartered Accountants  
Islamabad

## Shariah Advisor

Mufti Ehsan Waqar

## Legal Advisors

Hassan Kaunain Nafees

## Bankers

Allied Bank Limited  
Askari Bank Limited  
Askari Islamic Bank Limited  
Habib Bank Limited  
The Bank of Punjab  
Bank Alfalah Limited  
Summit Bank Limited  
NRSP Microfinance Bank Limited  
Silk Bank Limited  
Faysal Bank Limited  
Bank Al Habib Limited  
Meezan Bank Limited  
Finca Microfinance Bank Limited  
Zarai Taraqiat Bank Limited  
Samba Bank Limited  
U Microfinance Bank Limited  
JS Bank Limited  
Sindh Bank Limited  
The Bank of Khyber  
MCB Islamic Bank Limited  
Al Baraka Bank Limited  
Punjab Provincial Cooperative Bank Limited

## Registrar & Share Transfer Office

THK Associates (Private) Limited  
32-C, Jami Commercial Street # 2,  
DHA Phase 7, Karachi 75400, Pakistan.  
PABX: +92 (021) 111-000-322  
Direct: +92 (021) 35310188  
Fax: +92 (021) 35310191

## Registered Office/Head Office

3rd Floor, AWT Plaza, The Mall,  
Rawalpindi, Pakistan  
Ph: +92-51-9028101-2  
Fax: +92-51-9272424  
Email: info@agico.com.pk



UNCONSOLIDATED CONDENSED  
**INTERIM FINANCIAL INFORMATION**  
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

# DIRECTORS' REPORT

## On Unconsolidated Interim Financial Information

For the six months period ended June 30, 2021

The Board of Directors are pleased to present the un-audited condensed interim financial information of askari general insurance company limited (the Company) for the six months period ended June 30, 2021.

A comparison of Key Performance Indicators (KPIs) is as follows;

	30th June	
	2021	2020
	(Rupees in Thousands)	
Gross premium written (Inclusive of Takaful Contribution)	1,922,664	1,539,474
Net premium revenue	1,105,201	887,019
Underwriting profit	93,364	94,994
Investment and other income	137,712	170,408
Profit before tax	259,469	283,138
Profit after tax	184,226	200,594
Earnings per share (Rs.)	2.56	2.79

In comparison with corresponding period, there was an increase in Gross premium written of 25%. Investment and other income decreased by 19% and Profit after tax and Earnings per share are decreased by 8%.

### Window Takaful Operations

Gross premium written includes Takaful contribution of Rs. 211.7 million in the period ended 30 June 2021, while the same was Rs. 195.5 million in the similar period of 2020. Profit before tax contains

Rs. 34.6 million profit before tax of window Takaful operations in the period ended 30 June 2021, while the same was Rs. 31.2 million in the similar period of 2020.

### Future outlook

With the on-going wave of COVID-19, the industry is experiencing economic challenges. Business development in current scenario is quite challenging. A vigilant approach has been adopted to cater the business risks. We strive to maintain a balance between growth, profitability and liquidity.

### Acknowledgements

We would like to take this opportunity to thank our Regulators, the Insurance Association of Pakistan, for their continued support, and our valued reinsurers and other stakeholders for their trust and confidence in us.

For and on Behalf of the Board



**Abdul Waheed**

President & Chief Executive



**Lt Gen Naveed Mukhtar (Retd)**

Chairman – Board of Directors

Rawalpindi

August 26, 2021

# ڈائریکٹرز کا جائزہ

غیر متقابل عبوری مالی معلومات پر مبنی رپورٹ  
برائے مدت ششماہی اختتام 30 جون 2021

ڈائریکٹرز کی جانب سے عسکری انشورنس کمپنی لمیٹڈ (کمپنی) کے مختصر مگر جامع غیر آڈٹ شدہ عبوری مرتب مالیاتی گوشوارے برائے مدت ششماہی اختتام 30 جون 2021 پیش خدمت ہیں۔

کارکردگی کے اشاریوں (کے پی آئی) کے درمیان موازنہ درج ذیل ہے:

20 جون		
2020	2021	
(ہزار روپے)		
1,539,474	1,922,664	مکتوبہ مجموعی پریمیم (بشمول تکافل کی شرکت)
887,019	1,105,201	خالص پریمیم آمدنی
95,604	93,364	خالص بیمہ کاری منافع (Underwriting Profit)
170,510	137,712	سرمایہ کاری اور دیگر ذرائع سے آمدن
283,842	259,469	قبل از ٹیکس منافع
201,056	184,226	بعد از ٹیکس منافع
2.80	2.56	فی حصص آمدن (روپیہ)

اسی مدت کے مقابلے میں، مجموعی پریمیم میں 25 فیصد اضافہ ہوا۔ سرمایہ کاری اور دیگر آمدنی میں 19 فیصد اور ٹیکس کے بعد منافع اور فی حصص آمدنی میں 8 فیصد کمی واقع ہوئی ہے۔

## ونڈ و تکافل آپریشنز

30 جون 2021 کو ختم ہونے والے دورانیہ میں، تحریری مجموعی پریمیم میں 211.7 ملین روپے کی تکافل شرکت شامل ہے، جبکہ سال 2020ء میں اتنے ہی دورانیہ کے لیے یہ 195.5 ملین روپے تھی۔ 30 جون 2021 کو ختم ہونے والی مدت میں، ونڈ و تکافل آپریشنز کے ٹیکس سے پہلے منافع کا 34.6 ملین منافع رہا، جبکہ سال 2020ء میں اتنے ہی دورانیہ کے لیے یہ منافع 31.2 ملین روپے تھا۔

## مستقبل کا نقشہ

کوویڈ-19 کے حالیہ پھیلاؤ کی وجہ سے، صنعت کو معاشی چیلنجز کا سامنا ہے۔ موجودہ حالات میں کاروباری ترقی کافی مشکل ہے۔ کاروباری خطرات کا کامیابی سے مقابلہ کرنے کے لیے ایک چست و تیز راستہ اپنایا جائے گا۔ ہماری بھرپور کوشش ہے کہ ہم ترقی، منافع کمانے، اور نقدیت پذیری (Liquidity) میں ایک توازن برقرار رکھ سکیں۔

## اظہار تشکر

اس موقع سے فائدہ اٹھاتے ہوئے ہم اپنے تنظیم کنندہ اور ضابطہ، انشورنس ایسوسی ایشن آف پاکستان کے تہہ دل سے ممنون و مشکور ہیں کہ انہوں نے مسلسل تعاون کیا، اور ہم اپنے تمام قابل قدر دہرے نیچے کاروں (Reinsurers) اور کاروباری متعلقین کے بھی از حد ممنون و مشکور ہیں کہ وہ ہم پر اپنا بھروسہ اور اعتماد جاری و ساری رکھے ہوئے ہیں۔

از خاطر واز جانب بورڈ

لیفٹیننٹ جنرل نوید مختار (ر)

چیئرمین بورڈ آف ڈائریکٹرز

عبدالوحید

صدر و چیف ایگزیکٹو

راولپنڈی

26 اگست 2021





**INDEPENDENT AUDITOR'S REVIEW REPORT****To the members of Askari General Insurance Company Limited  
Report on review of Interim Financial Statements****Introduction**

We have reviewed the accompanying condensed interim statement of financial position of Askari General Insurance Company Limited ("the Company") as at June 30, 2021 and the related condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity and the notes to the condensed interim financial statements for the six month period then ended (here in after referred to as the 'condensed interim financial statements'). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review. The figures for the quarters ended June 30, 2021 and June 30, 2020 in the condensed statement of comprehensive income and relevant notes have not been reviewed and we do not express a conclusion on them.

**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 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 financial statements of the Company for the year ended December 31, 2020 were audited by another auditor, KPMG Taseer Hadi & Co Chartered Accountants, whose report dated April 30, 2021 expressed an unmodified opinion thereon. Further, the condensed interim financial statements of the Company for the six month period ended June 30, 2020 were reviewed by the same auditor whose report dated August 17, 2020 expressed an unmodified conclusion thereon.

The engagement partner on the audit resulting in this independent auditor's review report is Mr. JehanZeb Amin.



Chartered Accountants  
Islamabad  
Date: August 27, 2021

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
74-East, 2nd Floor, Blue Area, Jinnah Avenue, P.O.Box 3021, Islamabad-44000, Pakistan  
Tel: +92 (51) 2273457-60/2604934-37; Fax: +92 (51) 2277924, 2206473; < [www.pwc.com/pk](http://www.pwc.com/pk) >

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED) AS AT 30 JUNE 2021

		(Unaudited)	(Audited)
		30 June	31 December
		2021	2020
	Note	Rupees in thousand	
<b>ASSETS</b>			
Property and equipment	7	403,110	382,719
Intangible assets	8	864	1,032
Investment property	9	38,536	39,191
Investment in subsidiary	10	10,000	10,000
Investments			
- Equity securities	11	167,967	27,663
- Debt securities	12	2,581,547	2,513,239
- Term deposits	13	-	-
Loans and other receivables		151,186	144,764
Insurance / Reinsurance receivables	14	1,085,093	1,218,722
Reinsurance recoveries against outstanding claims	18	334,229	381,046
Salvage recoveries accrued		70,092	33,899
Taxation - payments less provision		-	-
Deferred commission expense / Acquisition cost	19	102,134	118,575
Deferred taxation		18,958	13,748
Prepayments		609,880	444,993
Cash and bank		149,159	231,797
<b>Total assets from Window Takaful Operations - OPF</b>		<b>308,941</b>	<b>306,866</b>
<b>Total Assets</b>		<b>6,031,696</b>	<b>5,868,254</b>

Razi Haider  
Chief Financial Officer

Abdul Waheed  
President & Chief Executive



		(Unaudited)	(Audited)
		30 June	31 December
		2021	2020
	Note	Rupees in thousand	
EQUITY AND LIABILITIES			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital		719,019	719,019
Share premium		121,161	121,161
Reserves		60,273	73,025
Unappropriated profit		1,255,169	1,268,728
Total Equity		2,155,622	2,181,933
Liabilities			
Underwriting Provisions			
- Outstanding claims including IBNR	18	641,634	735,247
- Unearned premium reserves	17	1,596,532	1,493,846
- Unearned reinsurance commission	19	109,073	86,896
Retirement benefit obligations		42,804	36,468
Staff compensated absences		36,539	34,320
Liabilities against assets subject to finance lease - secured		206,509	209,092
Taxation - provision less payment		4,379	1,208
Premium received in advance		40,231	37,145
Insurance / Reinsurance payables		870,444	749,277
Unclaimed dividends		10,987	9,105
Other creditors and accruals	15	175,174	142,012
Deposits and other payables		44,896	55,818
Total Liabilities		3,779,202	3,590,434
Total liabilities from Window Takaful Operations - OPF		96,872	95,887
Total Equity and Liabilities		6,031,696	5,868,254
Contingencies and commitments	16		

The annexed notes 1 to 25 form an integral part of this unconsolidated condensed interim financial information.

AVM Mohammad Athar Shams (Retd)  
Director

Lt Gen Naveed Mukhtar (Retd)  
Chairman

# UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

		Quarter ended 30 June		Half year ended 30 June	
		2021	2020	2021	2020
	Note	Rupees in thousand			
Net insurance premium	17	547,714	415,612	1,105,201	887,019
Net insurance claims	18	(332,369)	(215,111)	(699,411)	(489,202)
Net commission and other acquisition costs	19	9,509	18,283	12,694	38,187
Insurance claims and acquisition expenses		(322,860)	(196,828)	(686,717)	(451,015)
Management expenses		(171,283)	(177,497)	(325,120)	(341,010)
Underwriting results		53,571	41,287	93,364	94,994
Investment income	20	64,228	79,039	124,523	154,555
Rental income		1,346	1,434	2,092	2,868
Other income		7,147	5,993	11,097	12,985
Other expenses		(1,477)	(2,213)	(3,305)	(4,543)
Results of operating activities		124,815	125,540	227,771	260,859
Finance costs		1,185	(4,631)	(2,911)	(8,950)
<b>Profit before tax from General Operations</b>		<b>126,000</b>	<b>120,909</b>	<b>224,861</b>	<b>251,909</b>
<b>Profit before tax from Window Takaful Operations - OPF</b>		<b>21,515</b>	<b>11,434</b>	<b>34,608</b>	<b>31,229</b>
<b>Profit before tax</b>		<b>147,515</b>	<b>132,343</b>	<b>259,469</b>	<b>283,138</b>
Income tax expense		(42,726)	(39,251)	(75,242)	(82,544)
<b>Profit after tax</b>		<b>104,789</b>	<b>93,092</b>	<b>184,226</b>	<b>200,594</b>
<b>Other comprehensive income:</b>					
<b>Items that will be reclassified subsequently to profit and loss account:</b>					
Unrealised (loss) / gain on available for sale investments - net		(788)	(175)	(12,647)	(125)
Unrealized loss on available for sale investments from Window Takaful Operations - OPF (net)		(52)	-	(105)	-
		(840)	(175)	(12,752)	(125)
<b>Total comprehensive income for the period</b>		<b>103,949</b>	<b>92,917</b>	<b>171,474</b>	<b>200,469</b>
Earnings (after tax) per share - Rupees	21	1.46	1.29	2.56	2.79

The annexed notes 1 to 25 form an integral part of this unconsolidated condensed interim financial information.



Razi Haider  
Chief Financial Officer



Abdul Waheed  
President & Chief Executive



AVM Mohammad Athar Shams (Retd)  
Director



Lt Gen Naveed Mukhtar (Retd)  
Chairman

# UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

	2021	2020
	Rupees in thousand	
<b>Operating cash flows</b>		
<b>a) Underwriting activities:</b>		
Premium received	1,821,196	1,470,078
Reinsurance premium paid	(515,213)	(942,572)
Claims paid	(977,911)	(749,197)
Reinsurance and other recoveries received	270,662	481,943
Commission paid	(121,370)	(90,995)
Commission received	85,397	218,349
Management expenses paid	(260,771)	(312,038)
<b>Net cash flows (used in) / generated from underwriting activities</b>	<b>301,990</b>	<b>75,568</b>
<b>b) Other operating activities:</b>		
Income tax paid	(66,032)	(50,440)
Other expenses paid	(4,295)	(6,053)
Other operating receipts / (payments)	23,286	19,190
Advances to employees	(340)	(38)
<b>Net cash used in other operating activities</b>	<b>(47,381)</b>	<b>(37,341)</b>
<b>Total cash flow generated from all operating activities</b>	<b>254,609</b>	<b>38,227</b>
<b>Investing activities:</b>		
Profit / return received	115,293	95,394
Dividends received	9,623	2,071
Payments for investments	(4,851,366)	(3,346,331)
Proceeds from investments	4,645,253	3,316,958
Fixed capital expenditure	(28,751)	7,418
Proceeds from disposal of fixed assets	2,942	2,015
<b>Total cash used in investing activities</b>	<b>(107,006)</b>	<b>77,525</b>
<b>Financing activities:</b>		
Financial charges paid	(2,911)	(8,950)
Repayment of obligation under finance lease	(32,387)	(20,828)
Dividend paid	(195,848)	(177,700)
Staff house building finance - net	861	38
Mark-up on staff house building finance received	100	187
Equity transactions costs paid	(55)	-
<b>Total cash used in financing activities</b>	<b>(230,240)</b>	<b>(207,253)</b>
<b>Net cash used in all activities</b>	<b>(82,638)</b>	<b>(91,501)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>231,797</b>	<b>342,237</b>
<b>Cash and cash equivalents at end of the period</b>	<b>149,159</b>	<b>250,736</b>

The annexed notes 1 to 25 form an integral part of this unconsolidated condensed interim financial information.



Razi Haider  
Chief Financial Officer



Abdul Waheed  
President & Chief Executive



AVM Mohammad Athar Shams (Retd)  
Director



Lt Gen Naveed Mukhtar (Retd)  
Chairman



# UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

	2021	2020
	Rupees in thousand	
<b>Reconciliation to Profit and Loss Account</b>		
Operating cash flows	254,609	38,227
Depreciation expense	(38,608)	(41,413)
Financial charges	(2,911)	(8,950)
Gain on disposal of fixed assets	2,563	1,177
Decrease in assets other than cash	30,127	(418,899)
Decrease in liabilities other than running finance	(217,052)	468,341
Unrealized gain/(loss) on investments - held for trading	(13)	9
Dividend income	9,611	2,095
Investment income	114,390	143,172
Profit on bank deposits	5,578	8,431
Income tax provision	(75,242)	(82,544)
Gain on trading	534	9,279
Tax paid	66,032	50,440
<b>Profit after taxation from General Insurance Operations</b>	<b>149,618</b>	<b>169,365</b>
<b>Profit from Window Takaful Operations - OPF</b>	<b>34,608</b>	<b>31,229</b>
<b>Profit after taxation</b>	<b>184,226</b>	<b>200,594</b>

## Definition of cash :

Cash comprises cash in hand, bank balances, stamp in hand and short term placements with banks which are readily convertible to cash in hand and which are used in the cash management function on a day-to-day basis.

	2021	2020
	Rupees in thousand	
<b>Cash for the purpose of cash flow statement consists of:</b>		
<b>Cash and other equivalents</b>		
Cash in hand	1,569	1,569
Stamp in hand	609	770
	<b>2,178</b>	<b>2,339</b>
<b>Current and other accounts</b>		
Current accounts	41,383	47,282
Deposit accounts	105,599	201,115
	<b>146,981</b>	<b>248,397</b>
<b>Total</b>	<b>149,159</b>	<b>250,736</b>

The annexed notes 1 to 25 form an integral part of this unconsolidated condensed interim financial information.



Razi Haider  
Chief Financial Officer



Abdul Waheed  
President & Chief Executive



AVM Mohammad Athar Shams (Retd)  
Director



Lt Gen Naveed Mukhtar (Retd)  
Chairman

# UNCONSOLIDATED CONDENSED INTERIM

## STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

### FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

	Share capital	Reserves				Total reserves	Total equity
	Issued, subscribed and paid up	Capital reserve	Revenue reserve				
		Share premium	General reserve	Available for sale investment revaluation reserve	Retained earnings		
Rupees in thousand							
Balance as at 01 January 2020	719,019	121,161	70,000	339	1,055,860	1,247,360	1,966,379
Total comprehensive income for the period							
Profit for the period	-	-	-	-	200,594	200,594	200,594
Other comprehensive income for the period	-	-	-	(125)	-	(125)	(125)
Total comprehensive income for the period	-	-	-	(125)	200,594	200,469	200,469
Changes in owners' equity							
Cash dividend (Rupee 2.5 per share)	-	-	-	-	(179,755)	(179,755)	(179,755)
Equity transaction costs	-	-	-	-	-	-	-
	-	-	-	-	(179,755)	(179,755)	(179,755)
Balance as at 30 June 2020	719,019	121,161	70,000	214	1,076,699	1,268,074	1,987,093
Balance as at 01 January 2021							
	719,019	121,161	70,000	3,025	1,268,728	1,462,914	2,181,933
Total comprehensive income for the period							
Profit for the period	-	-	-	-	184,226	184,226	184,226
Other comprehensive loss for the period	-	-	-	(12,752)	-	(12,752)	(12,752)
Total comprehensive income for the period	-	-	-	(12,752)	184,226	171,474	171,474
Changes in owners' equity							
Cash dividend (Rupees 2.75 per share)	-	-	-	-	(197,730)	(197,730)	(197,730)
Equity transaction costs	-	-	-	-	(55)	(55)	(55)
	-	-	-	-	(197,785)	(197,785)	(197,785)
Balance as at 30 June 2021	719,019	121,161	70,000	(9,727)	1,255,169	1,436,603	2,155,622

The annexed notes 1 to 25 form an integral part of this unconsolidated condensed interim financial information.



Razi Haider  
Chief Financial Officer



Abdul Waheed  
President & Chief Executive



AVM Mohammad Athar Shams (Retd)  
Director



Lt Gen Naveed Mukhtar (Retd)  
Chairman

# NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

## 1 LEGAL STATUS AND NATURE OF BUSINESS

Askari general insurance company limited ("the Company") was incorporated under the Companies Ordinance, 1984 (Repealed with the enactment of the Companies Act, 2017 on May 30, 2017) as a public limited company on 12 April 1995. The Company is engaged in non-life insurance business comprising of fire, marine, motor, health and miscellaneous. The Company commenced its commercial operations on 15 October 1995. Shares of the Company are quoted on Pakistan Stock Exchange Limited. The registered office and principal place of business of the Company is located at AWT Plaza, Rawalpindi. The Company has 20 branches in Pakistan. The Company is a subsidiary of Army Welfare Trust.

The Company was granted license to work as Window Takaful Operator (WTO) dated August 10, 2015 by the Securities and Exchange Commission of Pakistan (SECP) under Takaful Rules, 2012 to carry on Window Takaful Operations in Pakistan.

## 2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting (IAS 34). The accounting and reporting standards as applicable in Pakistan for interim financial reporting consist of :

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standard Board (IASB) as are notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017, Takaful Rules, 2012 and General Takaful Accounting Regulation, 2019.

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

This condensed interim financial information does not include all of the information and disclosures required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 31 December 2020. Comparative statement of financial position is extracted from annual audited financial statements for the year ended 31 December 2020 whereas comparative for condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim cash flow statement, are stated from unaudited condensed interim financial information for the six months period ended 30 June 2020.

Total assets, total liabilities and profit / (loss) of the Window Takaful Operations of the Company referred to as the Operator's Fund has been presented in this condensed interim financial information in accordance with the requirements of Circular 25 of 2015 dated 9 July 2015.

A separate set of financial statements of Window Takaful Operations has been reported which is annexed to this condensed interim financial information as per the requirements of the SECP Takaful Rules, 2012 and General Takaful Accounting Regulation, 2019.

### 2.1 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention except for certain financial instruments which are carried at their fair values and obligations under certain employee benefits which are measured at their present values. Figures have been rounded off to the nearest rupees in thousand.

### 2.2 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Company's functional and presentation currency.



# NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation including judgements and estimates used in measurement of fair values for the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the year ended 31 December 2020.

## 4 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended 31 December 2020.

## 5 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

- 5.1 The preparation of condensed interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing this condensed interim financial information, the significant judgement 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 the financial statements for the year ended 31 December 2020.

Except the change as deducted in note 5.2

- 5.2 During the year, the Company changed its methodology for premium income earned whereby instead of 1/24 method, premium income is recognized under 1/365 method. This change has been accounted for as change in accounting estimate in accordance with the "IAS 8 Accounting Policies and Changes in Accounting Estimates and Errors" whereby the change has been applied prospectively. Had the Company's accounting estimate not been changed, unearned premium reserve would have been higher by approximately Rs. 0.93 million, prepaid reinsurance would have been higher by approximately Rs. 3.81 million, deferred commission expense would have been lowered by Rs. 0.25 million and deferred reinsurance commission would have been higher by Rs. 0.57 million.

## 6 PREMIUM DEFICIENCY RESERVE

During the period, management has reviewed the results of each class of business and considers that no additional reserve is required to be created as the unearned premium reserve for each class of business as at the period end is adequate to meet the expected future liability after reinsurance from claims and other expenses, expected to be incurred after the balance sheet date in respect of the policies in force at the reporting date.

		(Unaudited) 30 June 2021	(Audited) 31 December 2020
	Note	Rupees in thousand	
<b>7</b>	<b>PROPERTY AND EQUIPMENT</b>		
Capital work-in-progress	7.1	2,087	1,637
Operating assets	7.2	401,023	381,082
		403,110	382,719
<b>7.1</b>	<b>Movement in Capital work-in-progress is as follows:</b>		
Opening balance		1,637	3,310
Additions		5,101	3,502
Transfers		(4,651)	(5,175)
Closing balance		2,087	1,637

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM  
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 FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

7.2 Operating assets

7.2	Operating assets	Note	Rupees in thousand									
			Cost			Depreciation		Written down value	Useful life (years)			
			Opening balance	Additions / (Disposals)	Adjustments	Closing balance	Opening balance			For the period	(Disposals) / Adjustments	Closing balance
30 June 2021 (unaudited)												
	Building	7.2.1	142,602	3,810	-	146,412	7,367	1,790	-	9,157	137,255	40
	Furniture and fixtures		27,964	20	-	27,984	20,275	1,450	(87)	21,639	6,345	5
	Computers and office equipment		72,907	892	-	73,799	62,048	3,734	(1,283)	64,499	9,300	3
	Motor vehicles (Owned)		22,393	1,377	-	23,770	14,154	1,946	(1,995)	14,105	9,665	5
	Right of use assets - Motor vehicles		153,653	29,804	-	183,457	87,811	13,010	(1,531)	99,290	84,167	5
	Right of use assets - Rental properties		220,478	(37,222)	-	183,256	81,570	10,837	(42,881)	49,526	133,730	1 to 20
	Tracking devices		86,022	3,107	(1,712)	87,417	79,720	1,933	(1,658)	79,995	7,422	3
	Leasehold improvements		28,743	8,214	-	36,957	20,735	3,083	-	23,818	13,139	3
			754,762	10,002	(1,712)	763,052	373,680	37,784	(49,435)	362,030	401,023	

Rupees in thousand										
	Cost		Depreciation		Written down value	Useful life (years)				
	Opening balance	Additions / (Disposals)	Adjustments	Closing balance			Opening balance	For the period	(Disposals) / Adjustments	Closing balance
31 December 2020 (audited)										
Building	142,602	-	-	142,602	3,802	3,565	-	7,367	135,235	40
Furniture and fixtures	29,122	(1,158)	-	27,964	19,605	3,114	(2,444)	20,275	7,689	5
Computers and office equipment	69,391	3,516	-	72,907	59,548	5,569	(3,069)	62,048	10,859	3
Motor vehicles (Owned)	21,047	1,346	-	22,393	14,608	3,315	(3,769)	14,154	8,239	5
Right of use assets - Motor vehicles	140,407	13,246	-	153,653	86,298	25,301	(23,788)	87,811	65,842	5
Right of use assets - Rental properties	92,725	127,753	-	220,478	38,818	42,752	-	81,570	138,908	1 to 9
Tracking devices	87,004	(6,157)	5,175	86,022	82,001	3,641	(5,922)	79,720	6,302	3
Leasehold improvements	23,312	5,431	-	28,743	18,675	3,905	(1,845)	20,735	8,008	3
	605,610	143,977	5,175	754,762	323,355	91,162	(40,837)	373,680	381,082	

7.2.1 This represents the carrying value of one office located at 8th Floor of Askari Tower, Lahore. The total area of the office is 5,460 square feet.

7.2.2 Additions disposals and depreciation for the six months period ended 30 June 2020 were Rs.90,448 thousand and 44,807 thousand respectively.

8 INTANGIBLE ASSETS

	Rupees in thousand									
	Cost				Depreciation			Written down value	Useful life (years)	
	Opening balance	Additions / (Disposals)	Adjustments	Closing balance	Opening balance	For the period	(Disposals) / Adjustments			Closing balance
<b>30 June 2021 (unaudited)</b>										
Computer software	5,579	-	-	5,579	5,265	41	-	5,306	273	10
Antivirus	760	-	-	760	42	127	-	169	591	3
<b>Total - 30 June 2021 (unaudited)</b>	<b>6,339</b>	<b>-</b>	<b>-</b>	<b>6,339</b>	<b>5,307</b>	<b>168</b>	<b>-</b>	<b>5,475</b>	<b>864</b>	
<b>31 December 2020 (audited)</b>										
Computer software	5,505	74	-	5,579	5,160	105	-	5,265	314	5
Antivirus	-	760	-	760	-	42	-	42	718	3
<b>Total - 31 December 2020 (audited)</b>	<b>5,505</b>	<b>834</b>	<b>-</b>	<b>6,339</b>	<b>5,160</b>	<b>147</b>	<b>-</b>	<b>5,307</b>	<b>1,032</b>	

8.1 Amortization for the six months period ended 30 June 2020 was Rs. 55 thousand.

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

9	INVESTMENT PROPERTY			
	This represents the carrying amount of two offices in Islamabad Stock Exchange building, classified as investment property based on the management's intention to hold the property for earning rentals and / or capital appreciation.			
			(Unaudited)	(Audited)
			30 June	31 December
			2021	2020
			Rupees in thousand	
	Cost			
	Balance at beginning of the period / year		52,400	52,400
	Balance at end of the period / year		52,400	52,400
	Depreciation			
	Balance at beginning of the period / year		(13,209)	(11,899)
	Depreciation for the period / year		(655)	(1,310)
	Balance at end of the period / year		(13,864)	(13,209)
			38,536	39,191
	Useful life (years)		40	40
	Depreciation for the six months period ended 30 June 2020 was Rs. 655,000.			
			(Unaudited)	(Audited)
			30 June	31 December
			2021	2020
10	INVESTMENT IN SUBSIDIARY	Note	Rupees in thousand	
	AskTech (Private) Limited - At cost	10.1	10,000	10,000
10.1	AskTech (Private) Limited is engaged in establishing, developing, expanding, enhancing, managing and operating information technology services, GPS/GSM based tracking and systems. The Company acquired 100% shareholding in AskTech (Private) Limited in February 2019. The Company holds 99.96% shares of AskTech (Private) Limited whereas the directors nominated by the Company on the Board of Directors of AskTech (Private) Limited hold qualification shares of 0.04%.			
			(Unaudited)	(Audited)
			30 June	31 December
			2021	2020
11	INVESTMENTS IN EQUITY SECURITIES	Note	Rupees in thousand	
	Fair value through profit and loss	11.1	641	654
	Available-for-sale	11.2	167,326	27,009
	Total equity securities		167,967	27,663

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

		30 June 2021 (unaudited)			31 December 2020 (audited)		
		Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
		Rupees in thousand					
11.1	Fair value through profit and loss						
	Mutual funds - P&L	654	(13)	641	640	15	654
11.2	Available-for-sale						
	Listed shares	179,684	-	179,684	22,253	-	22,253
	Mutual funds - AFS	2,939	-	2,939	2,800	-	2,800
	Unrealized (deficit)/surplus on revaluation	-	-	(15,297)	-	-	1,956
		182,623	-	167,326	25,053	-	27,009
12	INVESTMENTS IN DEBT SECURITIES						
		30 June 2021 (unaudited)			31 December 2020 (audited)		
		Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
		Rupees in thousand					
	HELD TO MATURITY						
	Government Securities						
	Pakistan Investment Bonds	2,238,558	-	2,238,558	114,781	-	114,781
	Treasury Bills	81,966	-	81,966	2,101,877	-	2,101,877
		2,320,524	-	2,320,524	2,216,657	-	2,216,657
	AVAILABLE-FOR-SALE						
	Term Finance Certificates	160,000	-	160,000	160,000	-	160,000
	Sukuks	100,025	-	100,025	135,025	-	135,025
	Unrealized surplus on revaluation	-	-	997	-	-	1,557
		260,025	-	261,022	295,025	-	296,582
	LOANS AND RECEIVABLES						
	Certificates of Investments	11,128	(11,128)	-	11,128	(11,128)	-
		2,591,677	(11,128)	2,581,547	2,522,810	(11,128)	2,513,239
					(Unaudited)	(Audited)	
					30 June	31 December	
					2021	2020	
		Rupees in thousand					
13	INVESTMENTS IN TERM DEPOSITS						
	Loans and receivables						
	Deposits maturing within 12 months					-	-



NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

	(Unaudited) 30 June 2021	(Audited) 31 December 2020
	Rupees in thousand	
<b>14 INSURANCE / REINSURANCE RECEIVABLES</b>		
Due from insurance contract holders	911,717	1,048,107
Less: provision for impairment of receivables from insurance contract holders	(20,760)	(20,760)
	890,957	1,027,347
Due from other insurers / reinsurers	209,635	206,875
Less: provision for impairment of receivables from other insurers / reinsurers	(15,500)	(15,500)
	194,135	191,375
	1,085,093	1,218,722
<b>15 OTHER CREDITORS AND ACCRUALS</b>		
Agents' commission payable	48,176	49,313
Tax deducted at source	12,771	10,310
Federal excise duty / federal insurance fee	28,942	31,831
Accrued expenses	32,730	4,879
Fund received against leased vehicle	14,968	9,657
Fund received against vehicle ljarah	2,620	482
Payable to subsidiary	3,737	13,297
Others	31,230	22,243
	175,174	142,012

**16 CONTINGENCIES AND COMMITMENTS**

There is no change in contingencies and commitments as reported in the annual financial statements of the Company for the year ended 31 December 2020.

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

		Quarter ended 30 June		Half year ended 30 June	
		2021	2020	2021	2020
Rupees in thousand					
<b>17</b>	<b>NET INSURANCE PREMIUM</b>				
	Written gross premium	1,066,911	830,237	1,710,940	1,343,972
	Add: wUnearned premium reserve opening	1,384,184	1,209,156	1,493,846	1,388,337
	Less: Unearned premium reserve closing	1,596,532	1,380,824	1,596,532	1,380,824
	Premium earned	854,563	658,569	1,608,254	1,351,485
	Less: Reinsurance premium ceded	480,307	410,630	656,285	564,619
	Add: Prepaid reinsurance premium opening	423,055	387,291	443,281	454,811
	Less: Prepaid reinsurance premium closing	596,513	554,964	596,513	554,964
	Reinsurance expense	306,849	242,957	503,053	464,466
		547,714	415,612	1,105,201	887,019
<b>18</b>	<b>NET INSURANCE CLAIMS</b>				
	Claims paid	554,937	268,708	977,911	749,197
	Add: Outstanding claims including IBNR closing	641,634	521,451	641,634	521,451
	Less: Outstanding claims including IBNR opening	746,840	496,691	735,247	624,126
	Claims expense	449,731	293,468	884,298	646,522
	Less: Reinsurance and other recoveries received	186,803	55,299	231,705	251,333
	Add: Reinsurance and other recoveries in respect of outstanding claims closing	334,229	237,304	334,229	237,304
	Less: Reinsurance and other recoveries in respect of outstanding claims opening	403,669	214,246	381,046	331,317
	Reinsurance and other recoveries revenue	117,363	78,357	184,887	157,320
		332,368	215,111	699,411	489,202
<b>19</b>	<b>NET COMMISSION AND OTHER ACQUISITION COSTS</b>				
	Commission paid or payable	59,567	79,761	111,447	118,822
	Add: Deferred commission expense opening	108,758	99,842	118,575	124,175
	Less: Deferred commission expense closing	102,134	121,226	102,134	121,226
	Net commission	66,191	58,377	127,888	121,770
	Less: Commission received or recoverable	103,924	77,987	162,759	139,306
	Add: Unearned reinsurance commission opening	80,849	82,870	86,896	104,848
	Less: Unearned reinsurance commission closing	109,073	84,197	109,073	84,197
	Commission from reinsurers	75,700	76,660	140,582	159,957
		(9,509)	(18,283)	(12,694)	(38,187)

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

		Quarter ended 30 June		Half year ended 30 June	
		2021	2020	2021	2020
Rupees in thousand					
<b>20</b>	<b>INVESTMENT INCOME</b>				
	<b>Dividend income on investments</b>				
	Dividend income on securities held for trading	2,602	24	9,448	1,805
	Dividend income on available for sale investments	163	290	163	290
		2,765	314	9,611	2,095
	<b>Income from debt securities</b>				
	Return on government securities	51,911	59,356	94,693	111,100
	Return on other fixed income securities	5,988	13,855	12,224	31,704
		57,899	73,211	106,917	142,804
	<b>Net realised gains on investments</b>				
	Gain on trading of held for trading investments	534	5,077	534	9,280
	Gain / (loss) on sale of available-for-sale investments	3,071	582	7,504	582
		3,605	5,659	8,038	9,862
	Unrealized profit on re-measurement of investments held for trading	(20)	9	(13)	9
	Reversal of diminution in available-for-sale investments	-	-	-	-
	Reversal for diminution in value of Certificate of Investments	-	-	-	-
	Investment related expenses	(21)	(155)	(31)	(215)
	<b>Total investment income</b>	<b>64,228</b>	<b>79,038</b>	<b>124,523</b>	<b>154,555</b>
<b>21</b>	<b>EARNINGS PER SHARE</b>				
	Profit after tax (Rupees in thousand)	104,789	93,092	184,226	200,594
	Weighted average number of shares	71,902	71,902	71,902	71,902
	<b>Earnings (after tax) per share - (Rupees)</b>	<b>1.46</b>	<b>1.29</b>	<b>2.56</b>	<b>2.79</b>

**22 RELATED PARTY TRANSACTIONS**

The Company is a subsidiary of Army Welfare Trust ("the parent company") therefore all subsidiaries and associated undertakings of the parent company are related parties of the Company. Other related parties comprise directors, key management personnel, entities with common directorships and entities over which the directors are able to exercise influence. Balances and transactions with related parties are as follows:

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**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

	(Unaudited) 30 June 2021	(Audited) 31 December 2020
Rupees in thousand		
<b>Balances at period / year end</b>		
<b>Parent:</b>		
Premium due:		
Balance at beginning of the period / year	1,639	2,358
Insurance premium written (including government levies, administrative surcharge and policies stamps)	1,696	6,212
Receipts during the period / year	(2,716)	(6,931)
Balance at end of the period / year	619	1,639
<b>Subsidiary:</b>		
Balance at beginning of the period / year	13,297	4,853
Services acquired	22,836	42,187
Paid during the period / year	(32,396)	(33,743)
Balance at end of the period / year	3,737	13,297
<b>Associated undertakings:</b>		
Premium due:		
Balance at beginning of the period / year	69,079	80,204
Insurance premium written (including government levies, administrative surcharge and policies stamps)	28,359	117,263
Receipts during the period / year	(64,288)	(128,388)
Balance at end of the period / year	33,150	69,079



NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

	(Unaudited)	
	Half year ended 30 June	
	2021	2020
<b>Transactions during the period:</b>	<b>Rupees in thousand</b>	
<b>With parent:</b>		
Insurance premium written (including government levies administrative surcharge and policies stamps)	1,696	617
Premium received during the period	2,716	1,411
Insurance claims paid	568	1,449
Rent paid	13,020	12,518
Dividend Paid	88,929	106,493
Bonus shares issued	-	-
<b>With subsidiary:</b>		
Investment made during the period	-	-
Services acquired	22,836	18,310
Payments made	32,396	17,621
<b>With associates:</b>		
Insurance premium written (including government levies administrative surcharge and policies stamps)	28,359	15,555
Premium received during the period	64,288	70,514
Insurance claims paid	9,444	7,932
Contribution to staff retirement benefit funds	21,106	20,366
Remuneration of chief executive, directors and executives	42,600	43,105
Dividend paid to directors	1,273	1,365

# NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

## 23 FAIRVALUE OF FINANCIAL INSTRUMENTS

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

30 June 2021 (unaudited)						
	Held-for-trading	Available-for-sale	Held-to-maturity	Loans and receivables	Other financial liabilities	Level 1
Rupees in thousand						
<b>Financial assets measured at fair value</b>						
Investment at fair value through profit and loss	641	-	-	-	-	641
Investment at fair value through other comprehensive income	-	167,326	-	-	-	167,326
<b>Financial assets not measured at fair value</b>						
Investments						
- Government securities	-	-	2,320,524	-	-	-
- Certificates of Investment (COIs) / TDRs	-	-	-	-	-	-
- Fixed term deposits	-	261,022	-	-	-	-
Loans to employees	-	-	-	562	-	-
Accrued investment income*	-	-	-	34,199	-	-
Staff house building finance	-	-	-	2,003	-	-
Sundry receivables*	-	-	-	114,422	-	-
Amounts due from insurance contract holders*	-	-	-	890,957	-	-
Amounts due from other insurers / reinsurers*	-	-	-	194,135	-	-
Reinsurance recoveries against outstanding claims*	-	-	-	334,229	-	-
Salvage recoveries accrued*	-	-	-	70,092	-	-
Cash and bank deposits*	-	-	-	149,159	-	-
Total assets of Window Takaful Operations - OPF	-	-	-	308,941	-	-
<b>Financial liabilities not measured at fair value</b>						
Provision for outstanding claims (including IBNR)*	-	-	-	-	641,634	-
Lease liabilities	-	-	-	-	206,509	-
Premium received in advance	-	-	-	-	40,231	-
Amounts due to other insurers / reinsurers*	-	-	-	-	870,444	-
Unclaimed dividend*	-	-	-	-	10,987	-
Accrued expenses*	-	-	-	-	32,730	-
Other creditors and accruals*	-	-	-	-	142,444	-
Deposits and other payables*	-	-	-	-	44,896	-
Total liabilities of Window Takaful Operations - OPF	-	-	-	-	96,872	-
	641	428,348	2,320,524	2,098,699	2,086,747	167,967

# NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

31 December 2020 (audited)						
	Held-for- trading	Available-for- -sale	Held-to- maturity	Loans and receivables	Other financial liabilities	Level 1
Rupees in thousand						
<b>Financial assets measured at fair value</b>						
Investment at fair value through profit and loss	654	-	-	-	-	654
Investment at fair value through other comprehensive income	-	27,009	-	-	-	27,009
<b>Financial assets not measured at fair value</b>						
Investment in subsidiary	-	10,000	-	-	-	-
Investments						
- Government securities	-	-	2,216,657	-	-	-
- Certificates of Investment (COIs) / TDRs	-	-	-	-	-	-
- Fixed term deposits	-	296,582	-	-	-	-
Loans to employees	-	-	-	222	-	-
Accrued investment income*	-	-	-	44,159	-	-
Staff house building finance	-	-	-	2,863	-	-
Sundry receivables*	-	-	-	97,520	-	-
Amounts due from insurance contract holders*	-	-	-	1,027,347	-	-
Amounts due from other insurers / reinsurers*	-	-	-	191,375	-	-
Reinsurance recoveries against outstanding claims*	-	-	-	381,046	-	-
Salvage recoveries accrued*	-	-	-	33,899	-	-
Cash and bank deposits*	-	-	-	231,797	-	-
Total assets of Window Takaful Operations - OPF	-	-	-	306,866	-	-
<b>Financial liabilities not measured at fair value</b>						
Provision for outstanding claims (including IBNR)*	-	-	-	-	735,247	-
Lease liabilities	-	-	-	-	209,092	-
Premium received in advance	-	-	-	-	37,145	-
Amounts due to other insurers / reinsurers*	-	-	-	-	749,277	-
Unclaimed dividend*	-	-	-	-	9,105	-
Accrued expenses*	-	-	-	-	4,879	-
Other creditors and accruals*	-	-	-	-	123,834	-
Deposits and other payables*	-	-	-	-	55,818	-
Total liabilities of Window Takaful Operations -OPF	-	-	-	-	95,887	-
	654	333,591	2,216,657	2,317,094	2,020,284	27,663

\* The Company has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of fair value.

Fair value is an amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences may arise between the carrying values and the fair values estimates.

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

24 SEGMENT INFORMATION  
24.1 Segment Profit and loss

	Fire and property damage		Marine, aviation and transport		Motor	Accident and health	Miscellaneous	Total
	Unaudited 30 June 2021	Unaudited 30 June 2020	Unaudited 30 June 2021	Unaudited 30 June 2020	Unaudited 30 June 2021	Unaudited 30 June 2020	Unaudited 30 June 2021	Unaudited 30 June 2020
	Rupees in thousand							
Premium receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative surcharge)	282,981	235,719	118,725	94,501	521,870	435,334	448,740	323,229
Less: Federal Excise Duty	38,298	30,862	13,103	11,111	70,341	59,010	-	-
Federal Insurance Fee	2,442	1,969	997	785	4,449	3,741	4,419	3,184
Stamp Duty	58	19	4,262	2,638	223	68	3	3
Gross written premium (inclusive of administrative surcharge)	242,183	202,869	100,363	79,967	446,856	372,515	444,318	320,042
Gross premium	241,237	197,335	96,393	76,844	431,841	360,273	441,526	318,406
Administrative surcharge	2,775	2,635	4,074	3,154	15,108	12,083	495	410
Facultative inward premium	878	2,417	-	-	-	288	-	-
Service charges	(2,707)	482	(104)	(31)	(92)	(129)	2,297	1,226
Insurance premium earned	246,856	215,255	57,997	93,386	437,334	425,427	524,575	350,956
Insurance premium ceded to reinsurers	(215,457)	(193,279)	(34,266)	(65,346)	(22,604)	(11,003)	(32,192)	(84,386)
Net insurance premium	31,399	21,976	23,731	28,040	414,730	414,424	492,383	266,570
Commission income	62,415	58,072	12,033	21,404	1,739	696	5,096	12,804
<b>Net underwriting income</b>	<b>93,814</b>	<b>80,048</b>	<b>35,764</b>	<b>49,444</b>	<b>416,469</b>	<b>415,120</b>	<b>497,479</b>	<b>279,374</b>
Insurance claims	(89,844)	(48,890)	(73,460)	(21,069)	(165,787)	(193,050)	(499,834)	(324,534)
Insurance claims recovered	69,854	37,156	52,001	14,759	18,000	1,891	9,440	71,877
<b>Net claims</b>	<b>(19,990)</b>	<b>(11,734)</b>	<b>(21,459)</b>	<b>(6,310)</b>	<b>(147,787)</b>	<b>(191,159)</b>	<b>(490,394)</b>	<b>(252,657)</b>
Commission expense	(28,722)	(22,056)	(9,213)	(17,553)	(18,780)	(28,043)	(23,938)	(12,689)
Management expense	(30,764)	(7,973)	(3,473)	(10,173)	(186,116)	(169,544)	(12,518)	(96,716)
<b>Underwriting results</b>	<b>14,337</b>	<b>38,285</b>	<b>1,618</b>	<b>15,408</b>	<b>63,786</b>	<b>26,374</b>	<b>(29,371)</b>	<b>(82,688)</b>
Investment income								
Rental income								
Other income								
Finance costs								
Other expenses								
<b>Profit before tax from Window Takaful Operations - OPF</b>	<b>224,861</b>	<b>251,909</b>	<b>224,861</b>	<b>251,909</b>	<b>224,861</b>	<b>251,909</b>	<b>224,861</b>	<b>251,909</b>
<b>Profit before tax</b>	<b>259,469</b>	<b>283,138</b>	<b>259,469</b>	<b>283,138</b>	<b>259,469</b>	<b>283,138</b>	<b>259,469</b>	<b>283,138</b>

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

24.2 Segment Assets and Liabilities

	Fire and property damage				Marine, aviation and transport				Motor				Accident and health				Miscellaneous				Total	
	Unaudited		Audited		Unaudited		Audited		Unaudited		Audited		Unaudited		Audited		Unaudited		Audited			
	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020		
	Rupees in thousand																					
Corporate Segment assets - Conventional	371,865	345,827	167,825	129,635	684,878	784,034	773,719	683,551	592,882	627,024	2,591,170	2,570,071										
Corporate Segment assets - Takaful OPF	17,170	14,137	6,917	5,583	32,059	30,967	4,836	4,257	6,417	5,225	67,399	60,169										
Corporate unallocated assets - Conventional																						
Corporate unallocated assets - Takaful OPF											3,131,585	2,992,063										
Consolidated total assets											241,542	245,951										
											6,031,696	5,868,254										
Corporate Segment liabilities - Conventional	416,105	397,029	220,927	150,669	921,821	962,221	1,063,906	1,011,122	752,689	718,331	3,375,448	3,239,372										
Corporate Segment liabilities - Takaful OPF	16,270	16,559	7,741	4,695	51,981	50,325	4,384	8,228	4,569	6,565	84,945	86,372										
Corporate unallocated Segment liabilities - Conventional																						
Corporate unallocated Segment liabilities - Takaful OPF											403,754	351,278										
Consolidated total liabilities											11,927	9,299										
											3,876,074	3,686,321										

25 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information has been authorized for issue by the Board of Directors of the Company on 26 August 2021.



Razi Haider  
**Chief Financial Officer**



Abdul Waheed  
**President & Chief Executive**



AVM Mohammad Athar Shams (Retd)  
**Director**



Lt Gen Naveed Mukhtar (Retd)  
**Chairman**





CONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION**  
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

# DIRECTORS' REPORT

## On Consolidated Interim Financial Information

For the six months period ended June 30, 2021

The Board of Directors are pleased to present the consolidated unaudited condensed interim financial information of askari general insurance company limited and its subsidiary (the Group) for the six months period ended June 30, 2021.

A comparison of Key Performance Indicators (KPIs) is as follows;

	30th June	
	2021	2020
	(Rupees in Thousands)	
Gross premium written (Inclusive of Takaful Contribution)	1,922,664	1,539,474
Net premium revenue	1,105,201	887,019
Underwriting profit	93,679	95,604
Investment and other income	138,327	170,510
Profit before tax	260,401	283,842
Profit after tax	184,785	201,056
Earnings per share (Rs.)	2.57	2.80

In comparison with corresponding period, there was an increase in Gross premium written of 25%. Investment and other income decreased by 19% and Profit after tax and Earnings per share are decreased by 8%.

### Window Takaful Operations

Gross premium written includes Takaful contribution of Rs. 211.7 million in the period ended 30 June 2021, while the same was Rs. 195.5 million in the similar period of 2020. Profit before tax contains

Rs. 34.6 million profit before tax of window Takaful operations in the period ended 30 June 2021, while the same was Rs. 31.2 million in the similar period of 2020.

### Future outlook

With the on-going wave of COVID-19, the industry is experiencing economic challenges. Business development in current scenario is quite challenging. A vigilant approach would be adopted to cater the business risks. We strive to maintain a balance between growth, profitability and liquidity.

### Acknowledgements

We would like to take this opportunity to thank our Regulators, the Insurance Association of Pakistan, for their continued support, and our valued reinsurers and other stakeholders for their trust and confidence in us.

For and on Behalf of the Board



**Abdul Waheed**

President & Chief Executive



**Lt Gen Naveed Mukhtar (Retd)**

Chairman – Board of Directors

Rawalpindi

August 26, 2021

# ڈائریکٹر کا جائزہ

مستحکم عبوری مالی معلومات پر مبنی رپورٹ  
برائے مدت ششماہی اختتام 30 جون 2021

ڈائریکٹر کی جانب سے عسکری انشورنس کمپنی لمیٹڈ (کمپنی) کے مختصر مگر جامع غیر آڈٹ شدہ عبوری مرتب مالیاتی گوشوارے برائے مدت ششماہی اختتام 30 جون 2021 پیش خدمت ہیں۔

کارکردگی کے اشاریوں (کے پی آئی) کے درمیان موازنہ درج ذیل ہے:

20 جون		
2020	2021	
(ہزار روپے)		
1,539,474	1,922,664	مکتوبہ مجموعی پرییم (بشمول تکافل کی شراکت)
887,019	1,105,201	خالص پرییم آمدنی
95,604	93,679	خالص بیمہ کاری منافع (Underwriting Profit)
170,510	138,327	سرمایہ کاری اور دیگر ذرائع سے آمدن
283,842	260,401	قبل از ٹیکس منافع
201,056	184,785	بعد از ٹیکس منافع
2.80	2.57	فی حصص آمدن (روپیہ)

اسی مدت کے مقابلے میں، مجموعی پرییم میں 25 فیصد اضافہ ہوا۔ سرمایہ کاری اور دیگر آمدنی میں 19 فیصد اور ٹیکس کے بعد منافع اور فی حصص آمدنی میں 8 فیصد کمی واقع ہوئی ہے۔

## ونڈ و تکافل آپریشنز

30 جون 2021 کو ختم ہونے والے دورانیہ میں، تحریری مجموعی پرییم میں 211.7 ملین روپے کی تکافل شراکت شامل ہے، جبکہ سال 2020ء میں اتنے ہی دورانیہ کے لیے یہ 195.5 ملین روپے تھی۔ 30 جون 2021 کو ختم ہونے والی مدت میں، ونڈ و تکافل آپریشنز کے ٹیکس سے پہلے منافع کا 34.6 ملین منافع رہا، جبکہ سال 2020ء میں اتنے ہی دورانیہ کے لیے یہ منافع 31.2 ملین روپے تھا۔

## مستقبل کا نقشہ

کوویڈ-19 کے حالیہ پھیلاؤ کی وجہ سے، صنعت کو معاشی چیلنجز کا سامنا ہے۔ موجودہ حالات میں کاروباری ترقی کافی مشکل ہے۔ کاروباری خطرات کا کامیابی سے مقابلہ کرنے کے لیے ایک چست و تیز راستہ اپنایا جائے گا۔ ہماری بھرپور کوشش ہے کہ ہم ترقی، منافع کمانے، اور نقدیت پذیری (Liquidity) میں ایک توازن برقرار رکھ سکیں۔

## اظہار تشکر

اس موقع سے فائدہ اٹھاتے ہوئے ہم اپنے تنظیم کنندہ اور ضابطہ، انشورنس ایسوسی ایشن آف پاکستان کے تہد دل سے ممنون و مشکور ہیں کہ انہوں نے مسلسل تعاون کیا، اور ہم اپنے تمام قابل قدر دہرے بیمہ کاروں (Reinsurers) اور کاروباری متعلقین کے بھی از حد ممنون و مشکور ہیں کہ وہ ہم پر اپنا بھروسہ اور اعتماد جاری و ساری رکھے ہوئے ہیں۔

از خاطر واز جانب بورڈ



لیفٹیننٹ جنرل نوید مختار (ر)  
چیئر مین بورڈ آف ڈائریکٹرز



عبدالوحید  
صدر و چیف ایگزیکٹو

راولپنڈی

26 اگست 2021

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED) AS AT 30 JUNE 2021

		(Unaudited) 30 June 2021	(Audited) 31 December 2020
	Note	Rupees in thousand	
<b>ASSETS</b>			
Property and equipment	7	409,847	384,848
Intangible assets	8	864	1,032
Investment property	9	38,536	39,191
Investments			
- Equity securities	10	167,967	27,663
- Debt securities	11	2,581,547	2,513,239
- Term deposits	12	-	-
Loans and other receivables		158,262	149,524
Insurance / Reinsurance receivables	13	1,085,093	1,218,722
Reinsurance recoveries against outstanding claims	17	334,229	381,046
Salvage recoveries accrued		70,092	33,899
Taxation - payments less provision		-	-
Deferred commission expense / Acquisition cost	18	102,134	118,575
Deferred taxation		18,958	13,748
Prepayments		611,267	445,352
Cash and bank		151,310	232,782
Total assets from Window Takaful Operations - OPF		308,941	306,866
Total Assets		6,039,047	5,866,487

Razi Haider  
Chief Financial Officer

Abdul Waheed  
President & Chief Executive



		(Unaudited)	(Audited)
		30 June	31 December
		2021	2020
	Note	Rupees in thousand	
EQUITY AND LIABILITIES			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital		719,019	719,019
Share premium		121,161	121,161
Reserves		60,273	73,025
Unappropriated profit		1,255,404	1,268,404
Total Equity		2,155,857	2,181,609
Liabilities			
Underwriting Provisions			
- Outstanding claims including IBNR	17	641,634	735,247
- Unearned premium reserves	16	1,596,532	1,493,846
- Unearned reinsurance commission	18	109,073	86,896
Retirement benefit obligations		42,804	36,468
Staff compensated absences		36,539	34,320
Liabilities against assets subject to finance lease - secured		206,509	209,092
Taxation - provision less payment		5,449	1,904
Premium received in advance		40,231	37,145
Insurance / Reinsurance payables		870,444	749,277
Unclaimed dividends		10,987	9,105
Other creditors and accruals	14	181,220	139,873
Deposits and other payables		44,896	55,818
Total Liabilities		3,786,318	3,588,991
Total liabilities from Window Takaful Operations - OPF		96,872	95,887
Total Equity and Liabilities		6,039,047	5,866,487
Contingencies and commitments	15		

The annexed notes 1 to 24 form an integral part of this consolidated condensed interim financial information.

AVM Mohammad Athar Shams (Retd)  
Director

Lt Gen Naveed Mukhtar (Retd)  
Chairman

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

		Quarter ended 30 June		Half year ended 30 June	
		2021	2020	2021	2020
	Note	Rupees in thousand			
Net insurance premium	16	547,714	415,612	1,105,201	887,019
Net insurance claims	17	(332,369)	(215,111)	(699,411)	(489,202)
Net commission and other acquisition costs	18	9,509	18,283	12,694	38,187
Insurance claims and acquisition expenses		(322,860)	(196,828)	(686,717)	(451,015)
Management expenses		(171,591)	(176,124)	(324,805)	(340,400)
Underwriting results		53,263	42,660	93,679	95,604
Investment income	19	64,228	79,039	124,523	154,555
Rental income		1,346	1,434	2,092	2,868
Other income		7,224	6,095	11,712	13,087
Other expenses		(1,478)	(2,218)	(3,306)	(4,547)
Results of operating activities		124,582	127,010	228,700	261,566
Finance costs		1,184	(4,634)	(2,907)	(8,953)
Profit before tax from General Operations		125,766	122,376	225,793	252,613
Profit before tax from Window Takaful Operations - OPF		21,515	11,434	34,608	31,229
Profit before tax		147,281	133,810	260,401	283,842
Income tax expense		(42,761)	(39,493)	(75,616)	(82,786)
Profit after tax		104,520	94,317	184,785	201,056
Other comprehensive income:					
Items that will be reclassified subsequently to profit and loss account:					
Unrealised (loss) / gain on available for sale investments - net		(788)	(175)	(12,647)	(125)
Unrealized loss on available for sale investments from Window Takaful Operations - OPF (net)		(52)	-	(105)	-
		(839,892)	(175)	(12,752)	(125)
Total comprehensive income for the period		103,680	94,142	172,033	200,931
Earnings (after tax) per share - Rupees	21	1.45	1.31	2.57	2.80

The annexed notes 1 to 24 form an integral part of this consolidated condensed interim financial information.



Razi Haider  
Chief Financial Officer



Abdul Waheed  
President & Chief Executive



AVM Mohammad Athar Shams (Retd)  
Director

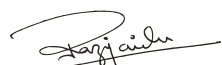


Lt Gen Naveed Mukhtar (Retd)  
Chairman

# CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

	2021	2020
	Rupees in thousand	
<b>Operating cash flows</b>		
<b>a) Underwriting activities:</b>		
Premium received	1,821,196	1,470,078
Reinsurance premium paid	(515,213)	(942,572)
Claims paid	(977,911)	(749,197)
Reinsurance and other recoveries received	270,662	481,943
Commission paid	(121,370)	(90,995)
Commission received	85,397	218,349
Management expenses paid	(284,517)	(328,157)
<b>Net cash flows (used in) / generated from underwriting activities</b>	<b>278,244</b>	<b>59,449</b>
<b>b) Other operating activities:</b>		
Income tax paid	(66,032)	(50,106)
Other expenses paid	(4,296)	(6,053)
Other operating receipts / (payments)	47,580	31,703
Advances to employees	(340)	(111)
<b>Net cash used in other operating activities</b>	<b>(23,088)</b>	<b>(24,567)</b>
<b>Total cash flow generated from all operating activities</b>	<b>255,156</b>	<b>34,882</b>
<b>Investing activities:</b>		
Profit / return received	115,907	95,161
Dividends received	9,623	2,071
Payments for investments	(4,851,366)	(3,346,332)
Proceeds from investments	4,645,254	3,316,958
Fixed capital expenditure	(28,751)	7,418
Proceeds from disposal of fixed assets	2,942	2,015
<b>Total cash used in investing activities</b>	<b>(106,391)</b>	<b>77,291</b>
<b>Financing activities:</b>		
Financial charges paid	(2,907)	(8,953)
Repayment of obligation under finance lease	(32,387)	(20,828)
Dividend paid	(195,848)	(177,700)
Staff house building finance - net	861	38
Mark-up on staff house building finance received	100	187
Equity transactions costs paid	(55)	-
<b>Total cash used in financing activities</b>	<b>(230,236)</b>	<b>(207,256)</b>
<b>Net cash used in all activities</b>	<b>(81,472)</b>	<b>(95,083)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>232,782</b>	<b>346,800</b>
<b>Cash and cash equivalents at end of the period</b>	<b>151,310</b>	<b>251,717</b>

The annexed notes 1 to 24 form an integral part of this consolidated condensed interim financial information.



Razi Haider  
Chief Financial Officer



Abdul Waheed  
President & Chief Executive



AVM Mohammad Athar Shams (Retd)  
Director



Lt Gen Naveed Mukhtar (Retd)  
Chairman

# CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

	2021	2020
	Rupees in thousand	
<b>Reconciliation to Profit and Loss Account</b>		
Operating cash flows	255,156	34,882
Depreciation expense	(39,491)	(41,635)
Financial charges	(2,907)	(8,953)
Gain on disposal of fixed assets	2,563	1,177
Increase / (decrease) in assets other than cash	29,403	(415,204)
(Decrease) / increase in liabilities other than running finance	(215,678)	469,153
Unrealized gain/(loss) on investments - held for trading	(13)	9
Dividend income	9,611	2,095
Investment income	114,390	143,172
Profit on bank deposits	6,193	8,532
Income tax provision	(75,616)	(82,786)
Gain on trading	534	9,279
Tax paid	66,032	50,106
<b>Profit after taxation from General Insurance Operations</b>	<b>150,177</b>	<b>169,827</b>
<b>Profit from Window Takaful Operations - OPF</b>	<b>34,608</b>	<b>31,229</b>
<b>Profit after taxation</b>	<b>184,785</b>	<b>201,056</b>

## Definition of cash :

Cash comprises cash in hand, bank balances, stamp in hand and short term placements with banks which are readily convertible to cash in hand and which are used in the cash management function on a day-to-day basis.

	2021	2020
Cash for the purpose of cash flow statement consists of:	Rupees in thousand	
<b>Cash and other equivalents</b>		
Cash in hand	1,629	1,629
Stamp in hand	609	770
	2,238	2,399
<b>Current and other accounts</b>		
Current accounts	41,663	47,315
Deposit accounts	107,409	202,003
	149,072	249,318
<b>Total</b>	<b>151,310</b>	<b>251,717</b>

The annexed notes 1 to 24 form an integral part of this consolidated condensed interim financial information.



Razi Haider  
Chief Financial Officer



Abdul Waheed  
President & Chief Executive



AVM Mohammad Athar Shams (Retd)  
Director



Lt Gen Naveed Mukhtar (Retd)  
Chairman

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

	Share capital	Reserves				Total reserves	Total equity
	Issued, subscribed and paid up	Capital reserve	Revenue reserve				
		Share premium	General reserve	Available for sale investment revaluation reserve	Retained earnings		
Rupees in thousand							
Balance as at 01 January 2020	719,019	121,161	70,000	339	1,054,211	1,245,711	1,964,730
<b>Total comprehensive income for the period</b>							
Profit for the period	-	-	-	-	201,056	201,056	201,056
Other comprehensive income for the period	-	-	-	(125)	-	(125)	(125)
Total comprehensive income for the period	-	-	-	(125)	201,056	200,931	200,931
<b>Changes in owners' equity</b>							
Cash dividend (Rupee 2.5 per share)	-	-	-	-	(179,755)	(179,755)	(179,755)
Equity transaction costs	-	-	-	-	-	-	-
	-	-	-	-	(179,755)	(179,755)	(179,755)
Balance as at 30 June 2020	719,019	121,161	70,000	214	1,075,512	1,266,887	1,985,906
<b>Balance as at 01 January 2021</b>	<b>719,019</b>	<b>121,161</b>	<b>70,000</b>	<b>3,025</b>	<b>1,268,404</b>	<b>1,462,590</b>	<b>2,181,609</b>
<b>Total comprehensive income for the period</b>							
Profit for the period	-	-	-	-	184,785	184,785	184,785
Other comprehensive loss for the period	-	-	-	(12,752)	-	(12,752)	(12,752)
Total comprehensive income for the period	-	-	-	(12,752)	184,785	172,033	172,033
<b>Changes in owners' equity</b>							
Cash dividend (Rupees 2.75 per share)	-	-	-	-	(197,730)	(197,730)	(197,730)
Equity transaction costs	-	-	-	-	(55)	(55)	(55)
	-	-	-	-	(197,785)	(197,785)	(197,785)
<b>Balance as at 30 June 2021</b>	<b>719,019</b>	<b>121,161</b>	<b>70,000</b>	<b>(9,727)</b>	<b>1,255,404</b>	<b>1,436,838</b>	<b>2,155,857</b>

The annexed notes 1 to 24 form an integral part of this consolidated condensed interim financial information.



Razi Haider  
Chief Financial Officer



Abdul Waheed  
President & Chief Executive



AVM Mohammad Athar Shams (Retd)  
Director



Lt Gen Naveed Mukhtar (Retd)  
Chairman



# NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

## 1 LEGAL STATUS AND NATURE OF BUSINESS

The group consists of:

### Holding Company

Askari General Insurance Company Limited

### Subsidiary Company

AskTech (Private) Limited

### Askari General Insurance Company Limited (Holding Company)

Askari general insurance company limited ("the Company") was incorporated under the Companies Ordinance, 1984 (Repealed with the enactment of the Companies Act, 2017 on May 30, 2017) as a public limited company on 12 April 1995. The Company is engaged in non-life insurance business comprising of fire, marine, motor, health and miscellaneous. The Company commenced its commercial operations on 15 October 1995. Shares of the Company are quoted on Pakistan Stock Exchange Limited. The registered office and principal place of business of the Company is located at AWT Plaza, Rawalpindi. The Company has 20 branches in Pakistan. The Company is a subsidiary of Army Welfare Trust.

The Company was granted license to work as Window Takaful Operator (WTO) dated August 10, 2015 by the Securities and Exchange Commission of Pakistan (SECP) under Takaful Rules, 2012 to carry on Window Takaful Operations in Pakistan.

### AskTech (Private) Limited (Subsidiary Company)

AskTech (Private) Limited was incorporated in Pakistan on 17 December 2018 as a private limited company under the Companies Act, 2017. AskTech (Private) Limited was acquired by Askari General Insurance Company Limited as a wholly owned subsidiary on 01 February 2019. The subsidiary company is engaged in establishing, developing, expanding, enhancing, managing and operating information technology services, GPS/GSM based tracking and systems utilizing the capture, storage, processing, transmission or reception of messages and signals. Pakistan Telecommunication Authority {"PTA"} has issued License to establish, maintain and operate Data Class Value Added services in Pakistan on August 08 2019 and Commencement Certificate on November 07, 2019. The registered office and principal place of business of the subsidiary company is located at 1st Floor, Ferozsons Building, Harding Road, Saddar, Rawalpindi.

## 2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

"These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting (IAS 34). The accounting and reporting standards as applicable in Pakistan for interim financial reporting consist of :

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standard Board (IASB) as are notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017, Takaful Rules, 2012 and General Takaful Accounting Regulation, 2019.

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

This consolidated condensed interim financial information does not include all of the information and disclosures required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 31 December 2020. Comparative statement of financial position is extracted from annual audited financial statements for the year ended 31 December 2020 whereas comparative for condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim cash flow statement, are stated from unaudited condensed interim financial information for the six months period ended 30 June 2020.

Total assets, total liabilities and profit / (loss) of the Window Takaful Operations of the Holding Company referred to as the Operator's Fund has been presented in this consolidated condensed interim financial information in accordance with the requirements of Circular 25 of 2015 dated 9 July 2015.

A separate set of financial statements of Window Takaful Operations has been reported which is annexed to this condensed interim financial information as per the requirements of the SECP Takaful Rules, 2012 and General Takaful Accounting Regulation, 2019.

### 2.1 Basis of measurement

This consolidated condensed interim financial information has been prepared under the historical cost convention except for certain financial instruments which are carried at their fair values and obligations under certain employee benefits which are measured at their

# NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

present values. Figures have been rounded off to the nearest rupees in thousand.

## 2.2 Functional and presentation currency

This consolidated condensed interim financial information is presented in Pakistani Rupees, which is the Company's functional and presentation currency.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation including judgements and estimates used in measurement of fair values for the preparation of this consolidated condensed interim financial information are the same as those applied in the preparation of the financial statements for the year ended 31 December 2020.

## 4 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended 31 December 2020.

## 5 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

- 5.1 The preparation of condensed interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing this condensed interim financial information, the significant judgement 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 the financial statements for the year ended 31 December 2020.

Except the change as deducted in note 5.2

- 5.2 During the year, the Company changed its methodology for premium income earned whereby instead of 1/24 method, premium income is recognized under 1/365 method. This change has been accounted for as change in accounting estimate in accordance with the "IAS 8 Accounting Policies and Changes in Accounting Estimates and Errors" whereby the change has been applied prospectively. Had the Company's accounting estimate not been changed, unearned premium reserve would have been higher by approximately Rs. 0.93 million, prepaid reinsurance would have been higher by approximately Rs. 3.81 million, deferred commission expense would have been lowered by Rs. 0.25 million and deferred reinsurance commission would have been higher by Rs. 0.57 million.

## 6 PREMIUM DEFICIENCY RESERVE

During the period, management has reviewed the results of each class of business and considers that no additional reserve is required to be created as the unearned premium reserve for each class of business as at the period end is adequate to meet the expected future liability after reinsurance from claims and other expenses, expected to be incurred after the balance sheet date in respect of the policies in force at the reporting date.

		(Unaudited) 30 June 2021	(Audited) 31 December 2020
	Note	Rupees in thousand	
<b>7</b>	<b>PROPERTY AND EQUIPMENT</b>		
Capital work-in-progress	7.1	4,237	1,724
Operating assets	7.2	405,610	383,124
		<b>409,847</b>	<b>384,848</b>
<b>7.1</b>	<b>Movement in Capital work-in-progress is as follows:</b>		
Opening balance		1,724	4,211
Additions		7,164	3,502
Transfers		(4,651)	(5,989)
Closing balance		4,237	1,724

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
 FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

7.2		Operating assets		Rupees in thousand											
		Note		Cost				Depreciation		Written down value		Useful life (years)			
				Opening balance	Additions / (Disposals)	Adjustments	Closing balance	Opening balance	For the period	(Disposals) / Adjustments	Closing balance				
30 June 2021 (unaudited)															
		7.2.1	Building	142,602	3,810	-	146,412	7,367	1,790	-	9,157	137,255	40		
			Furniture and fixtures	28,540	20	-	28,560	20,760	1,479	(87)	22,153	6,407	5		
			Computers and office equipment	75,786	2,123	-	77,908	64,109	4,066	(1,331)	66,845	11,064	3		
			Motor vehicles (Owned)	23,124	1,377	-	24,501	14,730	1,992	(1,995)	14,727	9,774	5		
			Right of use assets - Motor vehicles	153,653	29,804	-	183,457	87,811	13,010	(1,531)	99,290	84,167	5		
			Right of use assets - Rental properties	220,478	(37,222)	-	183,256	81,570	10,496	(42,540)	49,526	133,730	1 to 20		
			Tracking devices	87,104	5,191	(1,712)	90,582	79,823	2,352	(1,668)	80,507	10,075	3		
			Leasehold improvements	28,743	8,214	-	36,957	20,735	3,083	-	23,818	13,139	3		
				760,030	13,316	(1,712)	771,634	376,905	38,271	(49,152)	366,024	405,610			
Rupees in thousand															
		Cost				Depreciation				Written down value		Useful life (years)			
		Opening balance				Additions / (Disposals)				Adjustments				Closing balance	
31 December 2020 (audited)															
			Building	142,602	-	-	142,602	3,802	3,565	-	7,367	135,235	40		
			Furniture and fixtures	29,664	(1,124)	-	28,540	20,028	3,176	(2,444)	20,760	7,780	5		
			Computers and office equipment	71,585	4,201	-	75,786	61,395	5,783	(3,069)	64,109	11,676	3		
			Motor vehicles (Owned)	21,778	1,346	-	23,124	15,092	3,407	(3,769)	14,730	8,394	5		
			Right of use assets - Motor vehicles	140,407	13,246	-	153,653	86,298	25,301	(23,788)	87,811	65,842	5		
			Right of use assets - Rental properties	92,725	127,753	-	220,478	38,818	42,752	-	81,570	138,908	1 to 9		
			Tracking devices	87,004	(5,075)	5,175	87,104	82,001	3,744	(5,923)	79,823	7,281	3		
			Leasehold improvements	23,312	5,431	-	28,743	18,675	3,905	(1,845)	20,735	8,008	3		
				609,077	145,778	5,175	760,030	326,109	91,634	(40,838)	376,905	383,124			
7.2.1		This represents the carrying value of one office located at 8th Floor of Askari Tower, Lahore. The total area of the office is 5,460 square feet.													
7.2.2		Additions / disposals and depreciation for the six months period ended 30 June 2020 were Rs.90,594 thousand and 44,973 thousand respectively.													
8		INTANGIBLE ASSETS													
		Cost				Depreciation				Written down value		Useful life (years)			
		Opening balance				Additions / (Disposals)				Adjustments				Closing balance	
			Computer software	5,579	-	-	5,579	5,265	41	-	5,306	273	10		
			Antivirus	760	-	-	760	42	127	-	169	591	3		
			Total - 30 June 2021 (unaudited)	6,339	-	-	6,339	5,307	168	-	5,475	864			
			Computer software	5,505	74	-	5,579	5,160	105	-	5,265	314	5		
			Antivirus	-	760	-	760	-	42	-	42	718	3		
			Total - 31 December 2020 (audited)	5,505	834	-	6,339	5,160	147	-	5,307	1,032			
1		Amortization for the six months period ended 30 June 2020 was Rs. 55 thousand.													

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

**9 INVESTMENT PROPERTY**

This represents the carrying amount of two offices in Islamabad Stock Exchange building, classified as investment property based on the management's intention to hold the property for earning rentals and / or capital appreciation.

	(Unaudited) 30 June 2021	(Audited) 31 December 2020
Rupees in thousand		
<b>Cost</b>		
Balance at beginning of the period / year	52,400	52,400
Balance at end of the period / year	52,400	52,400
<b>Depreciation</b>		
Balance at beginning of the period / year	(13,209)	(11,899)
Depreciation for the period / year	(655)	(1,310)
Balance at end of the period / year	(13,864)	(13,209)
	38,536	39,191
Useful life (years)	40	40

Depreciation for the six months period ended 30 June 2020 was Rs. 655,000.

	(Unaudited) 30 June 2021	(Audited) 31 December 2020
Rupees in thousand		
<b>10 INVESTMENTS IN EQUITY SECURITIES</b>		
Fair value through profit and loss	641	654
Available-for-sale	167,326	27,009
<b>Total equity securities</b>	<b>167,967</b>	<b>27,663</b>

		30 June 2021 (unaudited)			31 December 2020 (audited)		
		Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
Rupees in thousand							
10.1	Fair value through profit and loss						
	Mutual funds - P&L	654	(13)	641	640	15	654
10.2	Available-for-sale						
	Listed shares	179,684	-	179,684	22,253	-	22,253
	Mutual funds - AFS	2,939	-	2,939	2,800	-	2,800
	Unrealized (deficit)/surplus on revaluation	-	-	(15,297)	-	-	1,956
		182,623	-	167,326	25,053	-	27,009

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

11	INVESTMENTS IN DEBT SECURITIES						
		30 June 2021 (unaudited)			31 December 2020 (audited)		
		Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
		Rupees in thousand					
HELD TO MATURITY							
Government Securities							
	Pakistan Investment Bonds	2,238,558	-	2,238,558	114,781	-	114,781
	Treasury Bills	81,966	-	81,966	2,101,877	-	2,101,877
		2,320,524	-	2,320,524	2,216,657	-	2,216,657
AVAILABLE-FOR-SALE							
	Term Finance Certificates	160,000	-	160,000	160,000	-	160,000
	Sukuks	100,025	-	100,025	135,025	-	135,025
	Unrealized surplus on revaluation			997			1,557
		260,025	-	261,022	295,025	-	296,582
LOANS AND RECEIVABLES							
	Certificates of Investments	11,128	(11,128)	-	11,128	(11,128)	-
		2,591,677	(11,128)	2,581,547	2,522,810	(11,128)	2,513,239
					(Unaudited)	(Audited)	
					30 June	31 December	
					2021	2020	
		Rupees in thousand					
12	INVESTMENTS IN TERM DEPOSITS						
Loans and receivables							
	Deposits maturing within 12 months				-		-



NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

	(Unaudited) 30 June 2021	(Audited) 31 December 2020
	Rupees in thousand	
<b>13 INSURANCE / REINSURANCE RECEIVABLES</b>		
Due from insurance contract holders	911,717	1,048,107
Less: provision for impairment of receivables from insurance contract holders	(20,760)	(20,760)
	890,957	1,027,347
Due from other insurers / reinsurers	209,635	206,875
Less: provision for impairment of receivables from other insurers / reinsurers	(15,500)	(15,500)
	194,135	191,375
	1,085,093	1,218,722
<b>14 OTHER CREDITORS AND ACCRUALS</b>		
Agents' commission payable	48,176	49,313
Tax deducted at source	12,834	10,368
Federal excise duty / federal insurance fee	28,826	36,659
Accrued expenses	35,402	6,368
Fund received against leased vehicle	16,153	9,657
Fund received against vehicle ljarah	1,435	482
Others	38,393	27,027
	181,220	139,873

**15 CONTINGENCIES AND COMMITMENTS**

There is no change in contingencies and commitments as reported in the annual financial statements of the Company for the year ended 31 December 2020.

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

		Quarter ended 30 June		Half year ended 30 June	
		2021	2020	2021	2020
Rupees in thousand					
<b>16</b>	<b>NET INSURANCE PREMIUM</b>				
	Written gross premium	1,066,911	830,237	1,710,940	1,343,972
	Add: Unearned premium reserve opening	1,384,184	1,209,156	1,493,846	1,388,337
	Less: Unearned premium reserve closing	1,596,532	1,380,824	1,596,532	1,380,824
	Premium earned	854,563	658,569	1,608,254	1,351,485
	Less: Reinsurance premium ceded	480,307	410,630	656,285	564,619
	Add: Prepaid reinsurance premium opening	423,055	387,291	443,281	454,811
	Less: Prepaid reinsurance premium closing	596,513	554,964	596,513	554,964
	Reinsurance expense	306,849	242,957	503,053	464,466
		547,714	415,612	1,105,201	887,019
<b>17</b>	<b>NET INSURANCE CLAIMS</b>				
	Claims paid	554,937	268,708	977,911	749,197
	Add: Outstanding claims including IBNR closing	641,634	521,451	641,634	521,451
	Less: Outstanding claims including IBNR opening	746,840	496,691	735,247	624,126
	Claims expense	449,731	293,468	884,298	646,522
	Less: Reinsurance and other recoveries received	186,803	55,299	231,705	251,333
	Add: Reinsurance and other recoveries in respect of outstanding claims closing	334,229	237,304	334,229	237,304
	Less: Reinsurance and other recoveries in respect of outstanding claims opening	403,669	214,246	381,046	331,317
	Reinsurance and other recoveries revenue	117,363	78,357	184,887	157,320
		332,368	215,111	699,411	489,202
<b>18</b>	<b>NET COMMISSION AND OTHER ACQUISITION COSTS</b>				
	Commission paid or payable	59,567	79,761	111,447	118,822
	Add: Deferred commission expense opening	108,758	99,842	118,575	124,175
	Less: Deferred commission expense closing	102,134	121,226	102,134	121,226
	Net commission	66,191	58,377	127,888	121,770
	Less: Commission received or recoverable	103,924	77,987	162,759	139,306
	Add: Unearned reinsurance commission opening	80,849	82,870	86,896	104,848
	Less: Unearned reinsurance commission closing	109,073	84,197	109,073	84,197
	Commission from reinsurers	75,700	76,660	140,582	159,957
		(9,509)	(18,283)	(12,694)	(38,187)

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

		Quarter ended 30 June		Half year ended 30 June	
		2021	2020	2021	2020
Rupees in thousand					
<b>19</b>	<b>INVESTMENT INCOME</b>				
	<b>Dividend income on investments</b>				
	Dividend income on securities held for trading	2,602	24	9,448	1,805
	Dividend income on available for sale investments	163	290	163	290
		2,765	314	9,611	2,095
	<b>Income from debt securities</b>				
	Return on government securities	51,911	59,356	94,693	111,100
	Return on other fixed income securities	5,988	13,855	12,224	31,704
		57,899	73,211	106,917	142,804
	<b>Net realised gains on investments</b>				
	Gain on trading of held for trading investments	534	5,077	534	9,280
	Gain / (loss) on sale of available for sale investments	3,071	582	7,504	582
		3,605	5,659	8,038	9,862
	Unrealized profit on re-measurement of investments held for trading	(20)	9	(13)	9
	Reversal of diminution in available-for-sale investments	-	-	-	-
	Reversal for diminution in value of Certificate of Investments	-	-	-	-
	Investment related expenses	(21)	(155)	(31)	(215)
	<b>Total investment income</b>	<b>64,228</b>	<b>79,038</b>	<b>124,523</b>	<b>154,555</b>
<b>20</b>	<b>EARNINGS PER SHARE</b>				
	Profit after tax (Rupees in thousand)	104,520	94,317	184,785	201,056
	Weighted average number of shares	71,902	71,902	71,902	71,902
	<b>Earnings (after tax) per share - (Rupees)</b>	<b>1.45</b>	<b>1.31</b>	<b>2.57</b>	<b>2.80</b>

**21 RELATED PARTY TRANSACTIONS**

The Company is a subsidiary of Army Welfare Trust ("the parent company") therefore all subsidiaries and associated undertakings of the parent company are related parties of the Company. Other related parties comprise directors, key management personnel, entities with common directorships and entities over which the directors are able to exercise influence. Balances and transactions with related parties are as follows:

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

	(Unaudited) 30 June 2021	(Audited) 31 December 2020
Rupees in thousand		
<b>Balances at period / year end</b>		
<b>Parent:</b>		
Premium due:		
Balance at beginning of the period / year	1,639	2,358
Insurance premium written (including government levies, administrative surcharge and policies stamps)	1,696	6,212
Receipts during the period / year	(2,716)	(6,931)
Balance at end of the period / year	619	1,639
<b>Subsidiary:</b>		
Balance at beginning of the period / year	13,297	4,853
Services acquired	22,836	42,187
Paid during the period / year	(32,396)	(33,743)
Balance at end of the period / year	3,737	13,297
<b>Associated undertakings:</b>		
Premium due:		
Balance at beginning of the period / year	69,079	80,204
Insurance premium written (including government levies, administrative surcharge and policies stamps)	28,359	117,263
Receipts during the period / year	(64,288)	(128,388)
Balance at end of the period / year	33,150	69,079

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

	(Unaudited)	
	Half year ended 30 June	
	2021	2020
<b>Transactions during the period:</b>	<b>Rupees in thousand</b>	
<b>With parent:</b>		
Insurance premium written (including government levies administrative surcharge and policies stamps)	1,696	617
Premium received during the period	2,716	1,411
Insurance claims paid	568	1,449
Rent paid	13,020	12,518
Dividend Paid	88,929	106,493
Bonus shares issued	-	-
<b>With subsidiary:</b>		
Investment made during the period	-	-
Services acquired	22,836	18,310
Payments made	32,396	17,621
<b>With associates:</b>		
Insurance premium written (including government levies administrative surcharge and policies stamps)	28,359	15,555
Premium received during the period	64,288	70,514
Insurance claims paid	9,444	7,932
Contribution to staff retirement benefit funds	21,106	20,366
Remuneration of chief executive, directors and executives	42,600	43,105
Dividend paid to directors	1,273	1,365

# NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

## 22 FAIRVALUE OF FINANCIAL INSTRUMENTS

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

30 June 2021 (unaudited)						
	Held-for-trading	Available-for-sale	Held-to-maturity	Loans and receivables	Other financial liabilities	Level 1
Rupees in thousand						
<b>Financial assets measured at fair value</b>						
Investment at fair value through profit and loss	641	-	-	-	-	641
Investment at fair value through other comprehensive income	-	167,326	-	-	-	167,326
<b>Financial assets not measured at fair value</b>						
Investments						
- Government securities	-	-	2,320,524	-	-	-
- Certificates of Investment (COIs) / TDRs	-	-	-	-	-	-
- Fixed term deposits	-	261,022	-	-	-	-
Loans to employees	-	-	-	562	-	-
Accrued investment income*	-	-	-	34,250	-	-
Staff house building finance	-	-	-	2,003	-	-
Sundry receivables*	-	-	-	121,204	-	-
Amounts due from insurance contract holders*	-	-	-	890,957	-	-
Amounts due from other insurers / reinsurers*	-	-	-	194,135	-	-
Reinsurance recoveries against outstanding claims*	-	-	-	334,229	-	-
Salvage recoveries accrued*	-	-	-	70,092	-	-
Cash and bank deposits*	-	-	-	151,310	-	-
Total assets of Window Takaful Operations - OPF	-	-	-	308,941	-	-
<b>Financial liabilities not measured at fair value</b>						
Provision for outstanding claims (including IBNR)*	-	-	-	-	641,634	-
Lease liabilities	-	-	-	-	206,509	-
Premium received in advance	-	-	-	-	40,231	-
Amounts due to other insurers / reinsurers*	-	-	-	-	870,444	-
Unclaimed dividend*	-	-	-	-	10,987	-
Accrued expenses*	-	-	-	-	35,402	-
Other creditors and accruals*	-	-	-	-	145,818	-
Deposits and other payables*	-	-	-	-	44,896	-
Total liabilities of Window Takaful Operations - OPF	-	-	-	-	96,872	-
	641	428,348	2,320,524	2,107,683	2,092,793	167,967



# NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

	31 December 2020 (audited)					
	Held-for- trading	Available-for- sale	Held-to- maturity	Loans and receivables	Other financial liabilities	Level 1
Rupees in thousand						
<b>Financial assets measured at fair value</b>						
Investment at fair value through profit and loss	654	-	-	-	-	654
Investment at fair value through other comprehensive income	-	27,009	-	-	-	27,009
<b>Financial assets not measured at fair value</b>						
Investments						
- Government securities	-	-	2,216,657	-	-	-
- Certificates of Investment (COIs) / TDRs	-	-	-	-	-	-
- Fixed term deposits	-	296,582	-	-	-	-
Loans to employees	-	-	-	252	-	-
Accrued investment income*	-	-	-	44,207	-	-
Staff house building finance	-	-	-	2,863	-	-
Sundry receivables*	-	-	-	102,202	-	-
Amounts due from insurance contract holders*	-	-	-	1,027,347	-	-
Amounts due from other insurers / reinsurers*	-	-	-	191,375	-	-
Reinsurance recoveries against outstanding claims*	-	-	-	381,046	-	-
Salvage recoveries accrued*	-	-	-	33,899	-	-
Cash and bank deposits*	-	-	-	232,782	-	-
Total assets of Window Takaful Operations - OPF	-	-	-	306,866	-	-
<b>Financial liabilities not measured at fair value</b>						
Provision for outstanding claims (including IBNR)*	-	-	-	-	735,247	-
Lease liabilities	-	-	-	-	209,092	-
Premium received in advance	-	-	-	-	37,145	-
Amounts due to other insurers / reinsurers*	-	-	-	-	749,277	-
Unclaimed dividend*	-	-	-	-	9,105	-
Accrued expenses*	-	-	-	-	6,368	-
Other creditors and accruals*	-	-	-	-	123,834	-
Deposits and other payables*	-	-	-	-	55,818	-
Total liabilities of Window Takaful Operations -OPF	-	-	-	-	95,887	-
	654	323,591	2,216,657	2,322,839	2,021,773	27,663

\* The Company has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of fair value.

Fair value is an amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences may arise between the carrying values and the fair values estimates.

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

# NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

## FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

### 23 SEGMENT INFORMATION

#### 23.1 Segment Profit and loss

	Fire and property damage		Marine, aviation and transport		Motor		Accident and health		Miscellaneous		Total
	Unaudited 30 June 2021	Unaudited 30 June 2020	Unaudited 30 June 2021	Unaudited 30 June 2020	Unaudited 30 June 2021	Unaudited 30 June 2020	Unaudited 30 June 2021	Unaudited 30 June 2020	Unaudited 30 June 2021	Unaudited 30 June 2020	Unaudited 30 June 2020
	Rupees in thousand										
Premium receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative surcharge)											
Less: Federal Excise Duty	38,298	30,862	13,103	11,111	70,341	59,010	-	-	20,147	17,353	141,889
Federal Insurance Fee	2,442	1,969	997	785	4,449	3,741	4,419	3,184	4,752	3,669	17,059
Stamp Duty	58	19	4,262	2,638	223	68	3	3	91	51	4,637
Gross written premium (inclusive of administrative surcharge)	242,183	202,869	100,363	79,967	446,856	372,515	444,318	320,042	477,221	368,579	1,710,940
Gross premium	241,237	197,335	96,393	76,844	431,841	360,273	441,526	318,406	473,297	365,640	1,684,293
Administrative surcharge	2,775	2,635	4,074	3,154	15,108	12,083	495	410	4,410	2,294	26,862
Facultative inward premium	878	2,417	-	-	-	288	-	-	-	776	878
Service charges	(2,707)	482	(104)	(31)	(92)	(129)	2,297	1,226	(486)	(131)	(1,092)
Insurance premium earned	246,856	215,255	57,997	93,386	437,334	425,427	524,575	350,956	341,492	266,461	1,608,254
Insurance premium ceded to reinsurers	(215,457)	(193,279)	(34,266)	(65,346)	(22,604)	(11,003)	(32,192)	(84,386)	(198,534)	(110,452)	(503,053)
Net insurance premium	31,399	21,976	23,731	28,040	414,730	414,424	492,383	266,570	142,958	156,009	1,105,201
Commission income	62,415	58,072	12,033	21,404	1,739	696	5,096	12,804	59,299	66,961	140,582
Net underwriting income	93,814	80,048	35,764	49,444	416,469	415,120	497,479	279,374	202,257	222,990	1,245,783
Insurance claims	(89,844)	(48,890)	(73,460)	(21,069)	(165,787)	(193,050)	(499,834)	(324,534)	(55,373)	(58,979)	(884,298)
Insurance claims recovered	69,854	37,156	52,001	14,759	18,000	1,891	9,440	71,877	35,592	31,637	184,887
Net claims	(19,990)	(11,734)	(21,459)	(6,310)	(147,787)	(191,159)	(490,394)	(252,657)	(19,782)	(27,342)	(699,411)
Commission expense	(28,722)	(22,056)	(9,213)	(17,553)	(18,780)	(28,043)	(23,938)	(12,689)	(47,235)	(41,429)	(127,889)
Management expense	(30,732)	(7,959)	(3,470)	(10,154)	(185,935)	(169,259)	(12,518)	(96,533)	(92,150)	(56,495)	(324,805)
Underwriting results	14,370	38,299	1,622	15,427	63,967	26,659	(29,371)	(82,506)	43,090	97,724	93,678
Investment income											95,604
Rental income											124,523
Other income											2,092
Finance costs											11,712
Other expenses											(2,907)
											(3,306)
Profit before tax from Window Takatful Operations - OPF											225,793
Profit before tax											34,608
											260,401
											283,842

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

23.2 Segment Assets and Liabilities

	Fire and property damage		Marine, aviation and transport		Motor		Accident and health		Miscellaneous		Total	
	Unaudited 30 June 2021	Audited 31 December 2020	Unaudited 30 June 2021	Audited 31 December 2020	Unaudited 30 June 2021	Audited 31 December 2020	Unaudited 30 June 2021	Audited 31 December 2020	Unaudited 30 June 2021	Audited 31 December 2020	Unaudited 30 June 2021	Audited 31 December 2020
	Rupees in thousand											
Corporate Segment assets - Conventional	371,920	346,054	167,867	129,925	690,407	789,133	774,580	686,790	593,133	628,470	2,597,908	2,580,372
Corporate Segment assets - Takaful OPF	17,170	14,137	6,917	5,583	32,059	30,967	4,836	4,257	6,417	5,225	67,399	60,169
Corporate unallocated assets - Conventional											3,132,198	2,979,995
Corporate unallocated assets - Takaful OPF											241,542	245,951
Consolidated total assets											6,039,047	5,866,487
Corporate Segment liabilities - Conventional	416,102	397,148	220,925	150,821	921,778	964,329	1,063,855	1,012,816	752,675	719,087	3,375,335	3,244,201
Corporate Segment liabilities - Takaful OPF	16,270	16,559	7,741	4,685	51,981	50,325	4,384	8,228	4,569	6,565	84,945	86,372
Corporate unallocated Segment liabilities - Conventional											410,983	345,006
Corporate unallocated Segment liabilities - Takaful OPF											11,927	9,299
Consolidated total liabilities											3,883,190	3,684,878

24 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information has been authorized for issue by the Board of Directors of the Company on 26 August 2021.



Razi Haider  
Chief Financial Officer



Abdul Waheed  
President & Chief Executive



AVM Mohammad Athar Shams (Retd)  
Director



Lt Gen Naveed Mukhtar (Retd)  
Chairman

FINANCIAL INFORMATION  
**WINDOW TAKAFUL OPERATIONS**  
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

**INDEPENDENT AUDITOR'S REVIEW REPORT**

To the members of Askari General Insurance Company Limited – Window Takaful Operations

Report on review of Interim Financial Statements

**Introduction**

We have reviewed the accompanying condensed interim statement of financial position of Askari General Insurance Company Limited - Window Takaful Operations ("the Operator") as at June 30, 2021 and the related condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity and the notes to the condensed interim financial statements for the six month period then ended (here in after referred to as the 'condensed interim financial statements'). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review. The figures for the quarters ended June 30, 2021 and June 30, 2020 in the condensed statement of comprehensive income and relevant notes have not been reviewed and we do not express a conclusion on them.

**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 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 financial statements of the Company for the year ended December 31, 2020 were audited by another auditor, KPMG Taseer Hadi & Co Chartered Accountants, whose report dated April 30, 2021 expressed an unmodified opinion thereon. Further, the condensed interim financial statements of the Company for the six month period ended June 30, 2020 were reviewed by the same auditor whose report dated August 17, 2020 expressed an unmodified conclusion thereon.

The engagement partner on the audit resulting in this independent auditor's review report is Mr. JehanZeb Amin.



Chartered Accountants  
Islamabad  
Date: August 27, 2021

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
74-East, 2nd Floor, Blue Area, Jinnah Avenue, P.O.Box 3021, Islamabad-44000, Pakistan  
Tel: +92 (51) 2273457-60/2604934-37; Fax: +92 (51) 2277924, 2206473; < [www.pwc.com/pk](http://www.pwc.com/pk) >

ASKARI GENERAL INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
CONDENSED INTERIM STATEMENT OF  
**FINANCIAL POSITION (UNAUDITED)**  
AS AT 30 JUNE 2021

		Operator's Fund		Participants' Takaful Fund	
		30 June 2021 (Unaudited)	31 December 2020 (Audited)	30 June 2021 (Unaudited)	31 December 2020 (Audited)
<b>ASSETS</b>	<b>Note</b>	<b>Rupees in thousand</b>			
Property and equipment	5	769	981	-	
<b>Investments</b>					
- Equity securities	6	135,791	132,795	156,689	154,525
- Debt securities	7	35,598	35,746	25,399	25,497
Loans and Other Receivables	8	3,109	2,159	3,307	1,024
Takaful/Retakaful receivable	9	944	1,028	98,726	53,305
Salvage recoveries accrued		-	-	7,621	32
Receivable from PTF	10	49,905	43,540	-	-
Retakaful recoveries against outstanding claims / Benefits		-	-	51,242	42,448
Deferred Commission expense/Acquisition cost		18,686	18,063	-	-
Taxation - provision less payments		1,567	5,826	-	-
Tax deducted at source - PTF		-	-	5,236	3,822
Prepayments	12	1,112	93	60,194	55,297
Cash & Bank	13	61,460	66,635	89,480	107,899
<b>Total Assets</b>		<b>308,941</b>	<b>306,866</b>	<b>497,894</b>	<b>443,849</b>

The annexed notes 1 to 32 form an integral part of this condensed interim financial information.

  
Razi Haider  
Chief Financial Officer

  
Abdul Waheed  
President & Chief Executive



		Operator's Fund		Participants' Takaful Fund	
		30 June 2021 (Unaudited)	31 December 2020 (Audited)	30 June 2021 (Unaudited)	31 December 2020 (Audited)
FUNDS AND LIABILITIES	Note	Rupees in thousand			
Operator's Fund					
Statutory Fund		50,000	50,000	-	-
Reserves		425	530	-	-
Accumulated profit		161,644	160,449	-	-
Total Operator's Fund		212,069	210,979	-	-
Waqf/Participants' Takaful Fund					
Cede money		-	-	1,000	1,000
Reserves		-	-	399	497
Accumulated surplus		-	-	43,449	35,322
Balance of Participants' Takaful Fund		-	-	44,848	36,819
PTF Underwriting Provisions					
Outstanding claims including IBNR		-	-	126,770	106,671
Unearned contribution reserves		-	-	105,687	111,207
Unearned retakaful rebate		-	-	13,740	11,956
		-	-	246,197	229,834
Contribution received in advance		-	-	7,002	2,836
Takaful / retakaful payables	14	5,872	4,543	138,936	119,668
Unearned wakala fees		68,884	69,283	-	-
Payable to OPF	10	-	-	49,905	43,540
Deferred taxation		173	216	-	-
Other creditors and accruals	15	21,943	21,845	11,006	11,152
		96,872	95,887	206,849	177,196
Total Liabilities		96,872	95,887	453,046	407,030
Total funds and liabilities		308,941	306,866	497,894	443,849

#### Contingencies and Commitments

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The annexed notes 1 to 32 form an integral part of this condensed interim financial information.

AVM Mohammad Athar Shams (Retd)  
Director

Lt Gen Naveed Mukhtar (Retd)  
Chairman

# ASKARI GENERAL INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS

## CONDENSED INTERIM STATEMENT OF

### COMPREHENSIVE INCOME (UNAUDITED)


#### FOR THE PERIOD ENDED 30 JUNE 2021

		Quarter ended 30 June		Half year ended 30 June	
		2021	2020	2021	2020
	Note	Rupees in thousand			
Participants' Takaful Fund					
Contributions earned		75,560	57,398	134,386	113,130
Less: Contribution ceded to retakaful		(42,237)	(32,270)	(73,271)	(63,538)
Net contribution revenue	17	33,323	25,128	61,115	49,592
Retakaful rebate earned	18	8,467	6,305	15,332	12,213
Net underwriting income		41,790	31,433	76,447	61,805
Net claims - reported / settled including IBNR	19	(30,591)	(29,024)	(66,758)	(55,569)
Other direct expenses		(4,138)	(219)	(6,260)	(742)
Surplus before investment income		7,061	2,190	3,429	5,494
Investment income	23	2,979	2,515	5,900	6,990
Other income	24	460	696	1,158	1,750
Less: Mudarib's share of investment income	25	(1,192)	(1,006)	(2,360)	(2,796)
Results of operating activities		2,247	2,205	4,698	5,944
Surplus transferred to accumulated surplus		9,308	4,395	8,127	11,438
Other comprehensive income:					
Items that will be subsequently reclassified to profit and loss account					
Unrealized losses on available-for-sale investments		(48)	-	(98)	-
Other comprehensive loss for the period		(48)		(98)	
Total comprehensive surplus for the period		9,260	4,395	8,029	11,438
OPF Revenue Account					
Wakala fee	21	46,308	37,151	83,257	74,296
Commission expense	20	(13,264)	(8,454)	(23,339)	(16,810)
General administrative and Management expenses		(16,668)	(22,452)	(34,777)	(40,005)
		16,376	6,245	25,141	17,481
Mudarib's share of PTF investment income	25	1,192	1,006	2,360	2,796
Investment income	23	3,020	3,420	5,849	9,529
Direct expenses	26	(121)	(127)	(242)	(242)
Other income	24	1,048	890	1,500	1,665
Results of operating activities		5,139	5,189	9,467	13,748
Profit before taxation		21,515	11,434	34,608	31,229
Taxation		(7,995)	(4,828)	(11,204)	(9,469)
Profit after taxation		13,520	6,606	23,404	21,760
Other comprehensive income					
Items that will be subsequently reclassified to profit and loss account					
Unrealized losses on available for sale investments - net		(52)	-	(105)	-
Other comprehensive loss for the period		(52)	-	(105)	-
Total comprehensive income for the period		13,468	6,606	23,299	21,760

The annexed notes 1 to 32 form an integral part of this condensed interim financial information.

  
Razi Haider  
Chief Financial Officer

  
Abdul Waheed  
President & Chief Executive

  
AVM Mohammad Athar Shams (Retd)  
Director

  
Lt Gen Naveed Mukhtar (Retd)  
Chairman

ASKARI GENERAL INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
**CONDENSED INTERIM STATEMENT OF  
 CHANGES IN FUND (UNAUDITED)**  
**FOR THE PERIOD ENDED 30 JUNE 2021**

	Operator's Fund			
	Statutory Fund	Available -for-sale investments revaluation reserve	Accumulated Profit	Total
Rupees in thousand				
Balance as at 01 January 2020	50,000	-	138,728	188,728
<b>Total comprehensive income for the period</b>				
Profit for the period	-	-	21,760	21,760
<b>Changes in Operator's Fund</b>				
Pay-out in respect of final cash dividend 2019	-	-	(23,695)	(23,695)
<b>Balance as at 30 June 2020</b>	<b>50,000</b>	<b>-</b>	<b>136,793</b>	<b>186,793</b>
Balance as at 01 January 2021	50,000	530	160,449	210,979
<b>Total comprehensive income for the period</b>				
Profit for the period	-	-	23,404	23,404
Other comprehensive loss for the period	-	(105)	-	(105)
	-	(105)	23,404	23,299
<b>Changes in Operator's Fund</b>				
Pay-out in respect of final cash dividend 2020	-	-	(22,209)	(22,209)
<b>Balance as at 30 June 2021</b>	<b>50,000</b>	<b>425</b>	<b>161,644</b>	<b>212,069</b>
	Participants' Takaful Fund			
	Cede Money	Available -for-sale investments revaluation reserve	Accumulated Surplus	Total
Rupees in thousand				
Balance as at 01 January 2020	1,000	-	22,978	23,978
<b>Total comprehensive income for the period</b>				
Surplus for the period	-	-	11,438	11,438
<b>Balance as at 30 June 2020</b>	<b>1,000</b>	<b>-</b>	<b>34,416</b>	<b>35,416</b>
Balance as at 01 January 2021	1,000	497	35,322	36,819
<b>Total comprehensive income for the period</b>				
Surplus for the period	-	-	8,127	8,127
Other comprehensive loss for the period	-	(98)	-	(98)
	-	(98)	8,127	8,029
<b>Balance as at 30 June 2021</b>	<b>1,000</b>	<b>399</b>	<b>43,449</b>	<b>44,848</b>

The annexed notes 1 to 32 form an integral part of this condensed interim financial information.



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ASKARI GENERAL INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
CONDENSED INTERIM

**CASH FLOW STATEMENT (UNAUDITED)**  
**FOR THE PERIOD ENDED 30 JUNE 2021**

	Operator's Fund		Participants' Takaful Fund	
	Half year ended 30 June		Half year ended 30 June	
	2021	2020	2021	2020
<b>Operating Cash Flows</b>	<b>Rupees in thousand</b>			
<b>a) Takaful activities</b>				
Contribution received	-	-	171,700	173,393
Re-takaful Contribution paid	-	-	(43,590)	(29,761)
Claims paid	-	-	(79,959)	(60,963)
Re-takaful and other recoveries received	-	-	17,842	1,150
Commission paid	(18,960)	(16,716)	-	-
Re-takaful rebate received	-	-	7,770	5,752
Wakala fee received/ (paid)	75,221	74,291	(75,221)	(74,291)
Modarib's share received / (paid)	3,630	3,240	(3,630)	(3,240)
Management/Direct expenses paid	(34,735)	(39,490)	(6,260)	(742)
<b>Net cash inflows / (outflows) from underwriting activities</b>	<b>25,156</b>	<b>21,325</b>	<b>(11,348)</b>	<b>11,298</b>
<b>b) Other operating activities:</b>				
Income tax paid	(6,988)	(11,361)	(1,415)	(1,301)
Other expenses paid	(175)	(167)	-	-
Other operating payments	-	-	(1,128)	(2,272)
Other operating receipts	(3,945)	7,865	(7,739)	9,622
Advances and deposits	(5)	-	-	-
<b>Net cash (outflows) / inflows from other operating activities</b>	<b>(11,113)</b>	<b>(3,663)</b>	<b>(10,282)</b>	<b>6,049</b>
<b>Total cash inflows / (outflows) from all operating activities</b>	<b>14,043</b>	<b>17,662</b>	<b>(21,630)</b>	<b>17,347</b>
<b>c) Investment activities:</b>				
Profit / return received	1,119	3,056	1,165	1,904
Dividends received	8,262	7,127	5,954	4,762
Payment for investments	(5,366)	(3,588)	(8,704)	(60,094)
Proceeds from disposals of investments	-	-	4,796	27,799
Proceeds from disposals of fixed assets	-	225	-	-
<b>Total cash inflows / (outflows) from investing activities</b>	<b>4,015</b>	<b>6,820</b>	<b>3,211</b>	<b>(25,629)</b>
<b>d) Financing activities:</b>				
Payment against Ijarah	(1,024)	(1,180)	-	-
Pay-out in respect of dividend	(22,209)	(23,695)	-	-
<b>Total cash outflows from financing activities</b>	<b>(23,233)</b>	<b>(24,875)</b>	<b>-</b>	<b>-</b>
<b>Net cash outflows from all activities</b>	<b>(5,175)</b>	<b>(393)</b>	<b>(18,419)</b>	<b>(8,282)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>66,635</b>	<b>24,966</b>	<b>107,899</b>	<b>67,328</b>
<b>Cash and cash equivalents at end of the period</b>	<b>61,460</b>	<b>24,573</b>	<b>89,480</b>	<b>59,046</b>

The annexed notes 1 to 32 form an integral part of this condensed interim financial information.



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ASKARI GENERAL INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
CONDENSED INTERIM

**CASH FLOW STATEMENT (UNAUDITED)**  
**FOR THE PERIOD ENDED 30 JUNE 2021**

	Operator's Fund		Participants' Takaful Fund	
	Half year ended 30 June		Half year ended 30 June	
	2021	2020	2021	2020
<b>Reconciliation to Profit and Loss Account:</b>	<b>Rupees in thousand</b>			
Operating cash flows	14,043	17,662	(21,630)	17,347
Depreciation expense	(212)	(73)	-	-
Gain on disposal of investments	-	-	-	201
Dividend income	8,262	7,127	7,644	4,762
(Decrease) / increase in assets other than cash	8,739	2,060	77,457	29,074
(Increase) / decrease in liabilities other than running finance	(1,275)	(9,795)	(56,228)	(45,034)
Unrealized (loss) / gain on investments held for trading	(4,027)	(1,421)	(2,897)	268
Investment income	1,614	3,823	1,153	1,759
Other income	1,500	1,665	1,213	1,760
Tax paid	6,988	11,361	1,415	1,301
Decrease in deposit against vehicle Ijarah	(1,024)	(1,180)	-	-
<b>Profit/ surplus for the period</b>	<b>34,608</b>	<b>31,229</b>	<b>8,127</b>	<b>11,438</b>
<b>Attributed to</b>				
Participants' Takaful Fund	-	-	8,127	11,438
Operator's Fund	34,608	31,229	-	-
	<b>34,608</b>	<b>31,229</b>	<b>8,127</b>	<b>11,438</b>

**Definition of cash :**

Cash comprises of cash in hand, bank balances, stamp in hand and short term placements with banks which are readily convertible to cash in hand and which are used in the cash management function on a day-to-day basis.

Cash for the purpose of the statement of cash flows consist of:

	Operator's Fund		Participants' Takaful Fund	
	Half year ended 30 June		Half year ended 30 June	
	2021	2020	2021	2020
	<b>Rupees in thousand</b>			
Cash and other equivalents	-	-	661	240
Current and other accounts	61,460	24,573	88,819	58,806
	<b>61,460</b>	<b>24,573</b>	<b>89,480</b>	<b>59,046</b>

The annexed notes 1 to 32 form an integral part of this condensed interim financial information.



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# ASKARI GENERAL INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM

### FINANCIAL INFORMATION (UNAUDITED)

### FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

## 1 LEGAL STATUS AND NATURE OF BUSINESS

askari general insurance company limited ("the Operator") was incorporated under the Companies Ordinance, 1984 on 12 April, 1995. The Operator is registered in Pakistan Stock Exchange and is engaged in general insurance business. The registered office and principal place of the Operator is located at AWT Plaza, Rawalpindi.

The Operator has been allowed to undertake Window Takaful Operations (WTO) on 10 August 2015 by Securities and Exchange Commission of Pakistan (SECP) under SECP Takaful Rules 2012 to carry on General Window Takaful Operations in Pakistan.

For the purpose of carrying on the takaful business, the Operator has formed a Waqf/ Participants' Takaful Fund (PTF) under the Waqf deed. The Waqf deed governs the relationship of Operator and participants for management of takaful operations.

## 2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

This condensed interim financial information has been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting (IAS-34). The accounting and reporting standards as applicable in Pakistan for interim financial reporting consist of :

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standard Board (IASB) and Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountant of Pakistan (ICAP) as are notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017, Takaful Rules, 2012 and General Takaful Accounting Regulation, 2019.

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

This condensed interim financial information reflect the financial position and results of operations of both the Operator's Fund (OPF) and Participants' Takaful Fund (PTF) in a manner that the assets, liabilities, income and expenses of the Operator and PTF remain separately identifiable.

Total assets, total liabilities and profit/ (loss) of the Window Takaful Operations of the Company referred to as the Operator's fund has been presented in this condensed interim financial information in accordance with the requirements of Circular 25 of 2015 dated July 09, 2015.

This condensed interim financial information does not include all of the information and disclosures required for annual financials statements and should be read in conjunction with the annual audited financial statements of the WTO for the year ended 31 December, 2020. Comparative statement of financial position is extracted from annual financial statements for the year ended 31 December 2020 whereas comparative for condensed interim statement of comprehensive income, condensed interim cash flow statement and statement of changes in fund are stated from unaudited condensed interim financial information for the six months period ended 30 June 2020.

### 2.1 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention except for certain financial instruments which are stated at their fair values.

ASKARI GENERAL INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

**2.2 Functional and presentation currency**

This condensed interim financial information is presented in Pakistani Rupees which is the Operator's functional and presentation currency. All financial information presented in Pakistani Rupees has been rounded to the nearest thousand.

**3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the audited financial statements for the year ended 31 December 2020.

**4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

The preparation of condensed interim financial information in conformity with approved accounting standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

The judgements, estimates and assumptions are based on historical experience, current trends and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the estimates about carrying values of assets and liabilities that are not readily apparent from other sources.

Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate revised if the revision effects only that period or in the revision and future periods if the revision affects both current and future periods.

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

			30 June 2021 (Unaudited)	31 December 2020 (Audited)
5	PROPERTY AND EQUIPMENT	Note	Rupees in thousand	
	Operating assets	5.1	769	981



ASKARI GENERAL INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

5.1 OPERATING ASSETS - OPF

30 June 2021 (Unaudited)						
	Cost		Depreciation		Written down value as at 30 June	Useful life (years)
	As at 1 January	As at 30 June	As at 1 January	For the period (Disposals) / Adjustments		
Rupees in thousand						
Furniture & fixtures	504	-	504	48	-	423
Office equipment	1,043	-	1,043	191	164	-
	1,547	-	1,547	566	212	-
					778	769
31 December 2020 (Audited)						
	Cost		Depreciation		Written down value as at 31 December	Useful life (years)
	As at 1 January	As at 31 December	As at 1 January	For the year (Disposals) / Adjustments		
Rupees in thousand						
Furniture & fixtures	754	(250)	-	504	303	97
Office equipment	450	593	-	1,043	374	83
	1,204	343	-	1,547	677	180
					(291)	566
						981
6 INVESTMENTS IN EQUITY SECURITIES						
(a) Operator's Fund						
(i) At fair value through profit and loss						
Others						
Mutual funds						
		139,818	(4,027)	135,791	130,179	2,616
		139,818	(4,027)	135,791	130,179	2,616
Rupees in thousand						
(b) Participants' takaful fund						
(i) At fair value through profit and loss						
Others						
Mutual funds						
		159,586	(2,897)	156,689	150,882	3,643
		159,586	(2,897)	156,689	150,882	3,643
						154,525

6 INVESTMENTS IN EQUITY SECURITIES

ASKARI GENERAL INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

7	INVESTMENTS IN DEBT SECURITIES	30 June 2021 (Unaudited)			31 December 2020 (Audited)		
		Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
		Rupees in thousand					
(a)	Operator's Fund						
	(i) Available-for-sale						
	Sukuks	35,000	-	35,000	35,000	-	35,000
	Profit on revaluation	-	-	598	-	-	746
		35,000	-	35,598	35,000	-	35,746
(b)	Participants' takaful fund						
	(i) Available-for-sale						
	Sukuks	25,000	-	25,000	25,000	-	25,000
	Profit on revaluation	-	-	399	-	-	497
		25,000	-	25,399	25,000	-	25,497
8	LOANS AND OTHER RECEIVABLE - CONSIDERED GOOD						
		Operator's Fund			Participants' Takaful Fund		
		30 June 2021 (Unaudited)	31 December 2020 (Audited)		30 June 2021 (Unaudited)	31 December 2020 (Audited)	
		Rupees in thousand					
	Advances to employees	5	-		-	-	-
	Receivable against sale of asset	693	850		-	-	-
	Deposit against ljarah - vehicles	448	280		-	-	-
	Accrued investment income	415	369		1,934		196
	Other receivable	1,548	660		1,373		828
		3,109	2,159		3,307		1,024

ASKARI GENERAL INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

		Operator's Fund		Participants' Takaful Fund	
		30 June 2021 (Unaudited)	31 December 2020 (Audited)	30 June 2021 (Unaudited)	31 December 2020 (Audited)
<b>9</b>	<b>TAKAFUL/RETAKAFUL RECEIVABLES</b>	Rupees in thousand			
	<b>Due from takaful contract holders</b>				
	Considered good	-	-	78,535	40,263
	Considered doubtful	-	-	222	222
		-	-	78,757	40,485
	Provision against doubtful balances	-	-	(222)	(222)
		-	-	78,535	40,263
	<b>Due from other Takaful/Retakaful Operators</b>				
	Considered good	944	1,028	20,191	13,042
	Considered doubtful	-	-	1,171	1,171
		944	1,028	21,362	14,213
	Provision against doubtful balances	-	-	(1,171)	(1,171)
		944	1,028	20,191	13,042
		944	1,028	98,726	53,305
<b>10</b>	<b>RECEIVABLE / (PAYABLE) (Current account between OPF and PTF)</b>				
	Wakala fee	49,121	41,486	(49,121)	(41,486)
	Less: Provision for refund of wakala fee against doubtful balances	(408)	(408)	408	408
		48,713	41,078	(48,713)	(41,078)
	Mudarib's fee	1,192	2,462	(1,192)	(2,462)
		49,905	43,540	(49,905)	(43,540)

ASKARI GENERAL INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

		Operator's Fund			
		30 June 2021 (Unaudited)	31 December 2020 (Audited)		
Rupees in thousand					
11	DEFERRED TAXATION				
	Deferred tax credit arising in respect of:				
	Unrealised gain on available-for-sales investments	173			216
		173			216
		Operator's Fund		Participants' Takaful Fund	
		30 June 2021 (Unaudited)	31 December 2020 (Audited)	30 June 2021 (Unaudited)	31 December 2020 (Audited)
Rupees in thousand					
12	PREPAYMENTS				
	Prepaid retakaful contribution ceded - PTF	-	-	60,194	55,297
	Prepaid takaful contribution - Ijarah Vehicles	815	-	-	-
	Others - OPF	297	93	-	-
		1,112	93	60,194	55,297
13	CASH AND BANK				
	Cash and Cash Equivalent				
	Stamps in hand	-	-	661	355
	Cash at bank				
	- Savings account	61,460	66,635	88,819	107,544
		61,460	66,635	89,480	107,899
14	TAKAFUL/RETAKAFUL PAYABLES				
	Due to Local takaful / retakaful operators	5,872	4,543	138,936	119,668
15	OTHER CREDITORS AND ACCRUALS				
	Agents' commission payable	16,061	12,546	-	-
	Federal takaful fee payable	-	-	636	432
	Federal excise duty payable	(72)	51	7,492	8,296
	Tax deducted at source	439	402	330	364
	Accrued expenses	839	779	-	-
	Others	4,676	8,067	2,548	2,060
		21,943	21,845	11,006	11,152

ASKARI GENERAL INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

16

CONTINGENCIES AND COMMITMENTS

Contingency

There are no material known contingencies as at 30 June 2021 and 31 December 2020.

Commitments

The Operator's commitment under Ijarah arrangement with Meezan Bank Limited is Rs.0.57 million (31 December 2020: Rs.1.27 million). The contracts have a term of five years.

Future Minimum Ijarah (lease) payments are as under:

	30 June 2021 (Unaudited)	31 December 2020 (Audited)
	Rupees in thousand	
Not later than 1 year	362	878
Later than 1 year but not later than 5 years	211	392
	573	1,270
Ijarah payments recognized in Expense during the period	856	1,088

Participants' Takaful Fund

	Quarter ended 30 June		Half year ended 30 June	
	2021	2020	2021	2020
	(Unaudited)		(Unaudited)	
	Rupees in thousand			

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NET TAKAFUL CONTRIBUTION

Written Gross Contribution	119,262	103,813	211,724	195,503
Less: Wakala fee	(46,305)	(39,060)	(82,858)	(75,018)
Contribution Net of Wakala Fee	72,957	64,753	128,866	120,485
Add: Unearned contribution reserve opening - net	108,290	109,469	111,207	109,469
Less: Unearned contribution reserve closing - net	(105,687)	(116,824)	(105,687)	(116,824)
Contribution earned	75,560	57,398	134,386	113,130
Less: Retakaful Contribution ceded	51,233	23,073	78,168	53,251
Add: Prepaid retakaful contribution opening	51,198	57,533	55,297	58,623
Less: Prepaid retakaful contribution closing	(60,194)	(48,336)	(60,194)	(48,336)
Retakaful expense	42,237	32,270	73,271	63,538
Net takaful contribution	33,323	25,128	61,115	49,592

18

REBATE FROM RETAKAFUL OPERATORS

Retakaful Rebate income	11,154	5,675	17,116	11,413
Add: Unearned retakaful rebate opening	11,053	10,620	11,956	10,790
Less: Unearned retakaful rebate closing	(13,740)	(9,990)	(13,740)	(9,990)
Rebate from retakaful operators	8,467	6,305	15,332	12,213

ASKARI GENERAL INSURANCE COMPANY LIMITED - WINDOW TAKAFUL OPERATIONS  
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

		Participants' Takaful Fund			
		Quarter ended 30 June		Half year ended 30 June	
		2021	2020	2021	2020
		(Unaudited)		(Unaudited)	
		Rupees in thousand			
<b>19</b>	<b>NET TAKAFUL CLAIMS EXPENSE</b>				
	Claim paid	24,834	28,723	79,959	60,963
	Add: Outstanding claims including IBNR closing	126,770	78,169	126,770	78,168
	Less: Outstanding claims including IBNR opening	(107,455)	(72,055)	(106,671)	(71,686)
	Claim expense	44,149	34,837	100,058	67,445
	Less: Retakaful and other recoveries received	3,663	3,298	24,506	9,645
	Add: Retakaful and other recoveries in respect of outstanding claims - closing	51,242	18,628	51,242	18,628
	Less: Retakaful and other recoveries in respect of outstanding claims - opening	(41,347)	(16,113)	(42,448)	(16,397)
	Retakaful and other recoveries revenue	13,558	5,813	33,300	11,876
	<b>Net takaful claim expense</b>	<b>30,591</b>	<b>29,024</b>	<b>66,758</b>	<b>55,569</b>
<b>20</b>	<b>COMMISSION EXPENSE</b>				
	Commission paid or payable	14,021	9,380	23,962	17,432
	Add: Deferred commission expense opening	17,929	14,889	18,063	15,193
	Less: Deferred commission expense closing	(18,686)	(15,815)	(18,686)	(15,815)
	<b>Commission expense</b>	<b>13,264</b>	<b>8,454</b>	<b>23,339</b>	<b>16,810</b>
<b>21</b>	<b>WAKALA FEE</b>				
	The Operator manages the general takaful operations for the participants and charges 35% for fire and property damage, 35% for marine and aviation, 45% for motor, 25% for health and accident and 40% for miscellaneous of the gross contribution written as wakala fee against the services as follows:				
		Operator's Fund			
		Quarter ended 30 June		Half year ended 30 June	
		2021	2020	2021	2020
		(Unaudited)		(Unaudited)	
		Rupees in thousand			
	Gross wakala fee	46,305	39,062	82,858	75,020
	Add: Unearned wakala fee opening	68,887	70,975	69,283	72,162
	Less: Unearned wakala fee closing	(68,884)	(72,886)	(68,884)	(72,886)
	<b>Net wakala fee income</b>	<b>46,308</b>	<b>37,151</b>	<b>83,257</b>	<b>74,296</b>
<b>22</b>	<b>DIRECT EXPENSES</b>				
	Tracker installation and monitoring charges	5,752	194	6,236	678
	Inspection charges	(30)	10	-	40
	Bank Charges	14	15	23	24
		<b>5,736</b>	<b>219</b>	<b>6,259</b>	<b>742</b>

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		Participants' Takaful Fund			
		Quarter ended 30 June		Half year ended 30 June	
		2021	2020	2021	2020
Rupees in thousand					
23	INVESTMENT INCOME				
	Income from equity securities - Held for trading				
	- Dividend income	7,132	4,560	7,644	4,762
	- Gain on sale of investments	-	-	-	201
		7,132	4,560	7,644	4,963
	Income from debt securities - Available-for-sale				
	- Return on fixed income securities	582	798	1,153	1,759
		7,714	5,358	8,797	6,722
	Net unrealized gains on investment				
	- Net unrealized (losses) / gains on investments at fair value through profit or loss - held for trading	(4,735)	(2,843)	(2,897)	268
	<b>Total investment income</b>	<b>2,979</b>	<b>2,515</b>	<b>5,900</b>	<b>6,990</b>



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		Operator's Fund			
		Quarter ended 30 June		Half year ended 30 June	
		2021	2020	2021	2020
		Rupees in thousand			
<b>Income from equity securities - Held for trading</b>					
- Dividend income		8,262	6,988	8,262	7,127
<b>Income from debt securities - Held to maturity</b>					
- Return on fixed income securities		-	521	-	1,353
<b>Income from debt securities - Available-for-sale</b>					
- Return on fixed income securities		813	1,124	1,614	2,470
		9,075	8,633	9,876	10,950
<b>Net unrealized loss on investment</b>					
- Net unrealized loss on investments at					
fair value through profit or loss - held for trading		(6,055)	(5,213)	(4,027)	(1,421)
<b>Total investment income</b>		<b>3,020</b>	<b>3,420</b>	<b>5,849</b>	<b>9,529</b>
<b>24</b>	<b>OTHER INCOME</b>				
	Return on bank balances - PTF	515	696	1,213	1,760
	Miscellaneous - PTF	(55)	(10)	(55)	(10)
		460	686	1,158	1,750
	Return on bank balances - OPF	735	890	1,165	1,665
	Miscellaneous - OPF	313	-	335	-
		1,048	890	1,500	1,665

**25 MODARIB'S FEE**

The Operator manages the participants' investments as a Modarib and charge 40% Modarib's share of the investment income earned by PTF.

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		Operator's Fund			
		Quarter ended 30 June		Half year ended 30 June	
		2021	2020	2021	2020
		(Unaudited)		(Unaudited)	
		Rupees in thousand			
<b>26</b>	<b>DIRECT EXPENSES</b>				
	Auditors' remuneration	76	80	152	152
	Shariah Compliance Auditors' remuneration	45	47	90	90
		121	127	242	242

**27 RELATED PARTY TRANSACTIONS**

The related parties comprise of directors, major shareholders, key management personnel, entities under common control, entities with common directors and employees retirement benefit funds. The transactions with related parties are carried out at commercial terms and conditions except for compensation to key management personnel which are on employment terms. Transaction and balances with related parties for the period are as follows:

	30 June 2021 (Unaudited)	31 December 2020 (Audited)
<b>Contribution due:</b>	<b>Rupees in thousand</b>	
Askari Guards (Private) Limited	346	849
Mobil Askari Lubricants Pakistan Limited	51	(12)
Askari Life Assurance Company Limited	-	(71)
	397	766

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	30 June 2021 (Unaudited)	30 June 2020 (Unaudited)
<b>Transactions during the period</b>	<b>Rupees in thousand</b>	
<b>Army Welfare Trust</b>		
Contribution written (including government levies and stamp duties)	376	-
Contribution received during the period	376	-
<b>Askari Guards (Private) Limited</b>		
Contribution written (including government levies and stamp duties)	169	-
Contribution received during the period	672	525
Takaful benefits paid	48	30
<b>Mobil Askari Lubricants Pakistan Limited</b>		
Contribution written (including government levies and stamp duties)	2,926	2,243
Contribution received during the period	2,864	2,255
Takaful benefits paid	894	426
<b>Askari Life Assurance Co. Limited</b>		
Contribution written (including government levies and stamp duties)	383	544
Contribution received during the period	383	544
Takaful benefits paid	39	67
<b>Army Welfare Sugar Mills (Private) Limited</b>		
Contribution written (including government levies and stamp duties)	175	-
Contribution received during the period	175	-
<b>Others</b>		
Employees' retirement benefits	1,467	1,262

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28 **SEGMENT INFORMATION**

Business class wise revenue and results have been disclosed in the profit and loss account prepared in line with the format issued by SEOP through SEC (Insurance) Rules, 2017, vide SEOP S.R.O. No 89 (1)/2017 dated 9 February 2017. The following table presents estimated information regarding certain assets and liabilities of the segments as at 30 June 2021 and 31 December 2020, unallocated capital expenditure and non-cash expenses during the period then ended.

**Period ended 30 June 2021 - OPF & PTF**

**Participants' Takaful Fund**

	Fire and property damage	Marine, aviation and transport	Motor	Accident and Health	Miscellaneous	TOTAL
	Rupees in thousand					
Contribution receivable (inclusive of Federal Excise Duty, Federal Takaful Fee and Stamp duty)	51,337	31,334	121,580	14,958	23,442	242,651
Less: Federal Excise Duty	(5,320)	(3,460)	(14,819)	-	(3,572)	(27,171)
Federal Takaful Fee	(344)	(248)	(975)	(148)	(226)	(1,941)
Stamp duty	(20)	(1,743)	(51)	-	(2)	(1,816)
<b>Gross written contribution</b>	<b>45,653</b>	<b>25,883</b>	<b>105,735</b>	<b>14,810</b>	<b>19,642</b>	<b>211,723</b>
Gross direct contribution	33,946	24,386	100,137	14,810	18,706	191,985
Facultative inward contribution	11,707	1,497	5,598	-	936	19,738
<b>Takaful contribution earned</b>	<b>49,784</b>	<b>17,000</b>	<b>95,114</b>	<b>30,378</b>	<b>25,367</b>	<b>217,643</b>
Wakala expense	(17,083)	(5,635)	(42,781)	(7,595)	(10,163)	(83,257)
Retakaful contribution ceded to retakaful operators	(41,011)	(10,011)	(14,616)	-	(7,633)	(73,271)
Net takaful contribution	(8,310)	1,354	37,717	22,783	7,571	61,115
Retakaful Rebate income	9,182	2,503	2,228	-	1,419	15,332
<b>Net underwriting income</b>	<b>872</b>	<b>3,857</b>	<b>39,945</b>	<b>22,783</b>	<b>8,990</b>	<b>76,447</b>
Takaful claims	(17,172)	(3,914)	(50,231)	(17,027)	(11,714)	(100,058)
Takaful claims recovered from retakaful operators	11,929	2,610	12,150	-	6,611	33,300
Net takaful claims	(5,243)	(1,304)	(38,081)	(17,027)	(5,103)	(66,758)
PTF Direct expense	(6)	(2)	(6,245)	(4)	(3)	(6,260)
<b>Net takaful claims and expenses</b>	<b>(5,249)</b>	<b>(1,306)</b>	<b>(44,326)</b>	<b>(17,031)</b>	<b>(5,106)</b>	<b>(73,018)</b>
<b>Underwriting result</b>	<b>(4,377)</b>	<b>2,551</b>	<b>(4,381)</b>	<b>5,752</b>	<b>3,884</b>	<b>3,429</b>
Net investment income						5,900
Other income						1,158
Mudarib's share						(2,360)
<b>Surplus for the period</b>						<b>8,127</b>
<b>As at 30 June 2021 (Unaudited)</b>						
Segment assets	74,080	30,200	116,176	34,613	31,598	286,667
Unallocated assets						211,227
Total assets						497,894
Segment liabilities	69,409	33,810	207,309	84,524	46,969	442,041
Unallocated liabilities						11,005
Total liabilities						453,046

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Operator's Fund	Fire and property damage	Marine, aviation and transport	Motor	Accident and Health	Miscellaneous	TOTAL
	Rupees in thousand					
Wakala Fee	17,083	5,635	42,781	7,595	10,163	83,257
Commission expense	(10,594)	(2,833)	(6,998)	(814)	(2,100)	(23,339)
Management expenses	(7,136)	(2,354)	(17,871)	(3,172)	(4,245)	(34,778)
Segment result	(647)	448	17,912	3,609	3,818	25,140
Mudarib's share of PTF investment income						2,360
Investment income						5,849
Other income						1,500
Other expenses						(242)
Profit for the period						34,607
As at 30 June 2021 (Unaudited)						
Segment assets	17,170	6,917	32,059	4,836	6,417	67,399
Unallocated assets						241,542
						308,941
Segment liabilities	16,270	7,741	51,981	4,384	4,569	84,945
Unallocated liabilities						11,927
Total liabilities						96,872

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Period ended 30 June 2020 - OPF & PTF						
Participants' Takaful Fund						
	Fire and property damage	Marine, aviation and transport	Motor	Accident and Health	Miscellaneous	TOTAL
	Rupees in thousand					
Contribution receivable (inclusive of Federal Excise Duty, Federal Takaful Fee and Stamp duty)	40,481	21,731	113,785	35,274	11,154	222,425
Less: Federal excise duty	(5,142)	(2,281)	(15,066)	-	(1,467)	(23,956)
Federal takaful fee	(344)	(174)	(989)	(349)	(100)	(1,956)
Stamp duty	(9)	(977)	(23)	-	(1)	(1,010)
Gross written contribution	34,986	18,299	97,707	34,925	9,586	195,503
Gross direct contribution	34,571	18,299	97,707	34,925	9,185	194,687
Facultative inward contribution	415	-	-	-	401	816
Takaful contribution earned	28,707	17,378	98,871	21,012	21,458	187,426
Wakala expense	(10,047)	(6,026)	(44,497)	(5,132)	(8,594)	(74,296)
Takaful contribution ceded to retakaful operators	(23,655)	(12,756)	(10,913)	-	(16,214)	(63,538)
Net takaful contribution	(4,995)	(1,404)	43,461	15,880	(3,350)	49,592
Retakaful Rebate income	5,158	3,073	1,647	-	2,335	12,213
Net underwriting income	163	1,669	45,108	15,880	(1,015)	61,805
Takaful claims	(3,002)	(4,871)	(37,954)	(19,599)	(2,019)	(67,445)
Takaful claims recovered from retakaful operators	2,951	3,390	4,443	-	1,092	11,876
Net takaful claims	(51)	(1,481)	(33,511)	(19,599)	(927)	(55,569)
PTF Direct expense	(4)	(2)	(730)	(3)	(3)	(742)
Net takaful claims and expenses	(55)	(1,483)	(34,241)	(19,602)	(930)	(56,311)
Underwriting result	108	186	10,867	(3,722)	(1,945)	5,494
Net investment income						6,990
Other income						1,750
Mudarib's share						(2,796)
Surplus for the period						11,438
As at 31 December 2020 (Audited)						
Segment assets	70,132	15,025	98,509	21,882	14,818	220,366
Unallocated assets						223,483
Total assets						443,849
Segment liabilities	63,519	21,345	203,749	83,967	20,835	393,415
Unallocated liabilities						13,615
Total liabilities						407,030

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Operator's Fund	Fire and property damage	Marine, aviation and transport	Motor	Accident and Health	Miscellaneous	TOTAL
			Rupees in thousand			
Wakala Fee	10,047	6,026	44,497	5,132	8,594	74,296
Commission expense	(5,060)	(3,434)	(7,257)	(670)	(389)	(16,810)
Management expenses	4,029	1,133	(35,059)	(12,810)	2,702	(40,005)
Segment result	9,016	3,725	2,181	(8,348)	10,907	17,481
Mudarib's share of PTF investment income						2,796
Investment income						9,529
Other income						1,665
Other expenses						(242)
Profit for the year						31,229
As at 31 December 2020						
Segment assets	14,137	5,583	30,967	4,257	5,225	60,169
Unallocated assets						246,697
						306,866
Segment liabilities	16,559	4,695	50,325	8,228	6,565	86,372
Unallocated liabilities						9,515
Total liabilities						95,887



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29 FAIR VALUE OF FINANCIAL INSTRUMENTS

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

29.1 Operator's Fund

	30 June 2021 (Unaudited)				
	Held-for-trading	Available-for-sale	Loans and receivables	Other financial liabilities	Level 1
<b>Financial assets measured at fair value</b>	<b>Rupees in thousand</b>				
Investment at fair value through profit and loss					
- Mutual funds	135,791	-	-	-	135,791
<b>Financial assets not measured at fair value</b>					
Cash and bank deposits	-	-	61,460	-	61,460
Investments					
- Sukuks	-	35,598	-	-	35,598
Loans and other receivables*	-	-	3,109	-	3,109
Receivable from PTF	-	-	49,905	-	49,905
<b>Financial liabilities not measured at fair value</b>					
Takaful / Retakaful payables*	-	-	-	5,872	5,872
Other creditors and accruals*	-	-	-	21,943	21,943
	135,791	35,598	114,474	27,815	313,678
					135,791
<b>31 December 2020 (Audited)</b>					
	Held-for-trading	Available-for-sale	Loans and receivables	Other financial liabilities	Level 1
<b>Financial assets measured at fair value</b>	<b>Rupees in thousand</b>				
Investment at fair value through profit and loss					
- Mutual funds	132,795	-	-	-	132,795
<b>Financial assets not measured at fair value</b>					
Cash and bank deposits	-	-	66,635	-	66,635
Investments					
- Sukuks	-	35,746	-	-	35,746
Loans and other receivables*	-	-	2,159	-	2,159
Receivable from PTF	-	-	43,540	-	43,540
<b>Financial liabilities not measured at fair value</b>					
Takaful / Retakaful payables*	-	-	-	4,543	4,543
Other creditors and accruals*	-	-	-	21,845	21,845
	132,795	35,746	112,334	26,388	307,263
					132,795

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29.2 Participants' Takaful Fund

	30 June 2021 (Unaudited)				
	Held-for-trading	Available-for-sale	Loans and receivables	Other financial liabilities	Level 1
	Rupees in thousand				
<b>Financial assets measured at fair value</b>					
Investment at fair value through profit and loss					
- Mutual funds	156,689	-	-	-	156,689
<b>Financial assets not measured at fair value</b>					
Cash and bank deposits	-	-	-	89,480	89,480
Investments					
- Sukuks	-	25,399	-	-	25,399
Takaful/Retakaful receivable*	-	-	-	98,726	98,726
Retakaful recoveries against outstanding claims*	-	-	-	51,242	51,242
<b>Financial liabilities not measured at fair value</b>					
Provision for outstanding claims (including IBNR)*	-	-	-	126,770	126,770
Takaful / Retakaful payables*	-	-	-	138,936	138,936
Payable to QPF	-	-	-	49,905	49,905
Other creditors and accruals*	-	-	-	11,006	11,006
	156,689	25,399	-	566,065	748,689
					156,689
	31 December 2020 (Audited)				
	Held-for-trading	Available-for-sale	Loans and receivables	Other financial liabilities	Level 1
	Rupees in thousand				
<b>Financial assets measured at fair value</b>					
Investment at fair value through profit and loss					
- Mutual funds	154,525	-	-	-	154,525
<b>Financial assets not measured at fair value</b>					
Cash and bank deposits	-	-	107,899	-	107,899
Investments					
- Sukuks	-	25,497	-	-	25,497
Takaful/Retakaful receivable*	-	-	53,305	-	53,305
Retakaful recoveries against outstanding claims*	-	-	-	42,448	42,448
<b>Financial liabilities not measured at fair value</b>					
Provision for outstanding claims (including IBNR)*	-	-	-	106,671	106,671
Takaful / Retakaful payables*	-	-	-	119,668	119,668
Payable to QPF / PTF	-	-	-	43,540	43,540
Other creditors and accruals*	-	-	-	11,152	11,152
	154,525	25,497	161,204	323,479	664,705
					154,525

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\* The Operator has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of fair value.

Fair value is an amount for which an asset could be exchanged, or a liability settled between knowledgeable willing parties in an arm's length transaction.

Consequently, differences may arise between the carrying values and the fair values estimates.

The Operator measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

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30 MOVEMENT IN INVESTMENTS - OPF


	Held-to-maturity	Available-for-sale	Fair value through P&L	Loans and receivables	Total
Rupees in thousand					
At beginning of previous year	35,000	-	124,060	27,500	186,560
Additions	-	-	-	-	-
Disposals (sales and redemptions)	-	-	(27,500)	-	(27,500)
Fair value net (loss)/gain (excluding unrealised gains)	-	-	9,735	-	9,735
Impairment losses	-	-	(1,000)	-	(1,000)
At beginning of current year	35,000	-	105,295	27,500	167,795
Additions	-	-	-	-	-
Disposals (sales and redemptions)	-	-	-	-	-
Fair value net gain (excluding unrealised gains)	598	-	9,639	-	10,237
Impairment gains	-	-	(6,643)	-	(6,643)
At end of current period	35,598	-	108,291	27,500	171,389

31 MOVEMENT IN INVESTMENTS - PTF

At beginning of previous year	25,000	-	115,779	-	140,779
Additions	-	-	60,943	-	60,943
Disposals (sales and redemptions)	-	-	(25,840)	-	(25,840)
Fair value net loss(excluding unrealised gains)	-	-	3,643	-	3,643
At beginning of current year	25,000	-	154,525	-	179,525
Additions	-	-	8,704	-	8,704
Disposals (sales and redemptions)	-	-	-	-	-
Fair value net (loss)/gain (excluding unrealised gains)	399	-	(6,540)	-	(6,141)
Impairment losses	-	-	-	-	-
At end of current period	25,399	-	156,689	-	182,088

32 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors on its meeting held on 26 August 2021.



Razi Haider  
Chief Financial Officer



Abdul Waheed  
President & Chief Executive



AVM Mohammad Athar Shams (Retd)  
Director



Lt Gen Naveed Mukhtar (Retd)  
Chairman

INDIVID  
PROP



Head Office:

3rd Floor, AWT Plaza, The Mall  
Rawalpindi, Pakistan

UAN:

+92-51-111-444-687

Ph:

+92-51-9272425-7

Fax:

+92-51-9272424

Email:

info@agico.com.pk