

QUARTERLY REPORT

Quarter Ended September 30, 2020
(Un-Audited)

SERVING RELIABLY



Reliance Insurance
Company Limited



Window Takaful

Reliance Insurance Company Limited

Contents

Financial Statements

Company Information	02
Directors' Review	03
Directors' Review in Urdu Language ڈائریکٹرز کا جائزہ	04
Condensed Interim Statement of Financial Position	06
Condensed Interim Profit & Loss Account	08
Condensed Interim Statement of Comprehensive Income	09
Condensed Interim Statement of Changes in Equity	10
Condensed Interim Statement of Cash Flow	11
Notes to the Condensed Interim Financial Statements	13

Reliance Window Takaful Operations

تکافل

Condensed Interim Financial Statements Reliance Window Takaful Operations	23
Condensed Interim Statement of Financial Position	24
Condensed Interim Profit & Loss Account	26
Condensed Interim Statement of Comprehensive Income	27
Condensed Interim Statement of Changes in Fund	28
Condensed Interim Statement of Cash Flow	29
Notes to the Condensed Interim Financial Statements	31
Offices	38

Company Information



BOARD OF DIRECTORS

CHAIRMAN
IRFAN ZAKARIA BAWANY

DIRECTORS

MUHAMMAD OMAR BAWANY
NOOR M. ZAKARIA
AHMED ALI BAWANY
ZIA ZAKARIA
MUHAMMAD PATEL
NAEEM AHMED SHAFI
TASNEEM YUSUF
JAHANGIR ADAM

CHIEF EXECUTIVE & MANAGING DIRECTOR

A. RAZAK AHMED

CHIEF FINANCIAL OFFICER

HAROON A. SHAKOOR

COMPANY SECRETARY & COMPLIANCE OFFICER

GHULAM HAIDER

AUDIT COMMITTEE

TASNEEM YUSUF	CHAIRPERSON
MUHAMMAD OMAR BAWANY	MEMBER
IRFAN ZAKARIA BAWANY	MEMBER

INVESTMENT COMMITTEE

IRFAN ZAKARIA BAWANY	CHAIRMAN
AHMED ALI BAWANY	MEMBER
TASNEEM YUSUF	MEMBER
MUHAMMAD PATEL	MEMBER
A. RAZAK AHMED	MEMBER
HAROON A. SHAKOOR	SECRETARY

HUMAN RESOURCE & REMUNERATION COMMITTEE

NAEEM AHMED SHAFI	CHAIRMAN
IRFAN ZAKARIA BAWANY	MEMBER
NOOR M. ZAKARIA	MEMBER
A. RAZAK AHMED	MEMBER

CREDIT RATING

A (SINGLE A) BY VIS
OUTLOOK "POSITIVE"

AUDITORS

KRESTON HYDER BHIMJI & CO.
CHARTERED ACCOUNTANTS

LEGAL ADVISOR

IRFAN ADVOCATE

SHARI'AH ADVISOR

MUFTI MUHAMMAD FARHAN FAROOQ

BANKERS

HABIB BANK LIMITED
MCB BANK LIMITED
ALLIED BANK LIMITED
SONERI BANK LIMITED
BANK ALFALAH LIMITED
NATIONAL BANK OF PAKISTAN
MEEZAN BANK LIMITED
DUBAI ISLAMIC BANK
MCB ISLAMIC BANK LIMITED
UNITED BANK LIMITED
THE BANK OF PUNJAB
FAYSAL BANK LIMITED
HABIB METROPOLITAN BANK LIMITED
JS BANK LIMITED
THE BANK OF KHYBER

REGISTERED OFFICE

96-A, Sindhi Muslim Co-operative
Housing Society, Karachi.

HEAD OFFICE

Reliance Insurance House,
181-A, Sindhi Muslim Co-operative Housing
Society, P.O. Box No. 13356, Karachi-74400.
Phone : 34539415-17
Fax : 92-21-34539412
E-mail : reli-ins@cyber.net.pk
ric-re@cyber.net.pk
Website: www.relianceins.com

SHARES REGISTRAR

M/s. C&K Management Associates (Pvt.) Ltd.
404-Trade Tower, Abdullah Haroon Road,
Near Hotel Metropole, Karachi-75530.
Tel: (021) 35687839 & 35685930

Directors' Review

The Shareholders,
Reliance Insurance Company Limited,

Your Directors are pleased to present before you the Third Quarter (Un-audited) Accounts for the period ended September 30, 2020.

During the period under review, your Company underwrote gross premium of Rs. 407.383 million inclusive of Takaful Contribution of Rs. 50.745 million as against Rs. 485.626 million including Takaful Contribution of Rs. 69.876 million for the corresponding period of last year – decrease of 16.11%. The Net Premium Revenue for nine months period stood at Rs. 195.299 million against Rs. 234.046 million of previous year reflecting a decline of 16.56%, COVID-19 severely affected economic activities globally including Pakistan.

Net claims incurred decreased from Rs.58.22 million to Rs.37.95 million compared to corresponding period of last year - a decrease of 34.82%. Underwriting profit for the period stood at Rs.17.192 million compared to previous year's underwriting profit of Rs.29.836 million.

Investment income for the nine months period stood at Rs. 54.478 million compared to Rs. (0.805) million Loss of previous year, due to positive sentiments prevailing at the Pakistan Stock Exchange as at 30th September 2020. Profit before Tax during the period stood at Rs.51.384 million compared to Rs. 4.872 million for the corresponding period of last year. Earnings per share (EPS) for the current period stood at Re. 0.81 against Re. 0.11 of the corresponding period of previous year.

The reported Participants Takaful Fund Surplus is Rs.8.219 million against 19.879 million of last year. Operator's profit of Rs.12.993 million against Rs.9.658 million of last year, showing increase of Rs. 3.335 million. Operator's Accumulated profit stood at 28.973 million against 15.980 million of last year, showing healthy increase by Rs. 12.993 million.

Future Outlook:

Your Management will continue to strive hard to improve upon its performance with the hope that the Government would formulate long term & consistent policies to boost economic activities and gain investors' confidence to meet challenges ahead in the wake of COVID-19 and also continue to concentrate on improving upon Law and Order situation in the Country. We are optimistic that going forward political & economic scenario would improve.

By order of the Board



A. RAZAK AHMED
Chief Executive & Managing Director

Karachi: 28th October, 2020

ڈائریکٹرز کا جائزہ

بنام حصص یافتگان

ریلائنس انشورنس کمپنی لمیٹڈ

ڈائریکٹرز بمسرت کمپنی کے غیر آڈٹ شدہ حسابات تیسری سہ ماہی برائے مدت ختمہ 30 ستمبر 2020 پیش کرتے ہیں۔
زیر جائزہ مدت کے دوران، آپ کی کمپنی نے مجموعی پربہیم 407.383 ملین روپے (بشمول مکافل تحریری شراکت داری 50.745 ملین روپے) انڈر رائٹ کیا ہے جو کہ گزشتہ سال کی اسی مدت کے مجموعی پربہیم 485.626 ملین روپے (بشمول مکافل تحریری شراکت داری 69.876 ملین روپے) کے مقابلے میں 16.11 فیصد کم ہے۔ نو ماہ کے عرصے کے لیے خالص پربہیم آمدنی 195.299 ملین روپے ہے جبکہ گزشتہ سال اسی مدت میں خالص پربہیم آمدنی 234.046 ملین روپے تھی جو کہ گزشتہ سال کے مقابلے میں 16.56 فیصد کمی ظاہر کرتی ہے، COVID-19 نے پاکستان سمیت عالمی سطح پر معاشی سرگرمیوں کو شدید متاثر کیا ہے۔
نیٹ کلیم 58.22 ملین روپے سے کم ہو کر 37.95 ملین روپے رہے جو کہ گزشتہ سال کے مقابلے میں 34.82 فیصد کمی ظاہر کرتا ہے۔
انڈر رائٹنگ منافع 17.192 ملین روپے ہوا جو کہ گزشتہ سال 29.836 ملین روپے تھا۔

30 ستمبر 2020 کو پاکستان اسٹاک ایکسچینج میں مثبت رجحان کی وجہ سے، سرمایہ کاری کی آمدنی میں نو ماہ کی مدت کے لیے 54.478 ملین روپے ہے جبکہ پچھلے سال اسی مدت میں (0.805) ملین روپے نقصان تھا۔ اس مدت کے لئے قبل ازینس منافع 51.384 ملین روپے ہے جو کہ گزشتہ سال اسی مدت کے لیے 4.872 ملین روپے تھا۔ فی حصص آمدن 0.81 روپے ہے جو کہ گزشتہ سال اسی مدت کے لیے 0.11 روپے تھی۔
وٹڈ وٹکافل آپریشن سے زیر جائزہ مدت کے لیے شراکت داروں کا زائد وٹکافل فنڈ گزشتہ سال کے 19.879 ملین روپے کے مقابلے میں 8.219 ملین روپے رہا اس کے نتیجے میں آپریٹنگ منافع 12.993 ملین روپے رہا جبکہ اس سے پچھلے سال کے 9.658 ملین روپے تھا۔ جو کہ گزشتہ سال کے مقابلے میں 3.335 فیصد اضافہ ظاہر کرتا ہے۔

آپریٹنگ مجموعہ شدہ منافع گزشتہ سال کے 15.980 ملین کے مقابلے میں 28.973 ملین رہا جو کہ 12.993 ملین روپے کا بہترین اضافہ ظاہر کر رہا ہے

مستقبل پر ایک نگاہ

آپ کی مینجمنٹ اس کارکردگی کو بہتر بنانے کی بھرپور کوشش کرتی رہے گی اس امید کے ساتھ کہ آگے آنے والے چیلنجز کا سامنا کرنے کے لیے حکومت اقتصادی سرگرمیوں کو فروغ دینے کے لئے طویل مدتی اور مستحکم پالیسیوں کو تشکیل دے گی اور COVID-19 کے تناظر میں آنے والے چیلنجز کا مقابلہ کرنے کے لیے سرمایہ کاروں کا اعتماد حاصل کرے گی اور ملک میں امن و امان کی صورتحال پر بہتر بنانے پر توجہ مرکوز رکھے گی۔ ہم اعتماد کے ساتھ پر امید ہے کہ مستقبل میں سیاسی اور معاشی صورتحال بہتر ہو جائیگی

بجلم بورڈ

اے رزاق احمد

چیف ایگزیکٹو اور مینجنگ ڈائریکٹر

کراچی: 28 اکتوبر 2020



Our Services

Reliance Insurance underwrites all classes of General Insurance and enjoys reputation second to none. Apart from Conventional General Insurance RIC has also commenced its General Takaful operations in the year 2016.



General Insurance (Conventional)

Reliance Insurance commenced its general insurance business in 1981 and it underwrites in all classes of traditional and non-traditional lines.

Reliance Insurance offering a wide range of covers such as Fire & Property, Marine Cargo, Motor Vehicles (Commercial & Private), Personal Accident, Money Insurance, Burglary & Liability (Public & Product) and Workmen Compensation while non-traditional covers such as Engineering Risks (MBD, CAR, EAR), Aviation Insurance, Terrorism and Bonds are also being offered.



General Takaful (Islamic)

Takaful is an Islamic alternate of Insurance and is growing steadily. Reliance Insurance commenced its Window Takaful Operations in June 2016 under the guidance of renowned, qualified and certified Sharia Scholars.

Reliance Takaful is offering a wide range of Sharia Compliant General Takaful Products such as Fire & Property Takaful, Marine Cargo Takaful, Motor Takaful (Private / Commercial Vehicles), Engineering Takaful, Terrorism & Political Violence Takaful and Miscellaneous Accident Takaful.

Condensed Interim Statement Of Financial Position (Un Audited)

As at September 30, 2020

	Note	(Un-audited) September 30, 2020	(Audited) December 31, 2019
Rupees			
ASSETS			
Property and equipment	6	73,461,538	83,029,726
Investments			
Equity securities	7	688,734,994	687,114,861
Debt securities	8	60,000,000	60,036,671
Term deposits	9	38,136,495	30,159,978
		786,871,489	777,311,510
Loan and other receivables	10	7,349,925	3,327,768
Insurance / Reinsurance receivables	11	222,349,493	198,885,699
Reinsurance recoveries against outstanding claims		118,879,167	112,413,375
Deferred Commission Expense		59,184,722	62,977,589
Deferred taxation	12	6,410,123	-
Prepayments	13	133,090,895	134,819,584
Cash & Bank	14	130,678,032	131,227,604
Total Assets Window Takaful - Operation's fund		101,177,320	91,493,527
TOTAL ASSETS		1,639,452,704	1,595,486,382

Condensed Interim Statement Of Financial Position (Un Audited)

As at September 30, 2020

	Note	(Un-audited) September 30, 2020	(Audited) December 31, 2019
Rupees			
EQUITY AND LIABILITIES			
Capital and reserves attributable to Company's equity holder			
Ordinary share capital	15	561,412,850	561,412,850
General reserves		250,000,000	250,000,000
Unappropriated profit		159,003,407	113,364,249
Surplus on revaluation of available for sale investment		3,215,556	8,752,130
Total Equity		973,631,813	933,529,229
Liabilities			
Underwriting Provisions			
Outstanding claims including IBNR		150,139,342	153,319,708
Unearned premium reserves		277,869,656	292,211,950
Unearned Reinsurance Commission		31,953,512	34,581,713
Deferred taxation		-	4,370,718
Insurance / Reinsurance Payables		155,327,616	122,865,424
Other Creditors and Accruals	16	18,802,664	23,830,684
Taxation - provision less payment		9,833,100	5,864,217
Total Liabilities Window Takaful - Operation's fund		21,895,001	24,912,739
Total Liabilities		665,820,891	661,957,153
CONTINGENCIES AND COMMITMENTS	17	-	-
TOTAL EQUITY AND LIABILITIES		1,639,452,704	1,595,486,382

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.


Irfan Zakaria Bawany
Chairman


Mohammad Omar Bawany
Director


Noor M. Zakaria
Director


Haroon A. Shakoor
Chief Financial Officer


A. Razak Ahmed
Chief Executive & Managing Director

Karachi 28th October, 2020


Condensed Interim Profit & Loss Account (Un Audited)

For The Nine Months Period Ended September 30, 2020


Note	Quarter ended September 30,		Nine months ended September 30,		
	2020	2019	2020	2019	
Rupees					
Net insurance premium	18	78,351,029	85,974,067	195,299,526	234,046,958
Net insurance claims	19	(22,372,055)	(22,039,527)	(37,954,763)	(58,219,021)
Net Commission	20	(14,830,144)	(14,873,954)	(37,534,039)	(43,544,206)
Insurance claims and acquisition expenses		(37,202,199)	(36,913,481)	(75,488,802)	(101,763,227)
Management Expenses		(30,044,615)	(28,610,695)	(102,618,557)	(102,448,085)
Underwriting results		11,104,215	20,449,891	17,192,167	29,835,646
Investment Income / (loss)	21	46,620,338	8,688,256	54,478,259	(805,125)
Other income		-	812,135	-	1,000,385
Other expenses		(11,549,729)	(13,255,324)	(33,278,821)	(34,816,736)
		35,070,609	(3,754,933)	21,199,438	(34,621,476)
Results of operating activities		46,174,824	16,694,958	38,391,605	(4,785,830)
Profit from takaful operations-Operator's Fund		974,847	2,723,432	12,992,909	9,658,458
Profit before taxation		47,149,671	19,418,390	51,384,514	4,872,628
Taxation					
Current taxation		(3,501,464)	(6,554,438)	(14,022,228)	(15,044,364)
Deferred taxation		(10,171,941)	923,105	8,276,872	16,395,974
		(13,673,405)	(5,631,333)	(5,745,356)	1,351,610
Profit after taxation		33,476,266	13,787,057	45,639,158	6,224,238
Earnings after tax per share - basic and diluted	22	0.60	0.25	0.81	0.11

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.


Irfan Zakaria Bawany
Chairman


Mohammad Omar Bawany
Director


Noor M. Zakaria
Director


Haroon A. Shakoor
Chief Financial Officer


A. Razak Ahmed
Chief Executive & Managing Director

Karachi 28th October, 2020


Condensed Interim Statement Of Comprehensive Income (Un Audited)

For The Nine Months Period Ended September 30, 2020


	Quarter ended September 30,		Nine months ended September 30,	
	2020	2019	2020	2019
	Rupees		Rupees	
Profit after tax	33,476,266	13,787,057	45,639,158	6,224,238
Other Comprehensive Income				
Items that will not be reclassified to profit and loss subsequently				
(Deficit) / Surplus on revaluation of available for sale securities	5,440,850	6,568,048	(2,891,026)	(2,955,542)
Reclassification adjustment related to loss on disposal / redemption of available for sale investment	(1,498,474)	(717,833)	(4,858,139)	(1,650,430)
(Deficit)/Surplus on revaluation of available for sale securities - Window Takaful	224,672	284,712	(291,378)	281,194
Impact of related deferred taxation	(1,208,444)	(1,777,378)	2,503,969	1,185,994
	2,958,604	4,357,549	(5,536,574)	(3,138,785)
Total comprehensive income for the period	<u>36,434,870</u>	<u>18,144,606</u>	<u>40,102,584</u>	<u>3,085,453</u>

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.


Irfan Zakaria Bawany
Chairman


Mohammad Omar Bawany
Director


Noor M. Zakaria
Director


Haroon A. Shakoor
Chief Financial Officer


A. Razak Ahmed
Chief Executive & Managing Director

Karachi 28th October, 2020

Condensed Interim Statement Of Changes In Equity (Un Audited)

For The Nine Months Period Ended September 30, 2020

	Share capital	General reserves	Surplus on revaluation of AFS investments	Unappropriated profit	Total
	(Rupees)				
Balance as at January 01, 2019	561,412,850	250,000,000	2,359,153	42,152,779	855,924,782
Total comprehensive income for the period ended September 30, 2019	-	-	(3,138,785)	6,224,238	3,085,453
Balance as at September 30, 2019	<u>561,412,850</u>	<u>250,000,000</u>	<u>(779,632)</u>	<u>48,377,017</u>	<u>859,010,235</u>
Balance as at January 01, 2020	561,412,850	250,000,000	8,752,130	113,364,249	933,529,229
Total comprehensive (loss) / income for the period ended September 30, 2020	-	-	(5,536,574)	45,639,158	40,102,584
Balance as at September 30, 2020	<u>561,412,850</u>	<u>250,000,000</u>	<u>3,215,556</u>	<u>159,003,407</u>	<u>973,631,813</u>

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.


Irfan Zakaria Bawany
Chairman


Mohammad Omar Bawany
Director


Noor M. Zakaria
Director


Haroon A. Shakoor
Chief Financial Officer


A. Razak Ahmed
Chief Executive & Managing Director

Karachi 28th October, 2020

Condensed Interim Statement Of Cash Flows (Un-audited)

For The Nine Months Period Ended September 30, 2020

	September 30, 2020	September 30, 2019
	————— (Rupees) —————	
Operating cash flow		
a) Underwriting activities		
Premium received	333,174,141	430,882,061
Reinsurance premium paid	(143,491,388)	(214,880,386)
Claims paid	(114,906,589)	(180,149,106)
Reinsurance and other recoveries received	67,305,668	117,045,393
Commission paid	(75,837,459)	(89,440,647)
Commission received	39,468,086	48,542,668
Management expenses paid	(102,618,557)	(102,448,085)
Net cash flow from underwriting activities	3,093,902	9,551,898
b) Other operating activities		
Income tax paid	(10,053,345)	(12,545,066)
Other operating payments	(28,038,829)	(53,232,569)
Loans disbursed	48,875	(213,000)
Net cash flow from other operating activities	(38,043,298)	(65,990,635)
Net cash flow from all operating activities	(34,949,396)	(56,438,737)
Investment activities		
Profit / return / dividend received	40,755,541	40,760,893
Payments for investments	(257,682,847)	(139,332,519)
Proceeds from sale / redemption of investments	250,814,838	118,360,171
Fixed capital expenditures	(487,447)	(5,587,205)
Proceeds from disposal of property and equipment	999,739	2,434,000
Total cash flow from investing activities	34,399,824	16,635,340


Condensed Interim Statement Of Cash Flows (Un-audited)

For The Nine Months Period Ended September 30, 2020

Note	September 30, 2020	September 30, 2019
	(Rupees)	
Financing activities		
Dividend paid	-	-
Net cash flow all activities	(549,572)	(39,803,397)
Cash and cash equivalent at the beginning of the period	131,227,604	144,372,805
Cash and cash equivalent at the end of the period	130,678,032	104,569,408
Reconciliation to profit and loss account		
Operating cash flows	(34,949,396)	(56,438,737)
Depreciation expense	(9,055,896)	(10,230,805)
Profit on disposal of property, plant and equipment	-	1,000,385
Profit on disposal of investments	7,474,279	465,306
Dividend income	35,102,183	39,775,037
Other investment (loss) / income	11,901,797	(41,045,468)
Increase in assets other than cash	25,148,605	19,533,970
(Decrease) / increase in liabilities other than borrowings	(11,252,194)	27,110,118
Deferred taxation	8,276,872	16,395,974
Profit before tax from Takaful operations-Operators' Fund	12,992,909	9,658,458
Profit after taxation	45,639,158	6,224,238
Cash and cash equivalent consists of:		
Cash and equivalents	540,793	648,231
Current and other accounts	130,137,239	103,921,177
14	130,678,032	104,569,408

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.


Irfan Zakaria Bawany
Chairman


Mohammad Omar Bawany
Director


Noor M. Zakaria
Director


Haroon A. Shakoor
Chief Financial Officer


A. Razak Ahmed
Chief Executive & Managing Director

Karachi 28th October, 2020

Notes To The Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

1. STATUS AND NATURE OF BUSINESS

Reliance Insurance Company Limited (the Company) was incorporated in Pakistan as a public limited company on November 4, 1981 and is engaged in general insurance business and has also been allowed to undertake General Window Takaful operations (WTO) on May 25, 2016 by Securities & Exchange Commission of Pakistan (SECP) under SECP Takaful Rules, 2012. The shares of the Company are quoted on Pakistan Stock Exchange Limited.

The registered office of the Company is situated at 96-A, Sindhi Muslim Co-operative Housing Society, Karachi. The Company has 24 operational branches throughout Pakistan. JCR-VIS Credit Rating Company Limited has assessed the Insurer Financial Strength (IFS) rating of the Company as 'A' (Single A), Outlook on the assigned rating is "Positive".

2. BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under Companies Act 2017 and
- Provisions of and directives issued under Companies Act, 2017, Insurance Ordinance 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017 and SECP Takaful Rules 2017.

Where the provisions of and directives issued under Companies Act 2017, Insurance Ordinance 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017 and SECP Takaful Rules 2017 differ with the requirements of IAS 34, the provisions and directives issued under Companies Act 2017, Insurance Ordinance 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017 and SECP Takaful Rules 2017 have been followed.

In terms of the requirements of the SECP Takaful Rules 2012, read with SECP Circular 25 of 2015 dated 09 July 2015, the assets, liabilities and profit and loss of the Operators' Fund of the General Takaful Operations of the Company have been presented as a single line item in the statement of financial position and statement of comprehensive income of the Company respectively. Further, a separate set of financial information of the General Takaful operations has been annexed to these financial statements as per the requirements of the SECP Takaful Rules 2012.

2.2 BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared under the historical cost convention except for certain financial assets and liabilities which are stated at fair value or amortized cost as applicable.

- 2.3 These condensed interim financial statements have been prepared under the accrual basis of accounting except for cash flow statement.
- 2.4 These condensed interim financial statements have been presented in Pak Rupees which is also the Company's functional currency.

Notes To The Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

2.5 NEW STANDARDS AND AMENDMENTS

There are certain new standards and amendments to existing standards which have been effective during the period; however these are either irrelevant or do not have significant impact on these condensed interim financial statements hence not detailed in these financial statements.

2.5.1 IFRS 9 'Financial Instruments' and amendment (effective for period ending on or after June 30, 2019). IFRS 9 replaces the existing guidance in IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets, and new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39.

Further, IFRS 4 provides two alternative options in relation to application of IFRS 9 for entities issuing contracts within the scope of IFRS 4, notably a temporary exemption and an overlay approach. The temporary exemption enables eligible entities to defer the implementation date of IFRS 9. The overlay approach allows an entity applying IFRS 9 from the effective date to remove from profit or loss the effects of some of the accounting mismatches that may occur from applying IFRS 9 before IFRS 17 is applied. The Company has adopted the temporary exemption which allows the Company to defer the application of IFRS 9 until December 31, 2021. For the companies adopting the temporary exemption, the IFRS 4 requires certain disclosures which have been disclosed as follows:

Temporary exemption from application of IFRS 9

As an insurance company, the management has opted temporary exemption from the application of IFRS 9 as allowed by the International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Additional disclosures, as required by the IASB, for being eligible to apply the temporary exemption from the application of IFRS 9 are given below.

Fair value of financial assets as at September 30, 2020 and change in fair value during the period.

	September 30, 2020	December 31, 2019	Change during the nine months ended Sept. 30, 2020
	(Rupees)		
Financial assets with contractual cash flows that meet the SPPI criteria excluding those held for trading			
Debt securities - GoP Ijara Sukuk Bonds - Held to maturity	-	60,000,000	(60,000,000)
Debt securities - Pakistan Energy Sukuk - Held to maturity	60,000,000	-	60,000,000
Financial assets that do not meet the SPPI Criteria			
Equity Securities / Mutual Funds - Available for sale	342,003,655	353,178,338	(11,174,683)
Equity Securities / Mutual Funds - Held for trading	346,731,339	355,328,588	(8,597,250)

Carrying value of all other financial assets approximates to their fair values since these either have short term maturity or are frequently repriced.

2.5.2 Further there has been new standards and amendments to existing standards that are not yet effective except as stated above which are also either irrelevant or do not have material impact therefore not detailed in these condensed interim financial statements.

Notes To The Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these condensed interim financial statements are in line with the audited annual financial statements for the year ended December 31, 2019

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended December 31, 2019.

5. FINANCIAL & INSURANCE RISK MANAGEMENT

The Company's financial and insurance risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended December 31, 2019.

	Note	September 30, 2020	December 31, 2019
(Rupees)			
6. PROPERTY AND EQUIPMENT			
Operating assets	6.01	73,461,538	83,029,726
6.01 Operating assets			
Opening written down value		83,029,726	92,880,920
Additions and transfers during the period / year at cost			
Furniture & fixtures		-	452,500
Motor Vehicles		-	4,628,944
Office Equipments		455,447	729,005
Computer Equipments		32,000	187,000
		487,447	5,997,449
Written down value of disposal during the period / year			
Motor Vehicles		(999,739)	(2,161,817)
Depreciation for the period / year		(9,055,896)	(13,686,826)
Closing written down value		73,461,538	83,029,726

Notes To The Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

	Note	September 30, 2020	December 31, 2019
(Rupees)			
7. EQUITY SECURITIES			
Available for sale			
Related parties		5,437,682	6,369,109
Mutual funds		264,892,026	256,166,596
Other listed securities		71,673,947	74,278,663
		342,003,655	336,814,368
Held for trading			
Listed securities		346,731,339	350,300,493
		688,734,994	687,114,861
8. DEBT SECURITIES			
GOP Ijara Sukuk Bonds	8.1	-	60,036,671
Pakistan Energy Sukuk II	8.2 & 8.3	60,000,000	-
		60,000,000	60,036,671
8.1	The GOP Ijara Sukuk amounted to Rs.60.036 million December 31, 2019 has been matured during current period.		
8.2	These carry profit at the rate of 8.02% per annum (December 31, 2019: nil) due on maturity.		
8.3	Pakistan Energy Sukuk II having face value amounted to Rs.60 million (December 31, 2019 NIL) are placed with State Bank of Pakistan under Section 29 of Insurance Ordinance, 2000.		
9. TERM DEPOSIT			
Deposit maturing within 12 months	9.1	38,136,495	30,159,978
9.1	These carry profit at the rate of 7% to 12.50% per annum (December 31, 2019: 11% to 13% per annum) payable on maturity.		
9.2	These deposits include and advantage account amounting to Rs.11.10 million (December 31, 2019: Rs.11.10 million) which is pledged against the running finance facility. The facility carry markup at rates of 2% over from the profit rate to be paid on the advantage account and 3 months KIBOR plus 175 bps. Total sanctioned limit of the facilities amounts to Rs.10.00 million (December 31, 2019 Rs.10.00 million).		
10. LOANS AND OTHER RECEIVABLES			
Considered good			
Loan to employees		1,010,305	1,059,180
Deposits		666,441	591,441
Sundry receivables		714,450	-
Accrued Investment income		4,958,729	1,677,147
		7,349,925	3,327,768
11. INSURANCE / REINSURANCE RECEIVABLE			
Due from insurance contract holders			
Considered good		221,649,315	198,185,522
Considered doubtful		12,361,742	12,361,742
		234,011,057	210,547,264
Less: Allowance for impairment of receivables from		(12,361,742)	(12,361,742)
Insurance contract holders		221,649,315	198,185,522
		700,178	700,177
Due from other insurers/reinsurers - considered good		222,349,493	198,885,699

Notes To The Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

	Note	September 30, 2020	December 31, 2019
(Rupees)			
12. DEFERRED TAXATION			
Deferred tax credits / (debits) arising in respect of:			
Provision for impairment of doubtful receivables from insurance contract holders		3,584,905	3,584,905
Unrealized gain on held for trading investments		(215,530)	(9,156,153)
Impairment loss on available for sale investments		4,108,894	4,772,645
Surplus / (Deficit) on revaluation of available for sale securities		(1,068,146)	(3,572,115)
		<u>6,410,123</u>	<u>(4,370,718)</u>
Reconciliation of deferred tax			
Opening provision		(4,370,718)	2,301,521
Credit to statement of profit or loss		8,276,872	(798,603)
Credit / (Debit) to other comprehensive income		2,503,969	(5,873,636)
Closing balance		<u>6,410,123</u>	<u>(4,370,718)</u>
13. PREPAYMENTS			
Prepaid reinsurance premium ceded		132,282,849	132,009,972
Prepaid rent		88,000	490,025
Prepaid miscellaneous expenses		302,046	1,901,587
Others		418,000	418,000
		<u>133,090,895</u>	<u>134,819,584</u>
14. CASH AND BANK DEPOSITS			
Cash and other equivalents			
Cash in hand, Policy stamps and bond paper in hand		540,793	187,500
Current and other bank accounts			
Current accounts		66,142,209	44,419,237
Saving accounts	14.1	63,995,030	86,620,867
		<u>130,137,239</u>	<u>131,040,104</u>
		<u>130,678,032</u>	<u>131,227,604</u>
14.1 These accounts carry profit at rates range from 5.50 % to 7% per annum (2019: 9.00% to 12% per annum).			
15. SHARE CAPITAL			
Authorized Capital			
75,000,000 Ordinary shares of Rs.10 each		<u>750,000,000</u>	<u>750,000,000</u>

Notes To The Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL

September 30, 2020	December 31, 2019		September 30, 2020	December 31, 2019
		(Number of shares)		(Rupees)
1,156,680	1,156,680	Ordinary shares of Rs.10 each allotted for consideration paid in cash	11,566,800	11,566,800
54,984,605	54,984,605	Ordinary shares of Rs.10 each allotted as fully paid bonus shares	549,846,050	549,846,050
56,141,285	<u>56,141,285</u>		561,412,850	<u>561,412,850</u>

16. OTHER CREDITORS AND ACCRUALS

Accrued expenses	2,207,816	2,975,606
Unpaid and unclaimed dividend	2,170,665	2,170,665
Other creditors	14,424,183	18,684,413
	18,802,664	<u>23,830,684</u>

17. CONTINGENCIES AND COMMITMENTS

17.1 Contingencies

- In the year 2016, the Commissioner of Inland Revenue (FBR) had issued show cause notices and then passed orders under section 122(5A) of the Income Tax Ordinance, 2001 (the Ordinance) related to preceding tax years, by initializing the concept of single/one basket income to insurance industry, i.e. clubbing all other sources of income (e.g. dividend and rental income) into business income for charging the business rate of tax under Fourth Schedule of the Ordinance. In the year 2016, the Commissioner Inland Revenue (Appeals) has annulled all the assessments under section 122(5A) in which dividend was taxed at normal corporate tax rate. The Commissioner of Inland Revenue has filed an appeal in Appellate Tribunal, Inland Revenue against the order passed by the Commissioner Inland Revenue (Appeals) which is pending adjudication. The Company has not made provision in the regard with consultation of tax advisor as it is confident that the case will be decided in the Company's favor.
- The Assistant Commissioner (AC) Sindh Revenue Board has passed an order for assessment under section 23(1) and (1A) of the Sindh Sales Tax on Services Act, 2011 (the Act) in respect of audit for the tax year December 2016 levied Sindh Sales tax at Rs. 110 Million on exempt marine activities and re-insurance under foreign treaties. The company have filed an appeal before the Commissioner - Appeals -SRB and in view of the tax advisor contesting the matter no eventual financial impact is likely to arise.
- An aviation claim has been reported on November 3, 2015. Investigations are underway and loss adjustors have not yet established liability. Should this loss be considered payable at any later stage, a maximum gross reserve of Rs.550 million would arise. The impact on the Company's net account would be Rs.2.500 million and the rest would be recoverable under fronting arrangements as per agreed terms.

17.2 Commitments

The Company is committed to minimum rental payments for each of the following period as follows:

Not more than one year	-	<u>2,502,561</u>
------------------------	----------	------------------

Notes To The Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

	September 30, 2020	September 30, 2019
	(Rupees)	
18. NET INSURANCE PREMIUM		
Written Gross Premium	356,637,934	415,750,262
Add: Unearned premium reserve opening	292,211,950	342,270,710
Less: Unearned premium reserve closing	(277,869,656)	(289,026,104)
Premium earned	370,980,228	468,994,868
Less: Reinsurance premium ceded	175,953,579	191,175,330
Add: Prepaid reinsurance premium opening	132,009,972	170,921,565
Less: Prepaid reinsurance premium closing	(132,282,849)	(127,148,985)
Reinsurance expense	175,680,702	234,947,910
Net Insurance Premium	<u>195,299,526</u>	<u>234,046,958</u>
19. NET INSURANCE CLAIMS EXPENSE		
Claim Paid	114,906,589	180,149,106
Add: Outstanding claims including IBNR closing	150,139,342	287,760,627
Less: Outstanding claims including IBNR opening	(153,319,708)	(210,197,626)
Claims expense	111,726,223	257,712,107
Less: Reinsurance and other recoveries received	67,305,668	117,045,393
Add: Reinsurance and other recoveries in respect of outstanding claims net of impairment (if any) closing	118,879,167	247,928,041
Less: Reinsurance and other recoveries in respect of outstanding claims net of impairment (if any) opening	(112,413,375)	(165,480,348)
Reinsurance and other recoveries revenue	73,771,460	199,493,086
Net claims expenses	<u>37,954,763</u>	<u>58,219,021</u>
20. NET COMMISSION EXPENSE		
Commission paid or payable	75,837,459	89,440,647
Add: Deferred commission expense opening	62,977,589	65,913,719
Less: Deferred commission expense closing	(59,184,722)	(60,653,012)
Net Commission	79,630,326	94,701,354
Less: Commission received or recoverable	39,468,086	48,542,668
Add: Unearned Reinsurance Commission	34,581,713	35,596,302
Less: Unearned Reinsurance Commission	(31,953,512)	(32,981,822)
Commission from reinsurers	42,096,287	51,157,148
	<u>37,534,039</u>	<u>43,544,206</u>

Notes To The Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

	September 30, 2020	September 30, 2019
	(Rupees)	
21. INVESTMENT INCOME		
Income from equity securities		
Dividend income		
Available for sale investments	18,985,025	21,133,135
Held for trading investments	16,117,158	18,641,902
	35,102,183	39,775,037
Income from debt securities - Held to maturity		
Return on debt securities	2,101,959	1,500,090
Income from deposits		
Return on term deposits and saving accounts	6,832,981	4,461,781
	44,037,123	45,736,908
Net realised gains on investments		
Realised gains on		
Available for sale investments	4,872,204	253,056
Held for trading investments	2,602,075	212,250
	7,474,279	465,306
Net unrealised (losses) / gains on held for trading investment	743,208	(42,600,952)
Total investment income	52,254,610	3,601,262
Less:		
Impairment in value of available for sale equity securities	2,288,796	(4,403,537)
Investment related expenses	(65,147)	(2,850)
Net investment income / (Loss)	54,478,259	(805,125)
22. EARNINGS PER SHARE - BASIC AND DILUTED		
Profit after tax	45,639,158	6,224,238
Weighted average number of shares of Rs. 10 each	56,141,285	56,141,285
Earnings per share - Rupees	0.81	0.11

No figures for diluted earnings per share has been presented as the Company has not issued any instrument which would have dilutive effect on earnings per share when exercised.

23. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of associated companies, entities under common control, entities with common directors, major shareholders and key management personnel of the Company. Transactions with related parties are carried out at arm's length prices determined under "Comparable uncontrolled price method".

Notes To The Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

Details of transactions with related parties during the period are as follows:

Relation with the Company	Nature of transaction	September 30, 2020	September 30, 2019
(Rupees)			
Transactions during the period			
Associated companies	Premium underwritten	10,948,130	10,059,706
	Premium collected	64,198,877	63,147,733
	Claims paid	26,112,524	5,894,979
	Dividend received	18,329	68,734
Key management personnel	Remuneration and other benefits	23,560,965	21,833,640
Staff retirement benefits	Contribution to provident fund	2,373,224	2,222,136
Balances as at period end			
Associate companies	Premium due but unpaid	23,857,284	16,582,182
	Provision for outstanding claims	15,471,520	12,729,940

24. SEGMENT INFORMATION

	September 30, 2020				
	Fire & property damage	Marine, aviation & Transport	Motor	Misc	Total
(Rupees)					
Gross written premium (inclusive of Administrative surcharge)	183,659,295	94,257,379	65,049,430	13,671,830	356,637,934
Insurance premium earned	190,129,983	86,152,729	79,954,212	14,743,304	370,980,228
Insurance premium ceded to reinsurers	(108,751,316)	(53,106,758)	(4,444,742)	(9,377,886)	(175,680,702)
Net insurance premium	81,378,667	33,045,971	75,509,470	5,365,418	195,299,526
Commission income	27,115,257	12,499,059	13,341	2,468,630	42,096,287
Net underwriting income	108,493,924	45,545,030	75,522,811	7,834,048	237,395,813
Insurance claims	(80,057,530)	(5,687,395)	(24,110,630)	(1,870,668)	(111,726,223)
Insurance claims recovered from reinsurers	69,643,418	2,711,321	13,914	1,402,807	73,771,460
Net claims	(10,414,112)	(2,976,074)	(24,096,716)	(467,861)	(37,954,763)
Commission expense	(50,150,912)	(18,782,177)	(7,834,623)	(2,862,614)	(79,630,326)
Management expense	(42,759,763)	(17,363,738)	(39,675,841)	(2,819,215)	(102,618,557)
Net insurance claims & expenses	(103,324,787)	(39,121,989)	(71,607,180)	(6,149,690)	(220,203,646)
Underwriting result	5,169,137	6,423,041	3,915,631	1,684,358	17,192,167
Net Investment income					54,478,259
Other income					-
Other expenses					(33,278,821)
Profit from takaful operations-Operators' Fund					12,992,909
Profit before taxation					51,384,514
Segment assets	167,758,933	68,122,974	155,659,813	11,060,599	402,602,319
Unallocated assets					1,236,850,385
					1,639,452,704
Segment liabilities	267,410,709	108,589,227	248,124,498	17,630,791	641,755,225
Unallocated liabilities					24,065,666
					665,820,891

Notes To The Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

	September 30, 2019				
	Fire & property damage	Marine, aviation & Transport	Motor	Misc	Total
	(Rupees)				
Gross written premium (inclusive of Administrative surcharge)	211,267,854	84,214,938	101,601,958	18,665,512	415,750,262
Insurance premium earned	209,489,918	126,319,384	112,776,602	20,408,964	468,994,868
Insurance premium ceded to reinsurers	(126,705,963)	(91,822,503)	(3,207,948)	(13,211,496)	(234,947,910)
Net insurance premium	82,783,955	34,496,881	109,568,654	7,197,468	234,046,958
Commission income	32,198,383	14,904,990	-	4,053,775	51,157,148
Net underwriting income	114,982,338	49,401,871	109,568,654	11,251,243	285,204,106
Insurance claims	(204,681,156)	(14,196,184)	(35,078,053)	(3,756,714)	(257,712,107)
Insurance claims recovered from reinsurers	184,562,049	11,686,038	600,000	2,644,999	199,493,086
Net claims	(20,119,107)	(2,510,146)	(34,478,053)	(1,111,715)	(58,219,021)
Commission expense	(56,029,264)	(21,580,760)	(12,775,959)	(4,315,371)	(94,701,354)
Management expense	(36,236,564)	(15,100,130)	(47,960,883)	(3,150,508)	(102,448,085)
Net insurance claims & expenses	(112,384,935)	(39,191,036)	(95,214,895)	(8,577,594)	(255,368,460)
Underwriting result	2,597,403	10,210,835	14,353,759	2,673,649	29,835,646
Net Investment Income					(805,125)
Other income					1,000,385
Other expenses					(34,816,736)
Profit from takaful operations-Operators' Fund					9,658,458
Profit before taxation					<u>4,872,628</u>
December 31, 2019					
Segment assets	140,288,927	51,659,727	173,600,653	12,128,409	377,677,716
Unallocated assets					1,217,808,666
					<u>1,595,486,382</u>
Segment liabilities	235,824,761	86,839,659	291,821,553	20,387,776	634,873,749
Unallocated liabilities					27,083,404
					<u>661,957,153</u>

25. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on 28th October, 2020 by the Board of Directors of the Company.

26. GENERAL

Figures have been rounded off to the nearest rupee.

Irfan Zakaria Bawany
Chairman

Mohammad Omar Bawany
Director

Noor M. Zakaria
Director

Haroon A. Shakoor
Chief Financial Officer

A. Razak Ahmed
Chief Executive & Managing Director

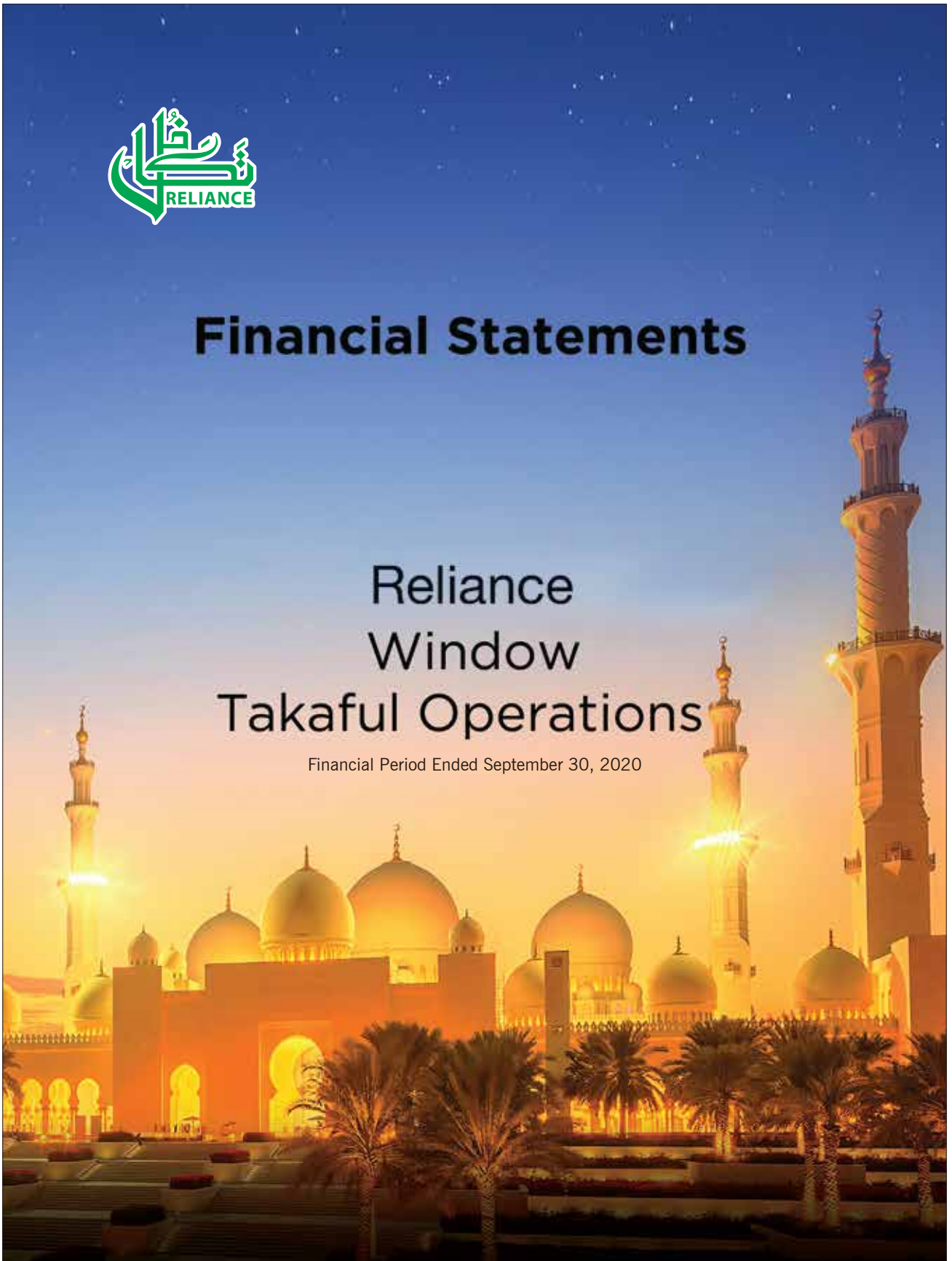
Karachi 28th October, 2020



Financial Statements

Reliance Window Takaful Operations

Financial Period Ended September 30, 2020



Condensed Interim Statement of Financial Position (Un Audited)

As At September 30, 2020

	Note	30 September 2020 (Un-audited)			31st December 2019 (Audited)		
		Operator's Fund	Participants' Fund	Aggregate	Operator's Fund	Participants' Fund	Aggregate
(Rupees)							
ASSETS							
Investment							
Equity securities	6	21,019,034	10,465,572	31,484,606	10,392,601	-	10,392,601
Loans and other receivables	7	7,388,997	289,936	7,678,933	14,654,034	206,030	14,860,064
Takaful / Re-takaful receivables	8	-	17,447,501	17,447,501	-	17,334,881	17,334,881
Retakaful recoveries against outstanding claims		-	14,538,213	14,538,213	-	1,004,124	1,004,124
Deferred Commission Expense		5,567,891	-	5,567,891	6,786,091	-	6,786,091
Prepayments	9	-	11,410,252	11,410,252	423,750	12,813,627	13,237,377
Deferred wakala fee		-	17,514,538	17,514,538	-	21,431,843	21,431,843
Cash & Bank	10	67,201,398	87,471,669	154,673,067	59,237,051	102,537,065	161,774,116
TOTAL ASSETS		<u>101,177,320</u>	<u>159,137,681</u>	<u>260,315,001</u>	<u>91,493,527</u>	<u>155,327,570</u>	<u>246,821,097</u>


Condensed Interim Statement of Financial Position (Un Audited)

As At September 30, 2020

Note	30 September 2020 (Un-audited)			31st December 2019 (Audited)			
	Operator's Fund	Participants' Fund	Aggregate	Operator's Fund	Participants' Fund	Aggregate	
	(Rupees)						
EQUITY AND LIABILITIES							
Operator's Fund							
Statutory Fund	50,000,000	-	50,000,000	50,000,000	-	50,000,000	
Accumulated profit	28,973,257	-	28,973,257	15,980,348	-	15,980,348	
Surplus on revaluation of AFS investments - net of deferred tax	309,062	-	309,062	600,440	-	600,440	
	79,282,319	-	79,282,319	66,580,788	-	66,580,788	
Waqf/Participants' Takaful Fund							
Ceded Money	-	500,000	500,000	-	500,000	500,000	
Accumulated Surplus	-	66,805,597	66,805,597	-	58,586,636	58,586,636	
(Defecit) on revaluation of Investments	-	(2,585)	(2,585)	-	-	-	
	-	67,303,012	67,303,012	-	59,086,636	59,086,636	
Liabilities							
Underwriting Provisions							
Outstanding claims including IBNR	-	28,327,809	28,327,809	-	9,719,558	9,719,558	
Unearned contribution	-	43,786,345	43,786,345	-	53,579,610	53,579,610	
Unearned re-takaful rebate	-	2,072,432	2,072,432	-	2,390,941	2,390,941	
Retakaful operators payable	-	9,529,533	9,529,533	-	13,757,485	13,757,485	
Wakala and mudarib fee payable	-	6,837,097	6,837,097	-	14,121,479	14,121,479	
Unearned wakala fees	17,514,538	-	17,514,538	21,431,843	-	21,431,843	
Taxation - provision less payments	-	-	-	1,208,762	-	1,208,762	
Other creditors and accruals	4,380,463	1,281,453	5,661,916	2,272,134	2,671,861	4,943,995	
Total Liabilities	11	21,895,001	91,834,669	113,729,670	24,912,739	96,240,934	121,153,673
Contingencies and Commitments	12						
TOTAL FUND AND LIABILITIES		<u>101,177,320</u>	<u>159,137,681</u>	<u>260,315,001</u>	<u>91,493,527</u>	<u>155,327,570</u>	<u>246,821,097</u>

The annexed notes from 1 to 24 form an integral part of these condensed interim financial statements.


Irfan Zakaria Bawany
Chairman


Mohammad Omar Bawany
Director


Noor M. Zakaria
Director


Haroon A. Shakoor
Chief Financial Officer


A. Razak Ahmed
Chief Executive & Managing Director

Karachi 28th October, 2020


Condensed Interim Profit & Loss Account (Un Audited)

For The Nine Months Period Ended September 30, 2020

	Note	Quarter ended September 30,		Nine months ended September 30,	
		2020	2019	2020	2019
		Rupees		Rupees	
Reveune Account					
Participants' Takaful Fund					
Net contribution revenue	13	8,793,903	11,190,188	37,125,619	48,273,138
Wakala expense	14	(6,921,886)	(7,381,546)	(24,215,521)	(29,248,231)
Net takaful claims	15	(5,938,133)	(2,624,881)	(13,117,619)	(6,795,192)
Direct expenses	16	(45,904)	5,145	(132,587)	(14,337)
Re-takaful rebate	17	1,743,367	1,421,427	4,729,544	5,040,963
Underwriting result		(2,368,653)	2,610,333	4,389,436	17,256,341
Investment Income	18	1,201,213	2,015,869	6,382,542	4,371,666
Modarib's share		(480,485)	(806,348)	(2,553,017)	(1,748,667)
Surplus for the period		(1,647,925)	3,819,854	8,218,961	19,879,340
Reveune Account					
Operator's Fund					
Wakala fee	19	6,921,886	7,381,546	24,215,521	29,248,231
Commission expenses	20	(2,626,911)	(2,521,542)	(8,687,291)	(9,877,831)
Management expenses		(4,656,079)	(3,836,799)	(9,082,380)	(13,857,487)
		(361,104)	1,023,205	6,445,850	5,512,913
Investment Income	18	1,105,466	1,143,879	4,744,042	3,146,878
Modarib's shares from PTF		480,485	806,348	2,553,017	1,748,667
Other expenses		(250,000)	(250,000)	(750,000)	(750,000)
Profit for the period		974,847	2,723,432	12,992,909	9,658,458

The annexed notes from 1 to 24 form an integral part of these condensed interim financial statements.


Irfan Zakaria Bawany
Chairman


Mohammad Omar Bawany
Director


Noor M. Zakaria
Director


Haroon A. Shakoor
Chief Financial Officer


A. Razak Ahmed
Chief Executive & Managing Director

Karachi 28th October, 2020

Condensed Interim Statement Of Comprehensive Income (Un Audited)

For The Nine Months Period Ended September 30, 2020

	Quarter ended September 30,		Nine months ended September 30,	
	2020	2019	2020	2019
	Rupees		Rupees	
Operator's Fund				
Profit for the period	974,847	2,723,432	12,992,909	9,658,458
Other Comprehensive income				
Items that will not be reclassified to profit and loss				
Surplus/(Deficit) on revaluation of available for sale securities	224,672	284,712	(291,378)	281,194
Total comprehensive income for the period	<u>1,199,519</u>	<u>3,008,144</u>	<u>12,701,531</u>	<u>9,939,652</u>

The annexed notes from 1 to 24 form an integral part of these condensed interim financial statements.


Irfan Zakaria Bawany
Chairman


Mohammad Omar Bawany
Director


Noor M. Zakaria
Director


Haroon A. Shakoor
Chief Financial Officer


A. Razak Ahmed
Chief Executive & Managing Director

Karachi 28th October, 2020

Condensed Interim Statement Of Change in Fund (Un Audited)


For The Nine Months Period Ended September 30, 2020

	Operator's Fund			
	Statutory Fund	Accumulated (loss) / Profit	Surplus / (Defecit) on revaluation of AFS investments	Total
	(Rupees)			
Balance as at 1st January 2019	50,000,000	7,512,358	6,607	57,518,965
Total comprehensive income for the period ended September 30, 2019	-	9,658,458	281,194	9,939,652
Balance as at September 30, 2019	<u>50,000,000</u>	<u>17,170,816</u>	<u>287,801</u>	<u>67,458,617</u>
Balance as at January 01, 2020	50,000,000	15,980,348	600,440	66,580,788
Total comprehensive income for the period ended September 30, 2020	-	12,992,909	(291,378)	12,701,531
Balance as at September 30, 2020	<u>50,000,000</u>	<u>28,973,257</u>	<u>309,062</u>	<u>79,282,319</u>

	Participants Takaful Fund			
	Ceded money	Accumulated (loss) / Profit	Surplus/(Defecit) on revaluation of AFS investments	Total
	(Rupees)			
Balance as at 1st January 2019	500,000	31,938,022	-	32,438,022
Surplus for the period ended September 30, 2019	-	19,879,340	-	19,879,340
Balance as at September 30, 2019	<u>500,000</u>	<u>51,817,362</u>	<u>-</u>	<u>52,317,362</u>
Balance as at January 01, 2020	500,000	58,586,636	-	59,086,636
Surplus for the period ended September 30, 2020	-	8,218,961	(2,585)	8,216,376
Balance as at September 30, 2020	<u>500,000</u>	<u>66,805,597</u>	<u>(2,585)</u>	<u>67,303,012</u>

The annexed notes from 1 to 24 form an integral part of these condensed interim financial statements.


Irfan Zakaria Bawany
Chairman


Mohammad Omar Bawany
Director


Noor M. Zakaria
Director


Haroon A. Shakoor
Chief Financial Officer


A. Razak Ahmed
Chief Executive & Managing Director

Karachi 28th October, 2020

Condensed Interim Statement of Cash Flows (Un Audited)

For The Nine Months Period Ended September 30, 2020

	30 September 2020			30 Sep 2019
	Operator's Fund	Participant's Takaful Fund	Aggregate	Aggregate
	(Rupees)			
Operating Cash Flows				
a) Takaful activities				
Contribution received	-	50,769,630	50,769,630	53,869,756
Retakaful contribution paid	-	(26,374,473)	(26,374,473)	(12,937,473)
Claims paid	-	(13,323,510)	(13,323,510)	(5,956,588)
Retakaful and other recoveries received	-	5,280,053	5,280,053	250,425
Commission paid	(7,469,091)	-	(7,469,091)	(9,852,310)
Management expenses paid	(9,832,380)	(132,587)	(9,964,967)	(14,621,824)
Retakaful rebate received	-	4,411,035	4,411,035	5,186,707
Wakala fee received / (paid)	27,582,599	(27,582,599)	-	-
Net cash inflows from takaful activities	10,281,128	(6,952,451)	3,328,677	15,938,693
b) Other operating activities				
Income tax paid	(1,464,300)	-	(1,464,300)	(866,623)
Other payments on operating assets	2,532,079	-	2,532,079	941,455
Other receipts in respect of operating assets	-	(1,390,407)	(1,390,407)	327,417
Net cash flow from other operating activities	1,067,779	(1,390,407)	(322,628)	402,249
Total cash flow from operating activities	11,348,907	(8,342,858)	3,006,049	16,340,942
Investment activities				
Mudaraba shares received / (paid)	2,553,017	(2,553,017)	-	-
Payments for investments made	(10,917,811)	(10,468,157)	(21,385,968)	(374,751)
Profit received	4,980,234	6,298,636	11,278,870	8,169,117
Total cash flows from investing activities	(3,384,560)	(6,722,538)	(10,107,098)	7,794,366
Net cash inflows from all activities	7,964,347	(15,065,396)	(7,101,049)	24,135,308
Cash and cash equivalent at the beginning of the period	59,237,051	102,537,065	161,774,116	118,982,961
Cash and cash equivalent at the end of the period	67,201,398	87,471,669	154,673,067	143,118,269


Condensed Interim Statement of Cash Flows (Un Audited)

For The Nine Months Period Ended September 30, 2020

	30 September 2020			30 Sep 2019
	Operator's Fund	Participant's Takaful Fund	Aggregate	Aggregate
	(Rupees)			
Reconciliation to profit and loss Account				
Operating cash flows	11,348,907	(8,342,858)	3,006,049	16,340,942
Increase / (Decrease) in assets other than cash	(8,670,795)	8,326,029	(344,766)	24,284,707
Decrease/(Increase) in liabilities other than running finance	3,017,738	4,406,265	7,424,003	(18,606,395)
Investment income	7,297,059	3,829,525	11,126,584	7,518,544
Surplus for the period	<u>12,992,909</u>	<u>8,218,961</u>	<u>21,211,870</u>	<u>29,537,798</u>
Cash for the purpose of the statement of cash flows consists of:				
Cash and other equivalents	-	44,700	44,700	24,390
Cash at bank	67,201,398	87,426,969	154,628,367	143,093,879
	<u>67,201,398</u>	<u>87,471,669</u>	<u>154,673,067</u>	<u>143,118,269</u>

The annexed notes from 1 to 24 form an integral part of these condensed interim financial statements.


Irfan Zakaria Bawany
Chairman


Mohammad Omar Bawany
Director


Noor M. Zakaria
Director


Haroon A. Shakoor
Chief Financial Officer


A. Razak Ahmed
Chief Executive & Managing Director

Karachi 28th October, 2020

Notes to the Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

Reliance Insurance Company Limited (the Operator) has been allowed to undertake Window Takaful Operations (WTO) on May 25, 2016 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)) on May 30, 2016 under the Waqf deed with a Cede money of Rs. 500,000. The Waqf deed and PTF policies (Waqf Rules) which govern the relationship of Operator, Waqf and Participants for management of Takaful operations, investment of Waqf and Operator's Fund are approved by the Shariah Advisor of the Operator. The books accounts of the Waqf are maintained by the Operator in a manner that the assets and liabilities of Waqf remain separately identifiable. The condensed interim financial statements of the Operator are prepared such that the financial position and results from the operations of Waqf and the Operator are shown separately

2. BASIS OF PREPARATION

2.1 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. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under Companies Act 2017 and
- Provisions of and directives issued under Companies Act, 2017, Insurance Ordinance 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017 and SECP Takaful Rules 2012.

Where the provisions of and directives issued under Companies Act 2017, Insurance Ordinance 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017 and SECP Takaful Rules 2012 differ with the requirements of IAS 34, the provisions and directives issued under Companies Act 2017, Insurance Ordinance 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017 and SECP Takaful Rules 2012 have been followed.

- 2.2 These condensed interim financial statements 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.
- 2.3 These condensed interim financial statements does not include all the information and disclosures required in the annual financial statements. Accordingly these condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2019.
- 2.4 These condensed interim financial statements are presented in Pak Rupees which is also the Operator's functional currency. All financial information presented in Pak Rupees has been rounded to nearest Rupees, unless otherwise stated.

2.5 BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared under the historical cost convention except for certain financial assets and liabilities which are stated at fair value or at amortized cost.

These condensed interim financial statements have been prepared under the accrual basis of accounting except for cash flow statement.

These condensed interim financial statements have been presented in Pak Rupees which is also the Operator's functional currency.

Notes to the Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

2.6 NEW STANDARDS AND AMENDMENTS

There are certain new standards and amendments to existing standards which have been effective during the period; however these are either irrelevant or do not have significant impact on these condensed interim financial statements hence not detailed in these financial statements.

- 2.6.1 IFRS 9 'Financial Instruments' and amendment (effective for period ending on or after June 30, 2019). IFRS 9 replaces the existing guidance in IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets, and new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39.

Further, IFRS 4 provides two alternative options in relation to application of IFRS 9 for entities issuing contracts within the scope of IFRS 4, notably a temporary exemption and an overlay approach. The temporary exemption enables eligible entities to defer the implementation date of IFRS 9. The overlay approach allows an entity applying IFRS 9 from the effective date to remove from profit or loss the effects of some of the accounting mismatches that may occur from applying IFRS 9 before IFRS 17 is applied. The Company has adopted the temporary exemption which allows the Company to defer the application of IFRS 9 until December 31, 2021. For the companies adopting the temporary exemption, the IFRS 4 requires certain disclosures which have been disclosed as follows:

Temporary exemption from application of IFRS 9

As an takaful company, the management has opted temporary exemption from the application of IFRS 9 as allowed by the International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Additional disclosures, as required by the IASB, for being eligible to apply the temporary exemption from the application of IFRS 9 are given below.

Fair value of financial assets as at September 30, 2020 and change in fair value during the period

	September 30, 2020	December 31, 2019	Change during the nine months ended Sept. 30, 2020
			(Rupees)
Financial assets that do not meet the SPPI criteria			
Equity Securities / Mutual Funds - Available for sale OPF	21,019,034	21,455,577	(436,543)
Equity Securities / Mutual Funds - Available for sale PTF	10,465,572	11,352,530	(886,958)

Carrying value of these financial assets approximates to their fair values since these assets are short term in nature or are frequently repriced to market rate.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these condensed interim financial statements are in line with the audited annual financial statements for the year ended December 31, 2019.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Operator's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended December 31, 2019.

Notes to the Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

5. FINANCIAL RISK MANAGEMENT

The Operator's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended December 31, 2019.

	OPF		PTF	
	September 30, 2020	December 31, 2019	September 30, 2020	December 31, 2019
	(Rupees)			
6. INVESTMENT - EQUITY SECURITIES				
Available for sale Mutual funds	<u>21,019,034</u>	<u>10,392,601</u>	<u>10,465,572</u>	<u>-</u>
7. LOANS AND OTHER RECEIVABLES				
Wakala and mudarib fees receivable	6,837,096	14,121,479	-	-
Advance tax	255,538	-	-	-
Accrued investment income	296,363	532,555	289,936	206,030
	<u>7,388,997</u>	<u>14,654,034</u>	<u>289,936</u>	<u>206,030</u>
8. TAKAFUL / RE-TAKAFUL RECEIVABLES				
Contribution due but unpaid - considered good	-	-	11,675,018	11,699,108
Amount due from other takaful / retakaful operators-considered good	-	-	5,772,483	5,635,773
	<u>-</u>	<u>-</u>	<u>17,447,501</u>	<u>17,334,881</u>
9. PREPAYMENTS				
Prepaid re-takaful contribution ceded	-	-	11,410,252	12,813,627
Prepaid expenses	-	423,750	-	-
	<u>-</u>	<u>423,750</u>	<u>11,410,252</u>	<u>12,813,627</u>
10. CASH AND BANK DEPOSITS				
Cash and other equivalents				
Stamps in hand	-	-	44,700	56,405
Cash at bank				
Saving accounts	67,201,398	59,237,051	87,426,969	102,480,660
	<u>67,201,398</u>	<u>59,237,051</u>	<u>87,471,669</u>	<u>102,537,065</u>
11. OTHER CREDITORS AND ACCRUALS				
Audit Fee payable	75,000	100,000	-	-
Other payables	4,305,463	2,172,134	1,281,453	2,671,861
	<u>4,380,463</u>	<u>2,272,134</u>	<u>1,281,453</u>	<u>2,671,861</u>
12. CONTINGENCIES AND COMMITMENTS				

There were no contingencies and commitments as at the September 30, 2020.

Notes to the Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

	OPF		PTF	
	September 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019
(Rupees)				
13. NET CONTRIBUTION REVENUE				
Written Gross Contributions	-	-	50,745,540	69,876,413
Add: Unearned contributions reserve opening	-	-	53,579,610	46,707,287
Less: Unearned contributions reserve closing	-	-	(43,786,345)	(43,463,123)
Contributions earned	-	-	60,538,805	73,120,577
Less: Re-takaful contributions ceded	-	-	22,009,811	25,838,955
Add: Prepaid re-takaful contributions opening	-	-	12,813,627	9,700,554
Less: Prepaid re-takaful contributions closing	-	-	(11,410,252)	(10,692,070)
Re-takaful expense	-	-	23,413,186	24,847,439
Net contributions revenue	-	-	37,125,619	48,273,138
14. WAKALA EXPENSE				
Gross Wakala fee	-	-	20,298,216	27,950,565
Add: Deferred wakala fee Opening	-	-	21,431,843	18,682,915
Less: Deferred wakala fee closing	-	-	(17,514,538)	(17,385,249)
	-	-	24,215,521	29,248,231
15. NET TAKAFUL CLAIMS EXPENSE				
Claim Paid	-	-	13,323,510	5,956,588
Add: Outstanding claims including IBNR closing	-	-	28,327,809	10,465,939
Less: Outstanding claims including IBNR opening	-	-	(9,719,558)	(5,824,170)
Claims expense	-	-	31,931,761	10,598,357
Less: Re-takaful and other recoveries received	-	-	5,280,053	250,425
Add: Re-takaful and other recoveries in respect of outstanding claims closing	-	-	14,538,213	4,119,411
Less: Re-takaful and other recoveries in respect of outstanding claims opening	-	-	(1,004,124)	(566,671)
Re-takaful and other recoveries revenue	-	-	18,814,142	3,803,165
Net claims expenses	-	-	13,117,619	6,795,192
16. DIRECT EXPENSES				
Fire and property damage	-	-	20,798	1,684
Marine, Aviation and Transport	-	-	8,154	530
Motor	-	-	103,019	11,792
Miscellaneous	-	-	616	331
	-	-	132,587	14,337

Notes to the Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

	OPF		PTF	
	September 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019
	(Rupees)			
17. RE-TAKAFUL REBATE				
Gross repate from retakaful operators	-	-	4,411,035	5,186,707
Add: Unearned retakaful rebate Opening	-	-	2,390,941	1,803,108
Less: Unearned retakaful rebate Closing	-	-	(2,072,432)	(1,948,852)
	<u>-</u>	<u>-</u>	<u>4,729,544</u>	<u>5,040,963</u>
18. INVESTMENT INCOME				
Income from available for sale investments				
Dividend income	1,532,160	440,883	550,774	-
Profit on bank deposits	3,211,882	2,705,995	5,831,768	4,371,666
	<u>4,744,042</u>	<u>3,146,878</u>	<u>6,382,542</u>	<u>4,371,666</u>
19. WAKALA FEE INCOME				
Gross wakala fee	20,298,216	27,950,565	-	-
Add: Unearned wakala fee opening	21,431,843	18,682,915	-	-
Less: Unearned wakala fee closing	(17,514,538)	(17,385,249)	-	-
	<u>24,215,521</u>	<u>29,248,231</u>	<u>-</u>	<u>-</u>
20. COMMISSION EXPENSE				
Commission paid or payable	7,469,091	9,852,310	-	-
Add: Deferred commission expense opening	6,786,091	5,588,944	-	-
Less: Deferred commission expense closing	(5,567,891)	(5,563,423)	-	-
Commission expenses	<u>8,687,291</u>	<u>9,877,831</u>	<u>-</u>	<u>-</u>

21. RELATED PARTY TRANSACTIONS

Related parties comprise of associated companies, entities under common control, entities with common directors, major shareholders and key management personnel of the company. Transactions with related parties are carried out at arm's length prices determined under "comparable uncontrolled price method". Details of the transactions with related parties during the period are as follows

Relation with the Company	Nature of transaction	September 30, 2020	September 30, 2019
		(Rupees)	
Associated companies	Contribution underwritten	4,889,669	4,992,426
	Contribution collected	5,590,793	4,348,568
	contribution due but unpaid	7,141,604	2,040,722
Key management personnel	Remuneration and other benefits	1,417,500	1,350,000

Notes to the Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

22. SEGMENT INFORMATION

	30 September, 2020				Total
	Fire & property damage	Marine, aviation & Transport	Motor	Misc	
	(Rupees)				
Gross Contributions (inclusive of Administrative surcharge)	16,594,819	9,275,453	24,628,744	246,524	50,745,540
Contributions earned	17,777,382	10,464,750	31,633,765	662,908	60,538,805
Takaful contributions ceded to re-takaful operators	(11,953,709)	(8,181,599)	(2,787,417)	(490,461)	(23,413,186)
Net contribution	5,823,673	2,283,151	28,846,348	172,447	37,125,619
Rebate from re-takaful	2,742,326	1,881,768	-	105,450	4,729,544
Net revenue	8,565,999	4,164,919	28,846,348	277,897	41,855,163
Takaful claims	(309,200)	(5,779,761)	(25,378,575)	(464,225)	(31,931,761)
Takaful claims recoveries from re-takaful operators	239,400	4,623,798	13,602,775	348,169	18,814,142
Net claims	(69,800)	(1,155,963)	(11,775,800)	(116,056)	(13,117,619)
Wakala expense	(7,110,952)	(4,185,899)	(12,653,506)	(265,164)	(24,215,521)
Direct expense	(20,798)	(8,154)	(103,019)	(616)	(132,587)
Net takaful claims & expenses	(7,201,550)	(5,350,016)	(24,532,325)	(381,836)	(37,465,727)
Underwriting result	1,364,449	(1,185,097)	4,314,023	(103,939)	4,389,436
Net Investment income					6,382,542
Modarib's shares					(2,553,017)
Surplus for the period					8,218,961
Segment assets - PTF	11,196,337	4,389,485	55,458,715	331,539	71,376,076
Unallocated assets - PTF					87,761,605
Unallocated assets - OPF					101,177,320
					260,315,001
Segment liabilities - PTF	14,405,553	5,647,648	71,354,900	426,568	91,834,669
Unallocated liabilities - OPF					21,895,001
Consolidated total Liabilities					113,729,670

Notes to the Condensed Interim Financial Statements (Un Audited)

For The Nine Months Period Ended September 30, 2020

	30 September, 2019				
	Fire & property damage	Marine, aviation & Transport	Motor	Misc	Total
	(Rupees)				
Gross written contributions (inclusive of Administrative surcharge)	20,551,904	9,508,666	36,985,617	2,830,226	69,876,413
Contributions earned	17,466,886	9,192,720	42,149,248	4,311,723	73,120,577
Takaful contributions ceded to re-takaful operators	(11,797,334)	(7,406,654)	(2,444,451)	(3,199,000)	(24,847,439)
Net takaful contributions	5,669,552	1,786,066	39,704,797	1,112,723	48,273,138
Rebate from re-takaful	2,649,646	1,703,531	-	687,786	5,040,963
Net revenue	8,319,198	3,489,597	39,704,797	1,800,509	53,314,101
Takaful claims	(2,919,071)	(1,904,543)	(5,774,743)	-	(10,598,357)
Takaful claims recovered from re-takaful operators	2,189,303	1,613,862	-	-	3,803,165
Net claims	(729,768)	(290,681)	(5,774,743)	-	(6,795,192)
Wakala expense	(6,986,755)	(3,677,088)	(16,859,699)	(1,724,689)	(29,248,231)
Direct expense	(1,684)	(530)	(11,792)	(331)	(14,337)
Net takaful claims & expenses	(7,718,207)	(3,968,299)	(22,646,234)	(1,725,020)	(36,057,760)
Underwriting result	600,991	(478,702)	17,058,563	75,489	17,256,341
Net Investment income					4,371,666
Modarib's shares					(1,748,667)
Surplus for the period					19,879,340
31-Dec-19					
Segment assets - PTF	5,350,404	2,083,106	44,301,001	849,964	52,584,475
Unallocated assets - PTF					102,743,095
Unallocated assets - OPF					91,493,527
Consolidated total assets					246,821,097
Segment liabilities - PTF	9,792,395	3,812,533	81,080,390	1,555,617	96,240,934
Unallocated liabilities - OPF					24,912,739
Consolidated total Liabilities					121,153,673

23. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on 28th October, 2020 by the Board of Directors of the Company.

24. GENERAL

Figures have been rounded off to the nearest rupee.

Irfan Zakaria Bawany
Chairman

Mohammad Omar Bawany
Director

Noor M. Zakaria
Director

Haroon A. Shakoor
Chief Financial Officer

A. Razak Ahmed
Chief Executive & Managing Director

Karachi 28th October, 2020

Offices

Head Office

“Reliance Insurance House”
181-A, Sindhi Muslim Co-operative
Housing Society,
Karachi.

PABX : 34539415-17
Fax : 34539412
E-mail : reli-ins@cyber.net.pk,
ric-re@cyber.net.pk.
Web : www.relianceins.com

Mr. A. Razak Ahmed
Chief Executive & Managing Director

Direct : 34539413, 34539414
Extension : 204

Mr. Haroon A. Shakoor
Chief Financial Officer

Direct : 34539409
Extension : 203

Mr. Ghulam Haider
Company Secretary & Compliance Officer

Extension : 209

Mr. Syed Rizwan Akhtar
Executive Vice President (Operations)

Direct : 34304067
Extension : 210

Mr. Muhammad Ishaque Azim
Vice President (Underwriting)

Direct : 34304068
Extension : 212

Mr. Muhammad Siddique
Deputy Chief Manager (Claims)

Direct : 34550403
Extension : 208

Mr. Najamullah Khan
Head of Takaful

Direct : 34557079
Extension : 201

Mr. Muhammad Kashif Wadiwala
Shariah Compliance Officer

Extension : 216

Mr. Ghulam Mujaddid
Chief Manager (Accounts)

Extension : 205

Mr. Abdul Rahim Patni
Deputy Chief Manager (Reinsurance)

Direct : 34539411
Extension : 215

Mr. Muhammad Saleem Memon
Deputy Chief Manager (Investment/shares)

Extension : 214

Mr. Muhammad Masood Ali
Deputy Chief Manager (I.T. Deptt.)

Extension : 202

Mr. Muhammad Masood Alam
Manager (Administration)

Direct : 34539411
Extension : 206

Mr. Mahmood Shuja Baig
Manager (Internal Audit)

Extension : 208

Offices

South Zone Offices & Branches

Business Plaza Branch

407, 4th floor, Business Plaza,
Off. I.I.Chundrigar Road, Karachi.

Mr. Muhammad Iqbal Dhedhi
Executive Vice President

Ph (021) 32419581, 32419582
Fax (021) 32421314, 32421317

Tariq Road Branch

Room No. A-2 & A-3,
1st Floor, Rahat Jo Daro,
Plot No.172/L, Block-2, PECHS,
Main Tariq Road, Karachi.

Mr. Zafar A. Pasha
Executive Vice President

Ph (021) 34527806, 34532427
34525376, 34322642
Fax (021) 34522829

Namco Centre Branch

1-A, 5th Floor, Campbell Street,
Karachi.

Mr. Iqbal Umer Bawany
Vice President

Ph (021) 32624504, 32624427
Fax (021) 32624783

Land Mark Plaza Branch

405, 4th Floor, Land Mark Plaza,
Off. I. I. Chundrigar Road,
Karachi.

Mr. Muhammad Reza Rajani
Vice President

Ph (021) 32628777, 32628778
Fax (021) 32628779

M. A. Jinnah Road Branch

101, Japan Plaza,
M. A. Jinnah Road, Karachi.

Mr. Rizwan Ahmed Khan
Branch Manager

Ph (021) 32727076, 32729961
Fax (021) 32722601

Hyderabad Branch

1st Floor, Al-Falah Chamber,
Tilak Road, Hyderabad.

Mr. Abdullah Ahmed
Regional Manager

Ph (022) 2615774
Fax (022) 2623029

North Zone Offices & Branches

Zonal Office, Lahore (North Zone)

4th Floor, Gardee Trust Building.
No.2, Napier Road, Lahore.

Mr. Hassan Sabih
Chief Manager

PABX (042) 37239063, 37353292
37234255, 37351353
Direct (042) 37354689
Fax (042) 37312526

Regional Office, Lahore

90-A/3, 1st Floor, Canal Park,
Gulberg-II, Lahore.

Mr. Waseem John
Vice President

Ph (042) 35761077, 35761078
35763446, 35763447
Fax (042) 35761235

Gulberg Branch

House No.17-A, Block-E/1,
Gulberg-III, Lahore.

Mr. Muhammad Javed Ahmad
Deputy Chief Manager

Ph (042) 35752245, 35752989
35751971, 35756557
Fax (042) 35756217

Offices

Al-Rehman Branch

2nd Floor, Al-Rehman Building,
Regal Cinema Lane, 65, The Mall,
Lahore.

Mr. Nisar Ahmed Chughtai
Senior Vice President

Ph (042) 37323113, 37322473
37354848
Fax (042) 37247925

Eden Centre Branch (Unit I)

321, Eden Centre,
43 Ghausal Azam Road,
(Jail Road), Lahore.

Mr. Ch. H.S. Asghar
Vice President

Ph (042) 37423613, 37423614
Fax (042) 37425649

Eden Centre Branch (Unit II)

321, Eden Centre,
43 Ghausal Azam Road,
(Jail Road), Lahore.

Mr. Muhammad Zaman
Manager

Ph (042) 37423613, 37423614
Fax (042) 37425649

Empress Tower Branch

Room No.18,1st Floor,
Empress Tower,
46 Empress Road, Lahore.

Mr. S.Azhar Ali Shah
Senior Vice President

Ph (042) 36297253, 36297254
Fax (042) 36297255

Gujranwala Branch

Office No. 3, Block-A,
Trust Plaza, G. T. Road,
Gujranwala.

Mr. Ch. H.S. Asghar
Vice President

Ph (055) 3254415
Fax (055) 3253086

Gujrat Branch

Marhaba Tower (Top Floor)
Opp. Ram Piary Mahal
Near Fawara Chawk, Gujrat.

Mr. Abdul Sattar Malik
Branch Manager

Ph (053) 3522127

Faisal Complex Branch

3rd Floor, Faisal Complex,
Bilal Road, Civil Lines, Faisalabad.

Mr. A. Majeed Abid
Senior Vice President

Ph (041) 2611938, 2611939
2626480
Fax (041) 2621033

Taj Plaza Branch

P-63, First Floor, Taj Plaza,
Ashraf Hardware,
Kotwali Road, Faisalabad.

Mr. Muhammad Akhlaq
Vice President

Ph (041) 2617277, 2622182
2615922
Fax (041) 2412010

United Plaza Branch

3,3rd Floor, United Plaza,
Shamsabad, Murree Rd. Rawalpindi.

Mr. Abdul Karim Siddiqi
Vice President

Ph (051) 4854200
Fax (051) 4935278

Peshawar Branch

T-3 & 4, Bilour Shopping Plaza,
3rd Floor, Saddar Road, .
Peshawar Cantt.

Mr. Shah Mast Khan
Assistant Vice President

Ph (091) 5274617, 5277328
Fax (091) 5284683

Offices

Regional Office Multan

1st Floor, 5-Commercial Plaza,
Opp. Civil Hospital, Abdali Road,
Multan.

Mr. Syed Mohsin Bukhari
Assistant Vice President

Ph (061) 4517349
Fax (061) 4510049

Hasilpur Branch

27-B, 1st Floor, Main Bazar,
Hasilpur.

Mr. Muhammad Shafi Anjum
Senior Vice President

Ph (062) 2442473
Fax (062) 2448073

Sialkot Branch

Room No.4 & 5, 1st Floor,
Mughal Plaza, Kutchery Road,
Sialkot.

Mr. Asim Arshad
Assistant Manager

Ph (052) 4296075, 4296076
Fax (052) 4296077

Gojra Branch

P-132, Post Office Road,
Gojra.

Mrs. Shahnaz Akhtar
Branch Manager

Ph (046) 3511917
Fax (046) 3513111

Sukkur

Minara Road, Sukkur.

Mr. Anees Memon
Resident Representative

Ph (071) 5622619
Cell 0300-3138090



Reliance Insurance Company Limited

181-A, Sindhi Muslim Co-operative Housing Society, P.O. Box: 13356,
Karachi-74400. Ph: 021-34539415-17